



## SUNY FREDONIA Proposed 2010-2011 Consolidated Operating Budget

### Overview

The SUNY Fredonia 2010-2011 Consolidated Operating budget totals \$95,590,850 which represents an increase of \$5,671,404 (6.31 percent) from the 2009-2010 Consolidated Operating budget of \$89,919,446. The University Operating budget reflects an increase of \$3,108,700 over the 2009-2010 budget. It includes funding for negotiated salary increases totaling \$3,055,100, which includes \$1,346,100 from the 2009-2010 fiscal year, and \$1,709,000 for 2010-2011. The budget also includes increased funding of \$125,400 for utilities, and \$94,100 in inflationary increases. As the result of a cut in New York State support, the University Operating budget begins the 2010-2011 fiscal year with a nearly \$5.4 million deficit. Campus reserves, tuition over enrollment, equipment funding, delays in hiring, and additional support from the Faculty Student Association and Residence Hall operations will be used to cover the shortfall. In addition, as part of a three-year plan to reduce staff by 5 percent, nine positions will be held vacant indefinitely to produce an expected savings of \$500,000 for the 2010-2011 fiscal year. These reductions, in addition to the 11.5 positions reduced last year, bring the total two-year reduction to 20.5 positions. The budget includes an additional 1.25 Full Time Equivalent (FTE) positions for Janitorial services: 1.00 FTE for the new Campus and Community Children's Center and .25 FTE for the SUNY Fredonia Technology Incubator. The budget also allows for a 1.00 FTE adjunct conversion line in Music Business.

### Planning Assumptions

Budget increases are recommended for the Residence Halls (Dormitory Income Fund Reimbursable-DIFR), the Faculty Student Association (FSA), Income Fund Reimbursable (IFR), and the State University Reimbursable Account (SUTRA). The key planning assump-



tions used to develop the year's budget include the following:

- The Public Higher Education Empowerment and Innovation Act will be passed by New York State Legislature.
- Budget based on approved N.Y. State funding of 5,215 Full Time Equivalent (FTE) students.
- The anticipated state operating budget shortfall will be \$5.4 million.
- Position reductions and delays in hiring, coupled with the use of campus reserves, equipment funding, tuition over enrollment funds, and additional support from the Faculty Student Association and Residence Hall operations, will be used to provide approximately \$5.4 million to balance this year's budget.
- As part of a three-year plan to reduce staffing by 5 percent, nine positions will be held vacant indefinitely in the 2010-2011 fiscal year. This will produce an expected savings of approximately \$500,000.
- All vacant positions resulting from the campus early retirement incentive will be held vacant for at least one year. In addition, the process of delaying all replacement hires by a minimum of six months will be continued through-out the 2010-2011 fiscal year at an expected savings of \$415,000.

***The Fredonia Plan serves as the major campus-wide planning blueprint designed to further improve campus performance in five strategic areas: student learning, scholarship and creative activities, campus diversity, technology, and image.***



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- The Faculty Student Association will provide an additional \$300,000 in funding support to the university.
- Residence Hall operations will provide an additional \$300,000 in funding support to the university.
- Only 30 percent of the 2009-2010 tuition increase will be available to the campus. N.Y. State will take 70 percent of the tuition increase as a budget cut.
- Based on SUNY's 50/50 blended state support/financial plan scenario, Fredonia is anticipating a \$2,411,200 budget cut in N.Y. State support as part of a \$118.7 million cut to SUNY. In addition, a \$650,200 budget cut is expected as part of a \$33.5 million "gap closing" state-wide personal service action target.
- The top two budget priorities remain no lay-offs and funding for all course sections.
- SUNY Fredonia Operating budget (49.20 percent).
- Residence Hall (DIFR) Operating budget (16.16 percent).
- Faculty Student Association (FSA) budget (20.19 percent).
- Income Fund Reimbursable (IFR) budget (10.90 percent).
- State University Tuition Reimbursable (SUTRA) budget (3.09 percent).
- Fredonia College Foundation budget (0.45 percent).

The budget contains all anticipated funds except for employee fringe benefit costs, research grants and capital construction projects. Fringe benefits are paid through a SUNY System Administration account and are estimated at \$18.1 million. This estimate is based on projected personal service expenses of \$37.4 million and a fringe benefit rate of 48.43 percent. Research grants are estimated to total \$3 million in 2010-2011 and capital construction projects should exceed \$20 million during the 2010-2011 fiscal year. These three budget components increase the total campus budget for 2010-2011 to \$136,690,850.

The 2010-2011 academic year contains no tuition increases. Campus charges for residence hall rooms, meal plans, and the Student Services and Program Charge will increase by \$519 annually. As a result, the direct cost for an on-campus undergraduate student will increase from \$15,589 to \$16,108 – an increase of 3.33 percent. A summary of all direct college costs for the 2010-2011 academic year is presented as follows:

Major sources of income for the 2010-2011 Consolidated University budget include:

- 33.40 percent from university revenues including budget shortfall (32.06 percent in 2009-2010).
- 20.19 percent from the Faculty Student Association (20.49 percent in 2009-2010).
- 16.16 percent from Residence Hall operations (16.47 percent in 2009-2010).
- 15.80 percent from New York State support (16.79 percent in 2009-2010).

The six components within the SUNY Fredonia Consolidated Operating budget and their percentage of the total budget include:

Annual Costs	2010-2011	2009-2010	Change	Percent
Tuition (N.Y. State Undergraduate)	\$4,970.00	\$4,970.00	\$0.00	0.00%
College Fee	25.00	25.00	0.00	0.00%
Residence Hall (Double Room)	5,950.00	5,650.00	300.00	5.31%
Meal Plan	3,860.00	3,680.00	180.00	4.89%
Student Services and Program Charge	1,303.00	1,264.00	39.00	3.09%
<b>Annual Cost</b>	<b>\$16,108.00</b>	<b>\$15,589.00</b>	<b>\$519.00</b>	<b>3.33%</b>