

**CALIFORNIA STATE UNIVERSITY
SAN BERNARDINO**

FY 2025-26 Operating Budget

Governor's Proposed Budget – January 2025

University Budget Advisory Committee (UBAC)

February 28, 2025



CSUSB

WE DEFINE THE *Future*

GOVERNOR'S JANUARY 2025-26 BUDGET

The Governor's Preliminary Budget Proposal was released on January 10, 2025

The 2025-26 Governor's Budget proposes spending of \$322.2 billion from the following state funds:

- \$228.9 billion from the General Fund
 - \$86.8 billion from special funds, and
 - \$6.5 billion from bond funds
- ✓ Higher Education budget is 7.4% (\$24 billion)
 - ✓ CSU's total budget is 21.3% (\$5.1 billion)

Despite greater-than-expected state revenue, the State is forecasting operating deficits through FY 28/29

GOVERNOR'S JANUARY 2025-26 BUDGET

- The CSU's budget outlook for FY 25/26 remains unchanged as indicated in FY 24/25 enacted budget
- 7.95% Base Budget Reduction – **CSUSB Share - \$15.4M**
- Additionally, the FY 25/26 compact funding (\$252M) will be deferred to FY 27/28
- CSUSB's budget impact will be substantial for FY 25/26
- CSUSB plans to manage the budget deficit with various mitigation strategies
 - ✓ Hiring reductions and the elimination of positions (including 10 MPPs)
 - ✓ Incremental increases in class sizes and cancellation of underenrolled class sections
 - ✓ Reduced discretionary faculty reassigned time
 - ✓ Reduced tenure-line faculty recruitment and contingent faculty workforce
 - ✓ Reduction of service levels due to staffing reductions
 - ✓ Reduction of state-funded travel
 - ✓ Organizational restructuring because of reductions in administrative personnel
 - ✓ Reductions in OE&E funding, increased scrutiny of non-essential purchases, limited funds for new initiatives, deferral of capital and maintenance projects, etc.

MULTI-YEAR BUDGET

Assumptions:

1. \$375M State Base Budget Reduction (CSUSB's share: \$15,334,000)
2. Deferral of the \$252,000,000 FY 2025-26 CSU Compact to FY 2027-28

	FY 2023-24	FY 2024-25	FY 2025-26
CO Prior Year Allocation	159,914,000	168,188,000	185,489,000
CO Current Year Allocation (De-allocation)	8,274,000	17,301,000	(15,334,000)
Reinstate \$75 M Cut from State	-	-	4,048,000
Total CO GF Appropriation	168,188,000	185,489,000	174,203,000
Total Campus-Generated Revenue	104,452,868	107,514,297	111,332,896
Total Revenue for CSUSB	272,640,868	293,003,297	285,535,896
Planning Year Budget Increase (Decrease)	1,270,035	20,362,429	(7,467,401)
Planning Year Budget Commitment			
Planning Year's Compensation Costs	3,709,018	17,703,000	485,000 ¹
Campus Mandatory Costs (Health/Retirement/Insurance Costs)	5,391,000	6,311,000	6,942,100
Student Success	2,183,000	1,412,000	-
Campus Other Commitments	386,655	3,371,358	1,000,000
CO Mandated Programs	-	856,504	-
SUG Adjustment	800,000	9,859,000	1,272,866
2023-2028 Strategic Planning	-	1,266,800	1,000,000
Total Campus Commitments	12,469,673	40,779,662	10,699,966
Budget Surplus/ (Deficit)	(11,199,638)	(20,417,233)	(18,167,367)
Deficit Mitigation	11,199,638	20,417,233	-
Ending Balance	-	-	(18,167,367)

Footnote:

¹ CSUEU's Step Structure is not contingent upon FY 25/26 Compact Funding

PROPOSED DEFICIT MITIGATION - FY 2025-26

Division	Proposed Deficit Mitigation
President	(103,961)
Academic Affairs Division	(8,516,574)
Student Affairs Division	(895,730)
Finance, Tech, & Ops Division	(3,068,833)
University Advancement Div	(447,856)
Human Resources Division	-
Strategic Enrl Mgmt/Mktg Div	-
Central - Salary Related Benefit	(5,134,412)
Budget Reductions	(18,167,367)

Footnote:

HR and SEMM remain unharmed

IMPACT - FY 2025-26 DEFICIT MITIGATION

Presentations by Division Vice Presidents/Provost

- ✓ Academic Affairs
- ✓ Student Affairs
- ✓ Finance, Technology and Operations
- ✓ University Advancement



ANY
QUESTIONS



CSUSB

WE DEFINE THE *Future*