



Budget Development FY20-21

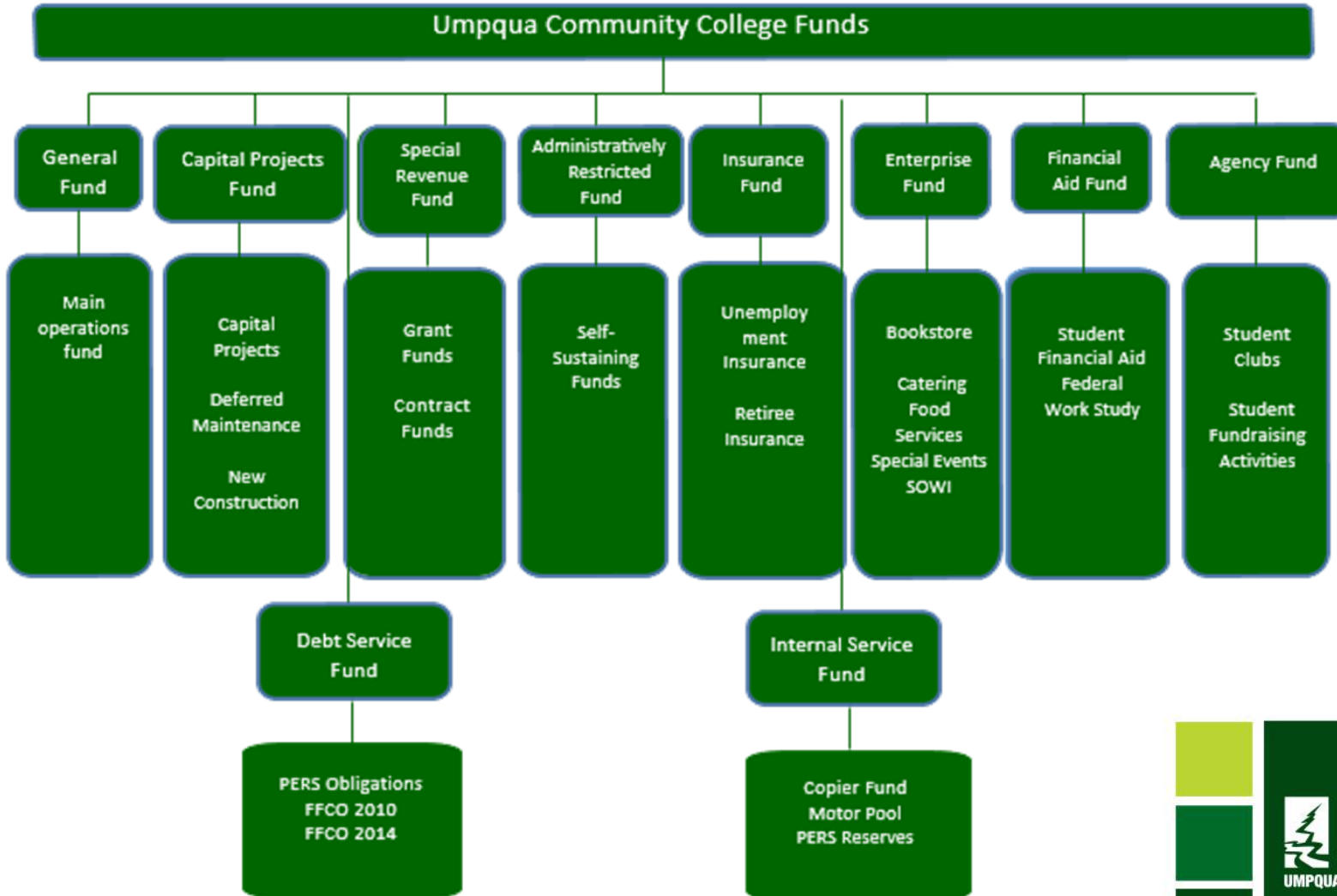


Presented by Natalya Brown, CFO
February 5, 2019





College's Budget





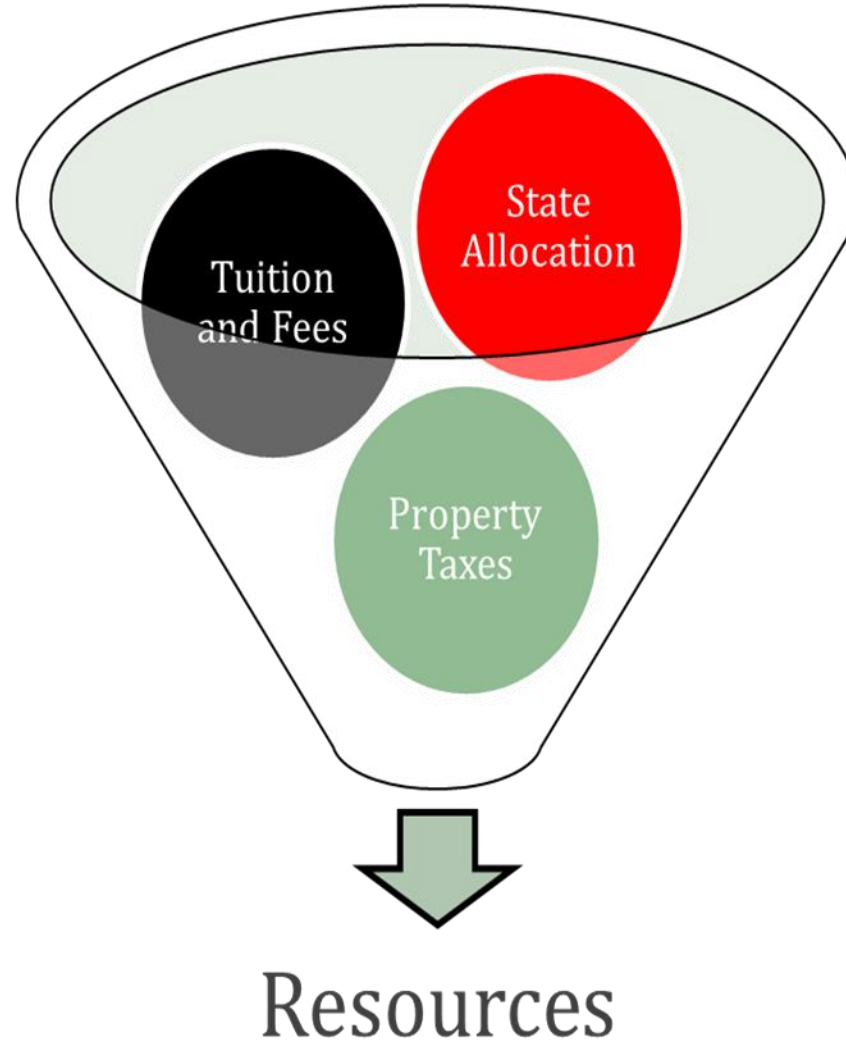
General fund

- Accounts for all operational activities of the College: instruction, instructional support, college support, student services.



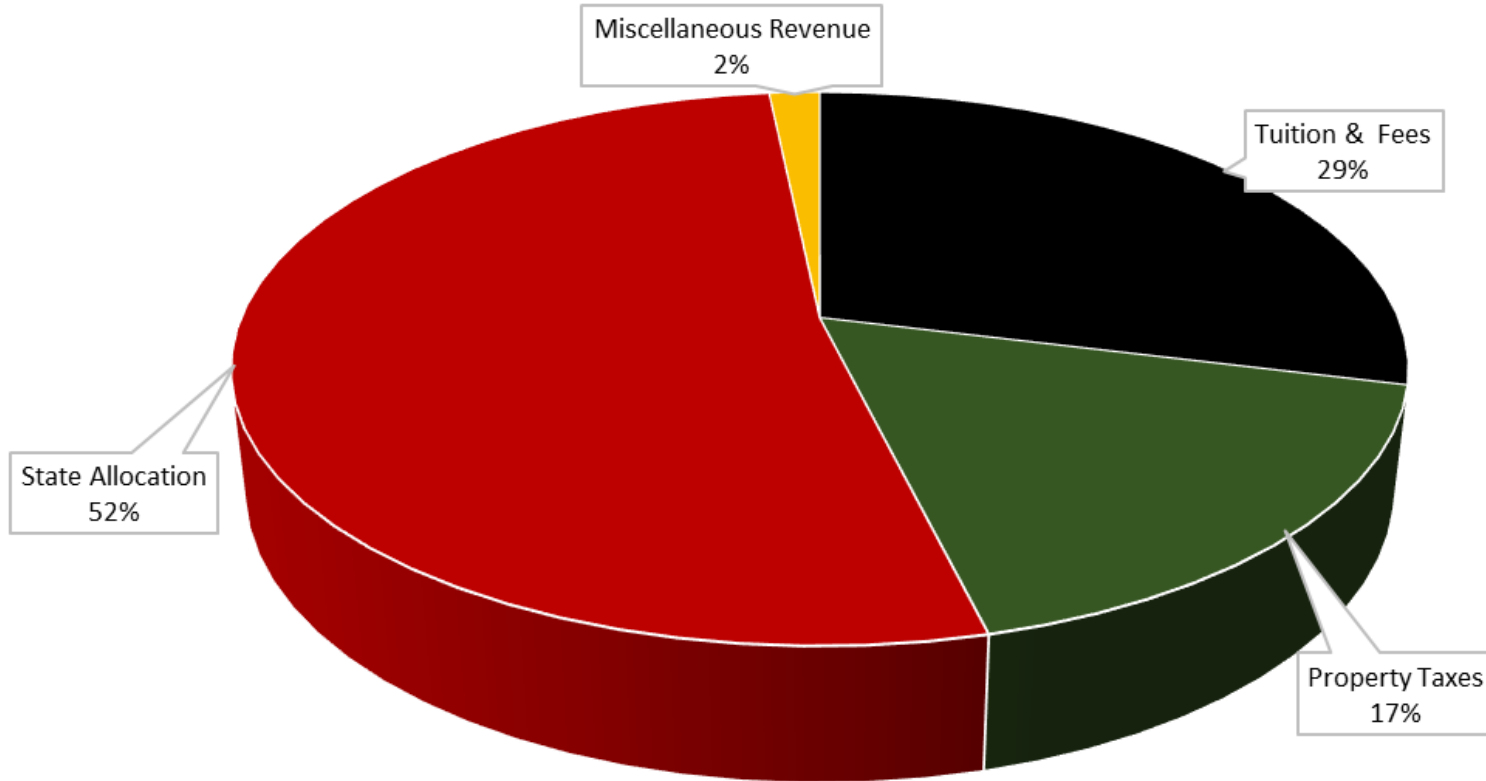


General fund resources






General fund resources



■ Tuition & Fees ■ Property Taxes ■ State Allocation ■ Miscellaneous Revenue






17 Colleges' Ask of the Oregon State Budget for FY20-21

- \$787 million consisting of:
 - \$647 million Current Service Level (CSL);
 - \$70 million to expand capacity of CTE programs;
 - \$70 million to support critical student services success programs
- This represents 38% increase from current funding of \$570 million





Governor's Proposed Budget for FY20-21

Governor's recommended budget released with 2 possible scenarios:

- 1. A "base budget" of \$543 million for community colleges -- 4.8 percent **below** the current 2017-19 budget. If this funding level were to be approved for the next biennium, it would mean steep tuition hikes for all of the community colleges in Oregon (upwards of 17.5-percent in each of the next two years) and deep cuts in expenses.
- 2. An "investment budget" of \$647 million for community colleges. This matches our own calculated CSL for 2020-21 and equates to a \$77 million or 13% increase over the current level of state funding, but is predicated on the state raising \$2 billion in new revenue (i.e. new taxes).





Next legislative steps

- The Governor's two budget scenarios have been now delivered to the state legislature for further development.
- State legislature can consider, adopt, modify, or develop another budget on their own.





Challenges for UCC's Budget

1. Timing of budget development:
 - required to pass budget by law by June 30;
 - must make many of our budgetary decisions long before we know our exact state budget allocation





Challenges for UCC's Budget

- The Legislative Fiscal Office has recommended to the legislature a community college funding level of \$590 million
- At this is the level of funding on which we have chosen to base our own budget development, **we estimate that our current projected budgets for the two years of this next biennium are approximately \$640,484 and \$ 1,019,718 out of balance.**





Challenges for UCC's Budget

- To resolve budget imbalances, UCC will be implementing a combination of tuition increases and cost reductions.
- In March, UCC will be bringing tuition increase recommendation to the Board of Education.





Advocating for community colleges

- Community college campuses across the state are facing the same challenge, and together we are working with our communities to tell our legislature about the critical need for strong financial support from the state.
- March 7 – caravan to State of Oregon.





Thank you!

