

University Faculty Senate Plenary

April 21, 2017
SUNY Canton
Canton, New York



Items for Discussion

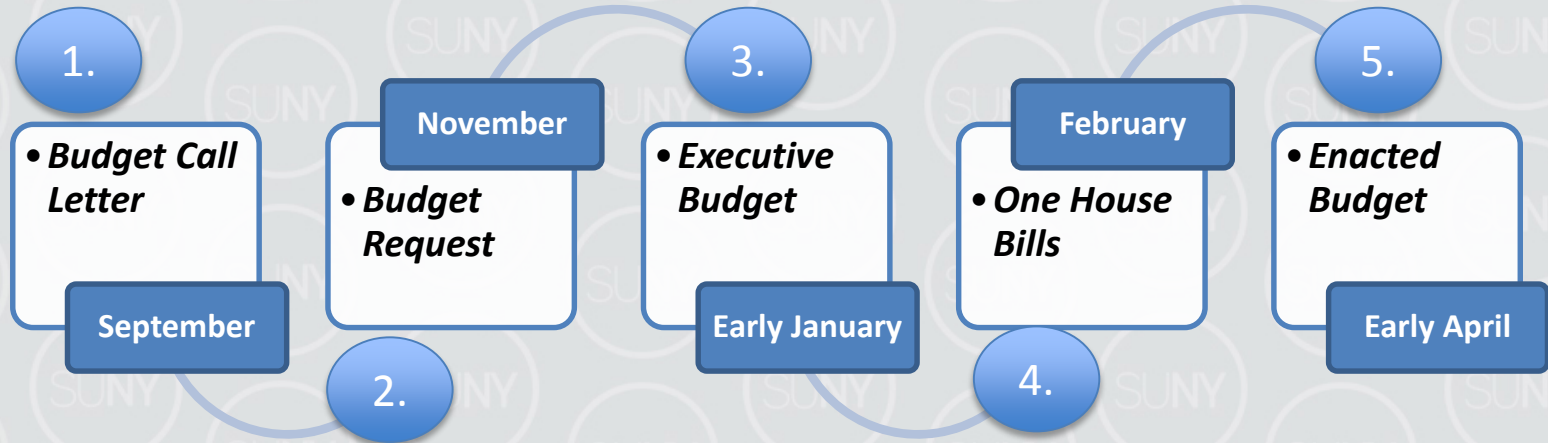
2017/18 Budget Process and Results

- Overview of the “Traditional” New York State Budget Process
- 2017/18 Enacted Budget

Excelsior Scholarship

2017/18 State Budget Process and Results

The “Traditional” New York State Budget Process



Not shown:

Budget Request preparation
Enacted Budget Implementation
Legislative Hearings
Advocacy

Legislative Session

2017/18 Enacted Budget



2017/18 Enacted Operating Budget:

Year-to-Year Change in Direct State Tax Support

<i>\$M</i>	A	B	C	D	E=D-A
Area	2016/17 Enacted	2017/18 Requested	2017/18 Executive	2017/18 Enacted	17/18 Enacted vs. 16/17 Enacted
State-operated Campuses / Other	\$708.0	\$708.0	\$708.0	\$712.0*	\$4.0
Investment Fund	18.0	50.0	18.0	18.0	-
Community Colleges**	503.3	506.1	477.8	486.9	(16.4)
University-wide Programs	156.4	182.9	141.5	156.7	.3
Hospitals	87.9	87.9	69.3	78.6	(9.3)
Statutory Colleges	133.8	139.9	133.2	133.8	-
Linked Activities	-	3.0	-	-	-
Grand Total	\$1,606.8	\$1,677.8	\$1,547.8	\$1,586.0	(21.4)

*Includes \$4.0M for Open Educational Resources

**As the State appropriates community college funding on a State Fiscal Year basis vs. a standard Academic Year basis, numbers vary from Request documents

2017/18 Executive value reflects traditional Base Aid per FTE of \$2,697, limited additional funding for expected enrollment growth from Excelsior Scholarships, and removal of several programs

Excludes indirect support and funding from other agencies

Totals may not add due to rounding

2017/18 Enacted Budget:

Direct State Tax Support Breakdown

State-operated Campuses:

- Direct support was flat with the exception of \$4m for OER
- MOE will provide flat General Fund support through 2020/21 and pay for Excelsior Tuition Credit up to \$20M
- Sustained indirect support for increased employee benefits and bonded capital debt service costs

Investment Fund

- Stays flat from 2016/17
- Still State-operated campuses only
- To be allocated according to a plan by the Board of Trustees

Statutory Colleges

- No change in campus operating funding
- Cornell Cooperative Extension \$0.6M restored by Legislature

Community Colleges

- Increased Base Aid / FTE of \$2,747 (\$50 increase from 2016/17)
- 29 colleges will see a year-to-year decline
- Restoration of:
 - \$1.5M: GAP Program (Full Program),
 - \$1.1M: Child Care
 - \$0.1M: Orange County Bridges (Full),

University-wide Programs

- Restoration of:
 - \$5.4M: EOP Add,
 - \$5.0M: EOC Add,
 - \$2.0M: ATTAIN Add,
 - \$1.5M: SBDC Add,
 - \$0.6M: Graduate Diversity Program Add,
 - \$0.3M: Cornell Veterinary Add,
 - \$0.1M: ESF Chestnut (Full Program),
- Provides additional funds for: Mental health services (\$0.3M); Benjamin Center (\$0.1M)

Hospitals

- Loss of direct state tax support for Hospitals (\$9.3M)

2017/18 Enacted Capital Budget

Executive Budget compared to Enacted Budget

<i>(\$M)</i>	A	B	C	D=C-B
Program	2017/18 Requested	2017/18 Executive Budget	2017/18 Enacted Budget	2017/18 Enacted vs. 17/18 Executive
Educational Facilities*	\$800.0	\$550.0	\$550.0	-
Hospitals	600.0	100.0	100.0	-
Residence Halls	-	-	-	-
Community Colleges**	54.4	53.1	55.1	2.0
Grand Total	\$1,454.4	\$703.1	\$705.1	\$2.0

* While this reflects \$250.0M less than requested, it does reflect a \$350.0M increase from prior funding levels

** Reflects 50 percent State Share

State-operated Campuses

Year – to – Year Direct State Tax Support

Event / Action	Value (\$M)
2016/17 Enacted Budget	\$726.0
<u>Executive Reductions</u>	\$0
None	
<u>Enacted Adds / Restorations</u>	\$4.0
Open Education Resources	
2017/18 Enacted Budget	\$730.0
\$ Change	\$4.0
% Change	0.6%

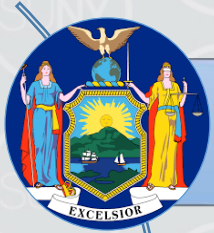
Year-to-Year Financial Impact for SUNY

State-operated Campuses

- *Excelsior Scholarship Program*
- *Restoration of a Predictable Tuition Plan*
 - *The SUNY Board of Trustees is authorized to increase Resident Undergraduate tuition by a maximum of \$200 a year for five years*
- *Restoration of Maintenance of Effort*
 - *MOE provision Enacted with the 2011/12 budget has been restored starting 2017/18 and ending in 2020/21*
 - *Campuses continue to be responsible for SUNY TAP Gap / Tuition Credit*

2017/18 Enacted Budget:

Maintenance of Effort (MOE)



State agrees to provide at least flat General Fund support (inclusive of employee benefits) to SUNY from 2017/18 to 2020/21



State will re-pay SUNY for Excelsior Scholarship Tuition Credit up to \$20M



No additional support included for future collective bargaining settlements

Statutory Campuses

Year – to – Year Direct State Tax Support

Event / Action	Value (\$M)
2016/17 Enacted Budget	\$133.8
<u>Executive Reductions</u>	\$(0.6)
Harvest NY CCE Reduction	
<u>Enacted Adds / Restorations</u>	\$0.6
Harvest NY CCE Restoration	
2017/18 Enacted Budget	\$133.8
\$ Change	\$0
% Change	0%

Teaching Hospitals

Year – to – Year Direct State Tax Support

Event / Action	Value (\$M)
2015/16 Enacted Budget	\$87.9
<u>Executive Reductions</u>	\$(18.6)
Hospital Support Reduction	
<u>Enacted Adds / Restorations</u>	\$9.3
Hospital Support Restoration	
2016/17 Enacted Budget	\$78.6
\$ Change	(\$9.3)
% Change	-10.6%

Year-to-Year Financial Impact for SUNY

Hospitals

- *Authority provided to three teaching hospitals and Long Island Veterans Home to expend revenue upwards by \$77.7M and \$0.7M respectively.*
- *Reduced Hospital Support Restoration by \$9.3M*
- *A portion available for payment of DSH reimbursement to SUNY Hospitals*

Community Colleges

Year – to – Year Direct State Tax Support

Event / Action	Value (\$M)
2016/17 Enacted Budget	\$503.3
Executive Reductions	\$(25.5)
Enacted Adds / Restorations	\$9.2
2017/18 Enacted Budget	\$486.9
\$ Change	\$(16.3)
% Change	-3.2%

Year-to-Year Financial Impact for SUNY

Community Colleges

- *\$50/FTE Base Aid Increase*
 - *A vast majority of colleges lose state support on a year-to-year basis*
- *Colleges retain authority to raise tuition rates*
- *Loss of Community School Grants*

University-wide Year – to – Year Direct State Tax Support

Event / Action	Value (\$M)
2016/17 Enacted Budget	\$156.4
Executive Reductions	\$(14.9)
Enacted Adds / Restorations	\$15.2
2017/18 Enacted Budget	\$156.7
\$ Change	\$0.3
% Change	0.2%

Results: University-wide / Categorical

Restorations, Limited Additions, and Eliminated Programs

\$0.4M: New Funding

- \$0.3M: **Mental Health Services**
- \$0.1M: **Benjamin Center**

\$14.8M: Funding Restored from Executive Budget

- \$7.0M: **EOC/ATTAIN**, (full restoration)
- \$5.4M: **EOP**, (full restoration)
- \$1.5M: **Small Business Development Centers**, (full restoration)
- \$0.3M: **Cornell Veterinary College** , (full restoration)
- \$0.1M: **American Chestnut Program**, (full restoration)

\$0.1M: Funding Eliminated

- \$0.1M: **New York Latino Research and Resources Network - UAlbany** (full elimination)

2017/18 Enacted Budget:

What's In and What's Out

Items Discussed in Budget Negotiations, But Did NOT Make the Final Cut



- The DREAM Act
- “College Responsibility Proposal”
- Expanded Powers for the IG
- Appointment of a Chief Procurement Officer
- A Rumored “Tithe” of SUNY & CUNY Foundations & Affiliates

Excelsior Scholarship



Excelsior Scholarship Program

The Excelsior Scholarship Program would allow resident undergraduate students with a household income of below \$125,000 to be eligible to attend SUNY or CUNY tuition free. The program will be phased in over three years.

Fall 2017

Students with household adjusted gross income (AGI) of \$100,000 or less are eligible to receive free tuition from SUNY or CUNY

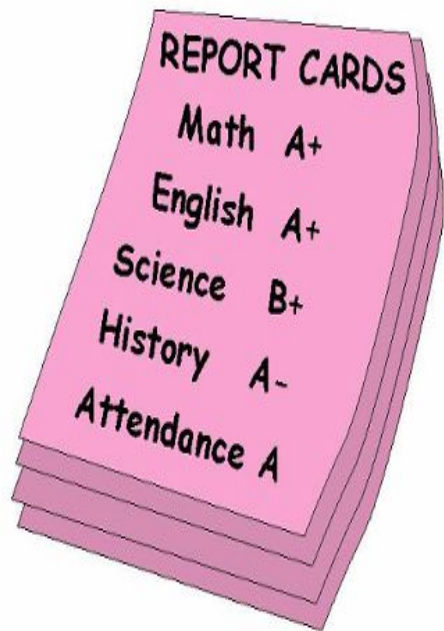
Fall 2018

Students with household adjusted gross income (AGI) of \$110,000 or less are eligible to receive free tuition from SUNY or CUNY

Fall 2019

Students with household adjusted gross income (AGI) of \$125,000 or less are eligible to receive free tuition from SUNY or CUNY

Excelsior Scholarship Program



Enrollment Requirements

Must be in an approved program, leading to an undergraduate degree at SUNY

Must attempt at least 12 credits per semester

Must complete 30 credits (or equivalent) in one year, includes summer and winter session

Tuition frozen at \$6,470 for recipients, until 2021/22

Excelsior Scholarship Program



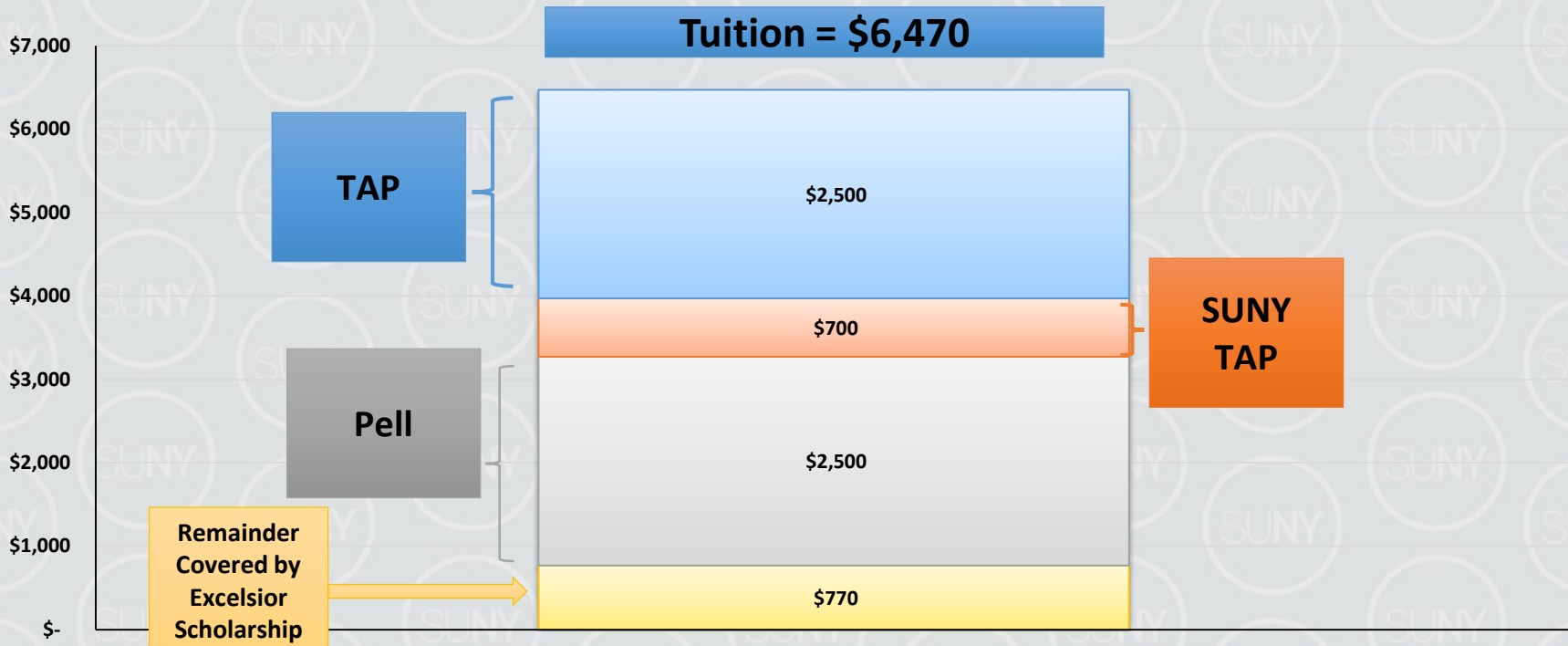
After SUNY Requirements

Must live in NY for the number of years he/she received an award

Must work **ONLY** in NY; cannot work in another state

If you don't fulfill post-graduation requirements, your award will be converted into a loan

Excelsior Scholarship Program



Excelsior Scholarship Example

Questions?

