

University of California
2004-05 Governor's Budget
(\$ in millions)

2003-04 State General Fund Budget per State Budget Act prior to 2003-04	
Mid-Year Reductions	\$ 2,898.0
Increase Student Share of Funding for Educational Expenses and Reduce State Funds	
Increase undergraduate student fees \$500 (10%)--limit return to financial aid to 20%	\$ (63.6)
Increase graduate academic student fees \$2,088 (40%)--limit return to financial aid to 20%	(57.4)
Increase professional school fees to reduce State subsidy overall by 25%--no return to financial aid	(42.2)
Increase nonresident tuition \$2,746 (20%)--assumes 20% return to financial aid	(32.6)
Charge students an excess units fee for units that exceed a threshold of 10% above minimum number of credit units needed to graduate	<u>(9.3)</u>
(Note: A \$15.7 million unallocated mid-year reduction grows to \$47.2 million in the budget year and is included in the student fee increase offsets above.)	
Subtotal, State General Fund Cuts Offset by Increases in Student Fees	\$ (205.1)
Reduce Enrollment	
Reduce freshmen enrollment by 10% (3,200 FTE)	\$ (24.8)
Provide counselors for redirection of freshmen to community colleges	<u>1.6</u>
Subtotal, Enrollment-Related Changes	\$ (23.2)
Other Budget Cuts	
Increase student/faculty ratio from 19.7:1 to 20.7:1	(35.3)
Reduce academic and institutional support 7.5%	(45.4)
Reduce research 5%	(11.6)
Eliminate State funding for Institute for Labor and Employment (mid-year reduction of \$2 million grows to \$4 million in 2004-05)	(4.0)
Eliminate State funding for outreach (mid-year reduction of \$12.2 million grows to \$33.3 million in 2004-05)	(33.3)
Eliminate State funding for California Digital Project (K-12 Internet)	<u>(14.3)</u>
Subtotal, Other Budget Cuts	\$ (143.9)
Subtotal, All State General Fund Reductions	\$ (372.2)
Other Budget Adjustments and One-Time Actions	
Restore one-time \$80.5 million unallocated cut from 2003-04 budget	\$ 80.5
Provide one-time funds for UC Merced (increase one-time funding from \$7.3 million to \$10 million)	2.7
Funding for annuitant health care benefits cost increase	34.4
Lease revenue bond payments	<u>27.1</u>
Subtotal, Other Budget Adjustments and One-Time Actions	\$ 144.7
Partnership Funding Not Provided	
4% increase to the base for salaries, benefits, and other cost increases (\$114.2 million)	0
1% increase to the base for core needs (\$28.5 million)	0
Normal funding for 5,000 FTE enrollment growth (\$40.0 million)	0
Funding for State-funded summer instruction at four remaining campuses (\$31.0 million)	0