



# Overview of 2008 Legislative Session

Presented to Florida Council of 100

**Mark B. Rosenberg, Chancellor**

**May 8, 2008**

# Fiscal Decline

## 2007-2008 Budget

- Two rounds of current year general revenue and lottery reductions totaling \$114 M
- 5% spring tuition increase generated \$10 M (one semester only)
- Net base budget reduction of \$94 M or 3.3%



# Fiscal Decline

## 2008-2009 Budget

- General revenue reductions totaling \$127 M
- Lottery increases of \$68 M\*
- 6% tuition increase will generate \$24 M
- Net base budget reduction of \$36 M or 1.5%

\* Based on projected revenue increases from new lottery games.



# Medical Education Commitment

## 2008-2009 Budget

- **\$24.7 M provided for continuing medical education:**
  - Year 2 of FIU and UCF medical schools
  - Completion of FAU/UM Medical Partnership
  - Continuation funding for FSU medical school
  - Medical school support funding for UF and USF



# Centers of Excellence Funding Swept

- **\$87 M in Centers of Excellence funding swept for energy related projects and other initiatives:**
  - **\$50 M for Florida Energy Systems Consortium**
  - **\$8.5 M for FGCU Solar Field Installation**
  - **\$10 M for FIU Hurricane Damage Mitigation and Product Development**
  - **\$14.6 M for FSU Advanced Aero-Propulsion**



# Continuing Crisis

- Fiscal outlook continues to be bleak as March and April revenues are under the March estimates.
- Concerns regarding Lottery revenue projections.
- Best and brightest faculty leaving Florida.
- Class sizes will increase.
- Funding per student will decline approximately 5%.



# Combined Impact of Cuts and Inflation

Adjusted for inflation (just under 4%) . . .

- State funds per SUS student declined 9% in the core budget.
- State funds per SUS student declined 14% when special categories (IFAS, medical schools, Centers of Excellence) are included.
- Tuition per SUS student is estimated to increase by 2% (tuition is less than 1/3 of the budget).
- Total funding per SUS student declined 5% in the core budget, 9% overall.



# Comparative Data

Adjusted for inflation . . .

- State funds per K-12 student declined 11%.
- Local funds per K-12 student did not change.
- Overall funds per K-12 student declined 6%.
- State funds per community college student declined 14%.
- Tuition per community college student increased 2%.
- Total funding per community college student declined 8%.





# Funding Change From 07-08 to 08-09

	Core Budget: Unrestricted Approps. & Tuition	All State Funds and Tuition (Includes IFAS, Med. Schools)
State Funds	-5%	-10%
Tuition	6%	6%
Total Funds	-2%	-6%
SUS Enrollment	0%	0%
State Funds Per FTE	-5%	-10%
Tuition Per FTE	6%	6%
Total Funds Per FTE	-2%	-6%
Inflation-Adj State Funds Per FTE	-9%	-14%
Inflation-Adj Tuition Per FTE	2%	2%
Inflation-Adj Total Funds Per FTE	-5%	-9%