AUDIT AND FINANCE COMMITTEE
Wednesday, February 25, 2009


PROPOSED COMMITTEE ACTION
Information Only.

BACKGROUND INFORMATION
Based upon lower than projected state revenues, the Board of Governors and Florida Atlantic University are anticipating and preparing for additional budget reductions for 2008-2009.

IMPLEMENTATION PLAN/DATE
Upon Legislative action during the 2009 session.

FISCAL IMPLICATIONS
Florida Atlantic University will be required to adjust its 2008-2009 Educational and General Operating Budget in accordance with Legislative proviso language.


Presented by: Dr Kenneth A. Jessell, Vice President for Financial Affairs    Phone: 561-297-3266
### State University System of Florida
#### House and Senate Conference Report Reductions
##### 2008-09

<table>
<thead>
<tr>
<th>University</th>
<th>2008-09 Total Appropriation</th>
<th>Recurring Reductions (GR + Lottery)</th>
<th>Non-Recurring Reductions (GR + Lottery)</th>
<th>Total Reductions to State</th>
<th>Reductions Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>UF*</td>
<td>$482,896,291</td>
<td>($19,114,183)</td>
<td>($201,667)</td>
<td>($19,315,850)</td>
<td>-4.00%</td>
</tr>
<tr>
<td>UF-IFAS</td>
<td>$134,542,337</td>
<td>($5,328,303)</td>
<td>($53,391)</td>
<td>($5,381,694)</td>
<td>-4.00%</td>
</tr>
<tr>
<td>FSU*</td>
<td>$353,409,318</td>
<td>($13,998,873)</td>
<td>($137,500)</td>
<td>($14,136,373)</td>
<td>-4.00%</td>
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<tr>
<td>FAMU</td>
<td>$116,487,366</td>
<td>($4,613,928)</td>
<td>($45,566)</td>
<td>($4,659,494)</td>
<td>-4.00%</td>
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<tr>
<td>USF*</td>
<td>$303,951,983</td>
<td>($12,014,888)</td>
<td>($143,192)</td>
<td>($12,158,080)</td>
<td>-4.00%</td>
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<tr>
<td>USF - ST. PETE</td>
<td>$27,358,214</td>
<td>($1,094,329)</td>
<td>$0</td>
<td>($1,094,329)</td>
<td>-4.00%</td>
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<tr>
<td>USF - SAR/MAN</td>
<td>$14,586,088</td>
<td>($583,444)</td>
<td>$0</td>
<td>($583,444)</td>
<td>-4.00%</td>
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<tr>
<td>FAU</td>
<td>$176,923,831</td>
<td>($7,008,235)</td>
<td>($68,718)</td>
<td>($7,076,953)</td>
<td>-4.00%</td>
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<tr>
<td>UWF</td>
<td>$66,569,459</td>
<td>($2,636,438)</td>
<td>($26,340)</td>
<td>($2,662,778)</td>
<td>-4.00%</td>
</tr>
<tr>
<td>UCF*</td>
<td>$278,374,233</td>
<td>($11,029,813)</td>
<td>($105,156)</td>
<td>($11,134,969)</td>
<td>-4.00%</td>
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<tr>
<td>FIU*</td>
<td>$225,884,645</td>
<td>($8,952,074)</td>
<td>($83,311)</td>
<td>($9,035,385)</td>
<td>-4.00%</td>
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<tr>
<td>UNF</td>
<td>$86,864,621</td>
<td>($3,441,765)</td>
<td>($32,821)</td>
<td>($3,474,586)</td>
<td>-4.00%</td>
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<tr>
<td>FGCU</td>
<td>$53,198,119</td>
<td>($2,107,790)</td>
<td>($20,135)</td>
<td>($2,127,925)</td>
<td>-4.00%</td>
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<tr>
<td>NCF</td>
<td>$17,217,538</td>
<td>($681,520)</td>
<td>($7,181)</td>
<td>($688,701)</td>
<td>-4.00%</td>
</tr>
<tr>
<td><strong>University Subtotal:</strong></td>
<td><strong>$2,338,264,043</strong></td>
<td><strong>($92,605,583)</strong></td>
<td><strong>($924,978)</strong></td>
<td><strong>($93,530,561)</strong></td>
<td>-4.00%</td>
</tr>
</tbody>
</table>

- Moffitt Cancer Center $11,718,645 ($703,119) $234,373 ($468,746) -4.00%
- Inst. Hum./Mach. Cognition $1,600,000 ($79,225) ($16,775) ($96,000) -6.00%
- Distance Learning $334,026 ($20,042) $0 ($20,042) -6.00%
- Centers of Excellence
  - FSU Advanced Aero-Propulsion $14,570,225 $0 ($3,642,556) ($3,642,556) -25.00%
  - FIU Hurricane Damage Mitigation $10,006,955 $0 ($2,501,739) ($2,501,739) -25.00%
- Florida Energy Consortium
  - UF $15,000,000 $0 ($3,750,000) ($3,750,000) -25.00%
  - FSU $8,750,000 $0 ($2,187,500) ($2,187,500) -25.00%
  - USF $8,750,000 $0 ($2,187,500) ($2,187,500) -25.00%
  - UCF $8,750,000 $0 ($2,187,500) ($2,187,500) -25.00%
  - FAU $8,750,000 $0 ($2,187,500) ($2,187,500) -25.00%
  - FGCU Solar Energy Field** $8,500,000 $0 ($1,000,000) ($1,000,000) -11.76%
- **SUS Total:** $2,434,993,894 ($93,407,969) ($20,351,675) ($113,759,644) -4.67%

* Appropriation includes health science centers and/or medical school.

** Fixed Capital Outlay Project

Proviso language from SPB 8022A states in part:

"Each university board of trustees may allocate their institution's reductions across their institution's Educational and General Activities category and their medical program category. Each board of trustees shall provide to the Board of Governors the allocation of reductions by category prior to March 1, 2009."

"Each university board of trustees is given flexibility to make necessary reductions to its operating budget. Each board shall develop and implement a reduction plan that minimizes reductions to classroom instruction. If any board plan reduces individual programs or projects with the university by more than 10 percent, written notification shall be provided to the Executive Office of the Governor, the President of the Senate, and the Speaker of the House of Representatives."
2008-09 BUDGET REDUCTIONS

SPECIAL LEGISLATIVE SESSION

UNIVERSITY LEGISLATIVE REDUCTIONS

General Revenue $6,411,641
Lottery $665,312

TOTAL EDUCATIONAL AND GENERAL $7,076,953

OTHER LEGISLATIVE REDUCTIONS

Florida Energy Consortium $2,187,500 VETOED
Autism Program $39,809 VETOED

2008-09 BUDGET IMPACT

LEGISLATIVE BUDGET REDUCTION—E&G $7,076,953

Reserve—Academic Affairs (2,100,000)
Reserve—Tuition Increase (1,400,000)
Reserve—Interest (convenience fee) (500,000)

Additional Funds Needed $3,076,953*

*To be covered by non-recurring funds in 2008-09; recurring funds in 2009-10.