

## **Overview Of Governor's Budget For Public Higher Education And The Impact On The University Of South Florida (Updated 01/31/03)**

### **BUDGET REDUCTIONS - \$148.8M**

- \$111.5M reduction to General Revenue (approximately 6% of GR)
  - USF estimated share is \$16.6M
- \$37.3M reduction to general revenue that will be offset by 7.5% tuition increase
  - USF estimated share is \$4.8M

### **HEALTH SCIENCES CENTER**

- General Revenue funding of \$2.5M for USF-HSC will be replaced with trust fund authority. The Agency for Health Care Administration is authorized to seek and receive additional budget authority to implement the expansion of existing programs utilizing increased federal reimbursement through upper payment limit provisions.

### **ACCESS**

- No funding for enrollment growth
  - USF over-enrolled by more than 1,200<sup>1</sup> students; using last year's \$/FTE this is approximately \$5M in state funding that we will not receive.

### **TUITION INCREASE**

- 7.5% across the board tuition increase to be used to offset a \$37.3M reduction
  - USF estimated share is \$4.8M
- Up to a 5% discretionary tuition increase for in-state undergraduate only
  - USF estimated share is \$2.3M
- Governor recommends full flexibility for all out-of-state, in-state graduate, and in-state professional degree students.

### **ANNUALIZATION OF SALARY INCREASES**

- Funding for annualization of the 2002-03 salary increases provided. No funding provided in 2003-04 for an across- the-board salary increase.
  - USF estimated share \$1.6M (including Phosphate Research Trust Fund)

### **PLANT, OPERATIONS AND MAINTENANCE (PO&M)**

- No funding for PO&M for new space
  - USF requested approximately \$534k for the following projects:
    - Gibbons Alumni Center      \$144,242
    - Engineering III                \$ 35,492
    - Natural Sciences                \$ 354,573
- \$1.5M funding recommended for phased-in space
  - USF does not anticipate receiving any of the phased-in funding.

### **PECO**

- \$89.7M is recommended for universities as continuation funding for projects that have already started. No funding is recommended for new projects.
  - Continuation projects for USF are:
    - Chemistry Building Remodeling      \$3.95M
    - Health Care and Education Center      \$5.28M
    - Lakeland Joint Use Facility              \$4.59M

### **CHALLENGE GRANTS**

- \$79.1M (one-time funding) recommended for Facilities Challenge Grants for universities and \$27.6M is for community colleges.

### **POLICY ISSUE – (Bright Futures)**

- The Governor is recommending funding for Bright Futures at the current year tuition rates and is proposing that the universities cover the difference (i.e. the 12.5% tuition increase) from other funding sources.
  - USF will have to cover approximately \$2.2M from other sources.

### **PASS-THRU**

- Funding (\$1.6M) for the Minority Participation in Legal Education (MPLE) will be transferred from USF to the Department of Education Office of Student Financial Aid.
- Funding for the Moffitt Cancer Center (\$10.9M) will be transferred to the Agency for Health Care Administration.

<sup>1</sup> Over-Enrollment by Campus:

Tampa	862
St. Petersburg	156
Sarasota/Manatee	66
Lakeland	145