

California State University Maritime Academy  
Budget Summary  
January 2020

# California Budget Update January 2020

- Governor's Proposed Budget January 10<sup>th</sup>
- Informational Hearings in Assembly/Senate
- Final Decisions in May and June
- July Final FY2020-21 Budget

# FY 2020-21 Governor's Proposed Budget Summary of the Spending Plan

## Highlights

- Total State Funds spending plan \$222.2B ; consisting of \$153B General Fund, \$63.8B Special Funds, \$5.4B Bond Funds
- State Budget focus continues with building reserves and making strategic investments that promote opportunity, address affordability, and strengthen readiness and emergency capabilities.
- Total Reserves are projected to be \$21B
  - \$18B is set aside for the State Rainy Day Fund
- Funding Increases for many Existing State Programs:
  - 5% growth for higher education:
    - **Ongoing funding – CSU 5% increase to the base for \$199M** & UC \$217.7M
    - **Onetime funding – CSU \$6M to expand degree & certificate programs** & UC \$55.3M
- Affordability and Opportunity
  - Increase Access to Housing and Services
  - Higher wages for Californians, Investing in Inland California, Transition to Carbon Neutrality
  - Support Business Creation, Invest in Infrastructure
  - Medi-Cal Healthier California for All

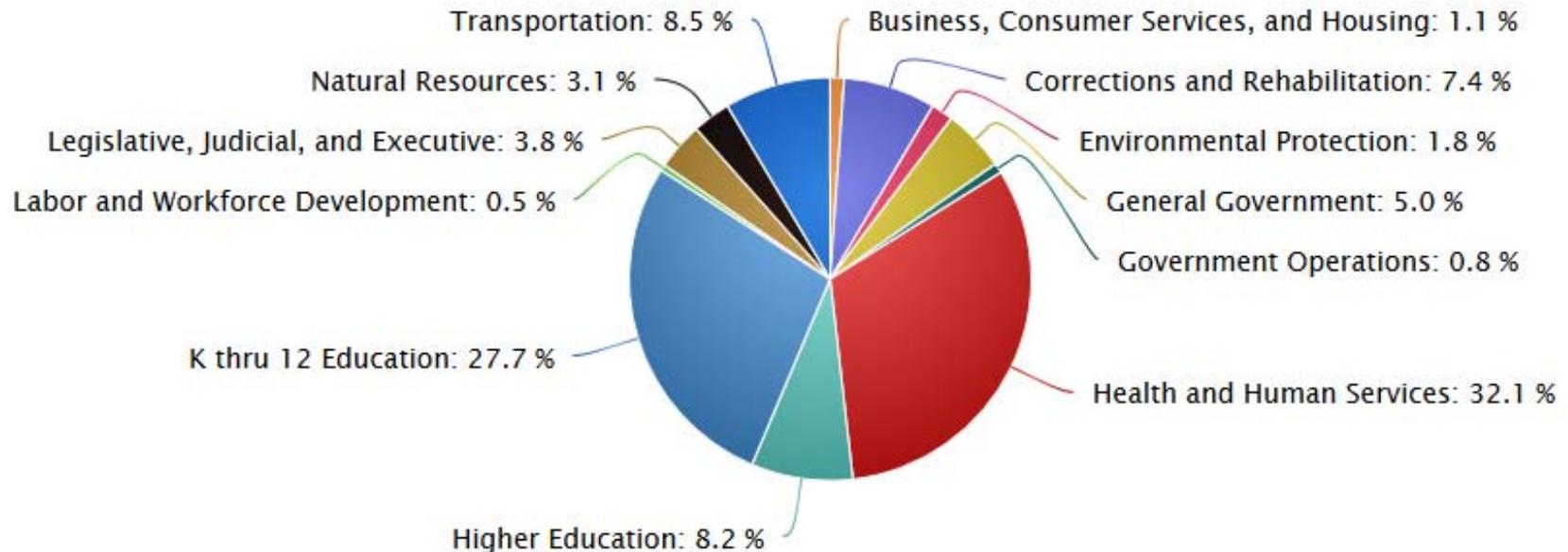
Note: Numbers may not add due to rounding



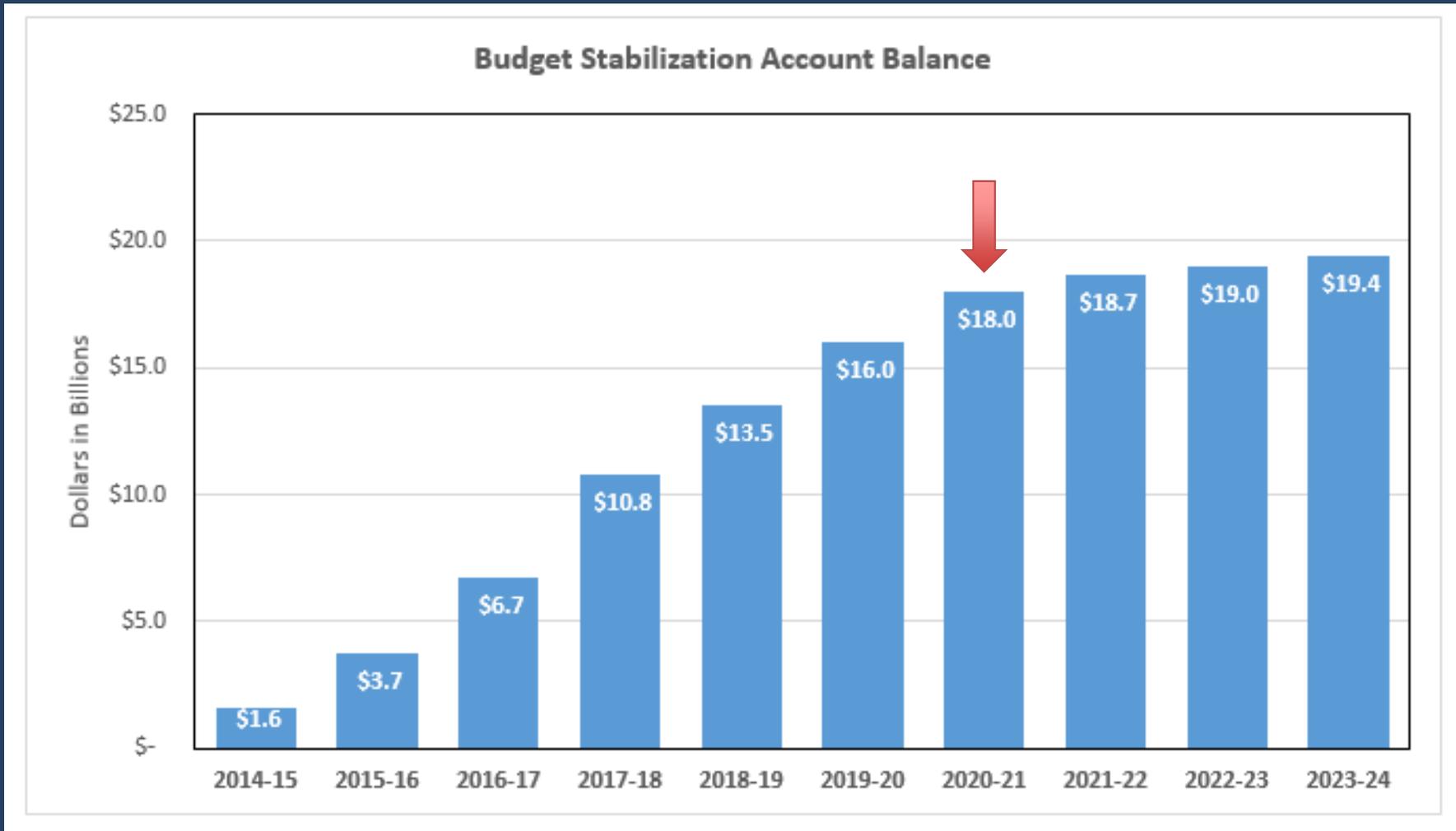
# California Budget – Total State Funds January 2020



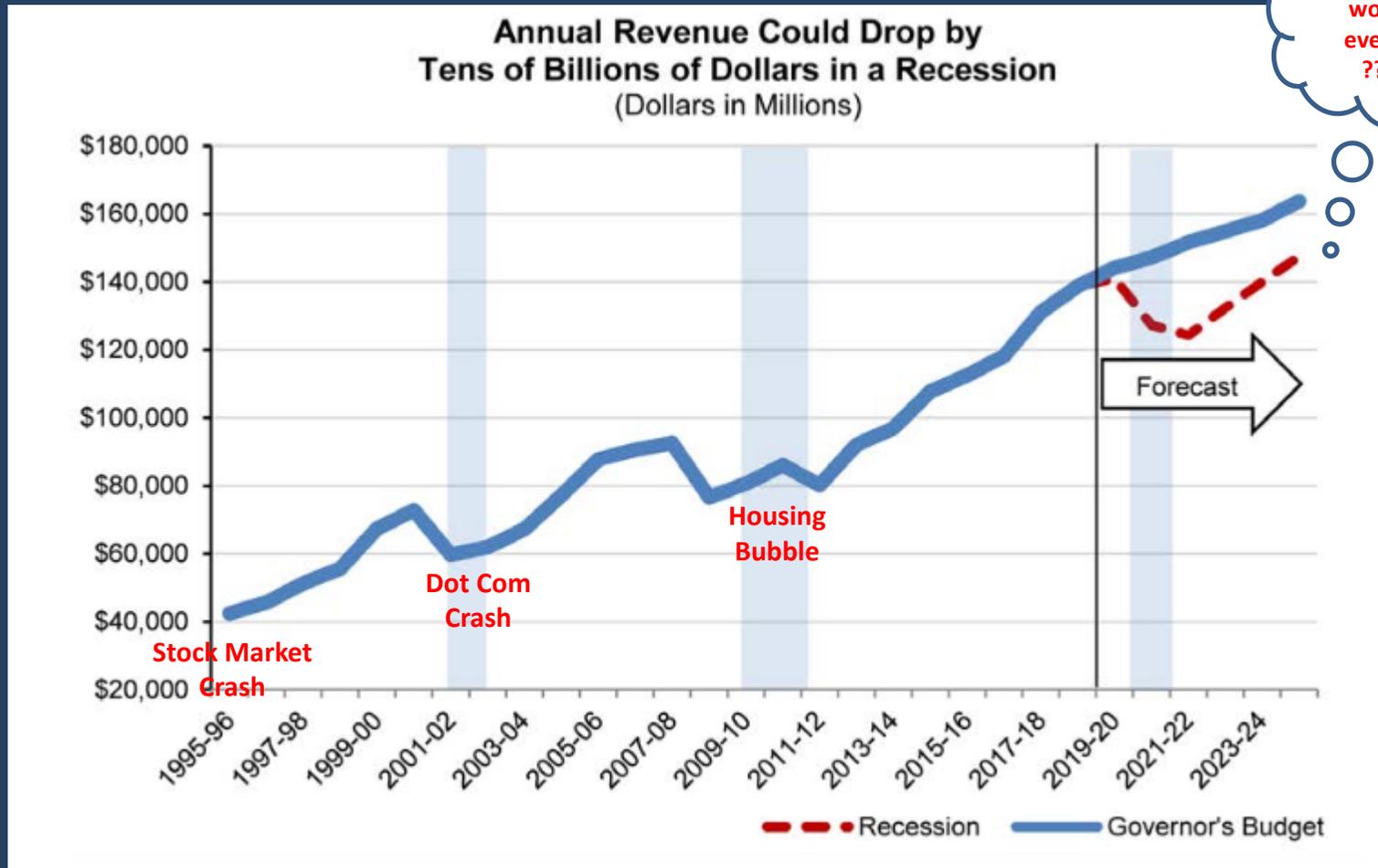
## Total State Funds Total \$222 Billion



# FY 2020-21 Governor's Proposed Budget Rainy Day Fund



# Unpredictable Capital Gains



# Unpredictable Capital Gains

**Capital Gains Revenue  
As a Percent of General Fund Tax Revenues**  
(Dollars in Billions)

Annual Values	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018 <sup>est</sup>	2019 <sup>est</sup>	2020 <sup>est</sup>
Capital Gains Realizations	\$132.0	\$56.3	\$28.8	\$55.3	\$52.1	\$99.9	\$79.9	\$115.5	\$120.1	\$113.2	\$143.6	\$153.1	\$154.9	\$151.0
Tax Revenues from Capital Gains	\$10.9	\$4.6	\$2.3	\$4.7	\$4.2	\$10.4	\$7.6	\$11.3	\$11.8	\$11.5	\$14.1	\$15.2	\$15.3	\$14.8
Fiscal Year Values	07-08	08-09	09-10	10-11	11-12	12-13	13-14	14-15	15-16	16-17	17-18	18-19	19-20	20-21
Tax Revenues from Capital Gains	\$9.0	\$3.9	\$3.0	\$4.5	\$6.0	\$9.6	\$8.7	\$11.5	\$11.7	\$12.3	\$14.4	\$15.2	\$15.1	\$14.7
Total General Fund Tax Revenues <sup>1/</sup>	\$101.3	\$81.7	\$86.6	\$92.0	\$85.3	\$97.6	\$103.0	\$113.8	\$118.9	\$122.1	\$135.1	\$142.9	\$148.5	\$151.7
Capital Gains Percentage	8.9%	4.7%	3.4%	4.9%	7.1%	9.8%	7.5%	10.1%	9.9%	10.0%	10.7%	10.7%	10.2%	9.7%

<sup>1/</sup>Excluding transfers.

<sup>est</sup>Estimated



Note: Numbers may not add due to rounding Source: Governor's Budget 2018-19 (Proposed Budget Summary) <http://www.ebudget.ca.gov/budget/2018-19/#/BudgetSummary>

# FY 2020-21 Governor's Proposed Budget Summary of General Fund Tax Revenue Sources

(Dollars in Millions)

	General Fund	Special Funds	Total	Change From 2019-20
<b>Personal Income Tax</b>	\$102,878	\$2,376	\$105,254	\$1,172
<b>Sales and Use Tax</b>	28,243	12,752	40,995	1,540
<b>Corporation Tax</b>	16,007	-	16,007	702
Highway Users Taxes	-	8,794	8,794	415
Insurance Tax	3,117	-	3,117	94
Alcoholic Beverage Taxes and Fees	389	-	389	6
Cigarette Tax	58	1,938	1,996	(9)
Motor Vehicle Fees	38	10,359	10,397	391
Other	2,864	22,118	24,982	(1,739)
<b>Subtotal</b>	<b>\$153,594</b>	<b>\$58,337</b>	<b>\$211,931</b>	<b>\$2,572</b>
Transfer to the Budget Stabilization Account/Rainy Day Fund	(1,959)	1,959	-	-
<b>Total</b>	<b>\$151,635</b>	<b>\$60,296</b>	<b>\$211,931</b>	<b>\$2,572</b>

Note: Numbers may not add due to rounding

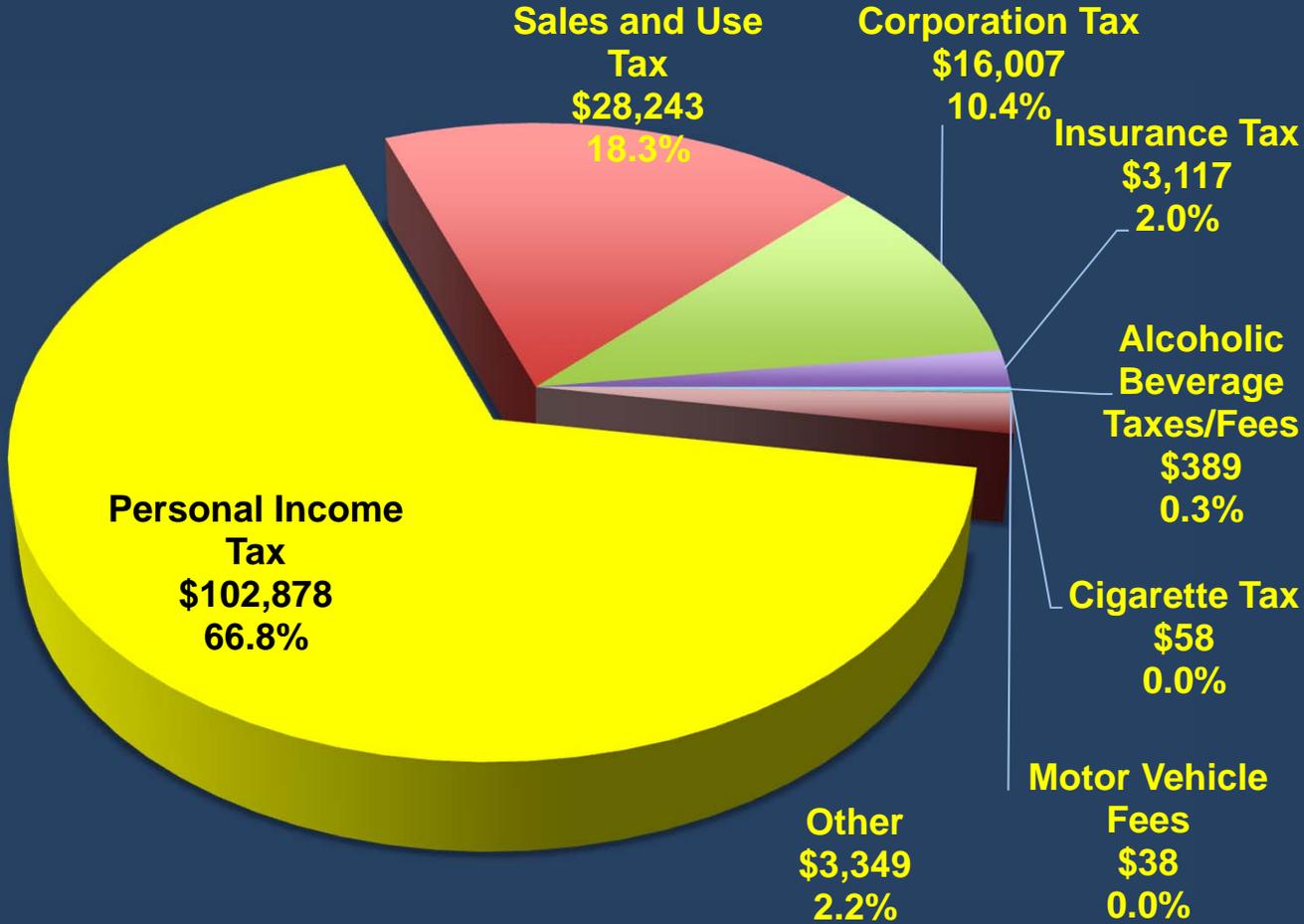


Source: Governor's Budget 2019-20 (Proposed Budget Summary) <http://www.ebudget.ca.gov/budget/2019-20/#/BudgetSummary>

# FY 2020-21 GOVERNOR'S BUDGET SUMMARY

## GENERAL FUND TAX REVENUE SOURCES AND TRANSFERS\*

(IN MILLIONS)



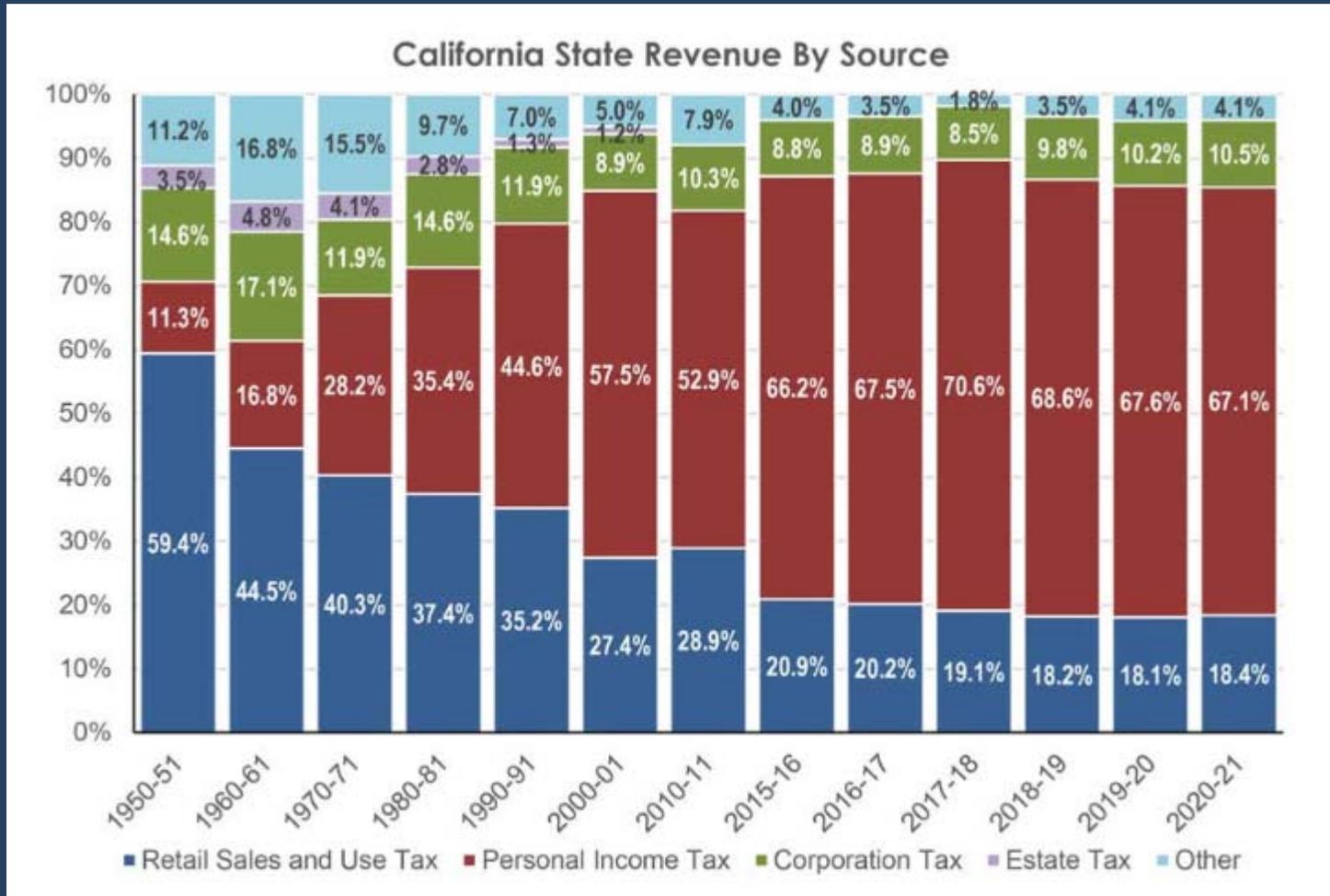
**Total: \$151.64 Billion**

Note: Numbers may not add due to rounding  
 \*excludes \$1,959 million transfer to Rainy Day Fund



# FY 2020-21 GOVERNOR'S BUDGET SUMMARY

## GENERAL FUND TAX REVENUE SOURCES AND TRANSFERS\*



# FY 2020-21 GOVERNOR'S BUDGET SUMMARY

## GENERAL FUND LONG-TERM REVENUE FORECAST

(IN BILLIONS)

	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	Average Year-Over- Year Growth
Personal Income Tax	\$98.6	\$101.7	\$102.9	\$106.1	\$108.1	\$110.0	2.2%
Sales and Use Tax	26.1	27.2	28.2	29.0	29.7	30.4	3.1%
Corporation Tax	14.1	15.3	16.0	16.5	17.0	17.6	4.6%
<b>Total</b>	<b>\$138.8</b>	<b>\$144.2</b>	<b>\$147.1</b>	<b>\$151.5</b>	<b>\$154.7</b>	<b>\$158.0</b>	<b>2.6%</b>

Note: Numbers may not add due to rounding.

# FY 2020-21 GOVERNOR'S BUDGET SUMMARY

## TOTAL STATE EXPENDITURES BY AGENCY

(Dollars in Millions)

	General Fund	Special Funds	Bond Funds	Totals
Legislative, Judicial, Executive	\$4,520	\$3,915	\$554	\$8,989
Business, Consumer services & Housing	348	1,023	1,083	2,454
Transportation	240	17,828	628	18,696
Natural Resources	3,812	1,769	1,092	6,674
Environmental Protection	140	3,769	18	3,927
Health and Human Services	47,454	23,779	-	71,233
Corrections and Rehabilitation	13,387	3,130	-	16,517
K-12 Education	59,639	428	1,541	61,608
<b>Higher Education</b>	<b>17,509</b>	<b>195</b>	<b>419</b>	<b>18,122</b>
Labor and Workforce Development	159	880	-	1,039
Government Operations	1,413	351	8	1,772
General Government				
Non-Agency Departments	987	1,856	8	2,851
Tax Relief/Local Government	432	3,005	-	3,437
Statewide Expenditures	3,043	1,832	1	4,876
<b>Total</b>	<b>\$153,083</b>	<b>\$63,758</b>	<b>\$5,352</b>	<b>\$222,193</b>

Note: Numbers may not add due to rounding



Source: Governor's Budget 2012-21 (Proposed Budget Summary) <http://www.ebudget.ca.gov/budget/2020-21/#/BudgetSummary>

# California Budget – General Fund 2020-21 Revenue and Expenditures

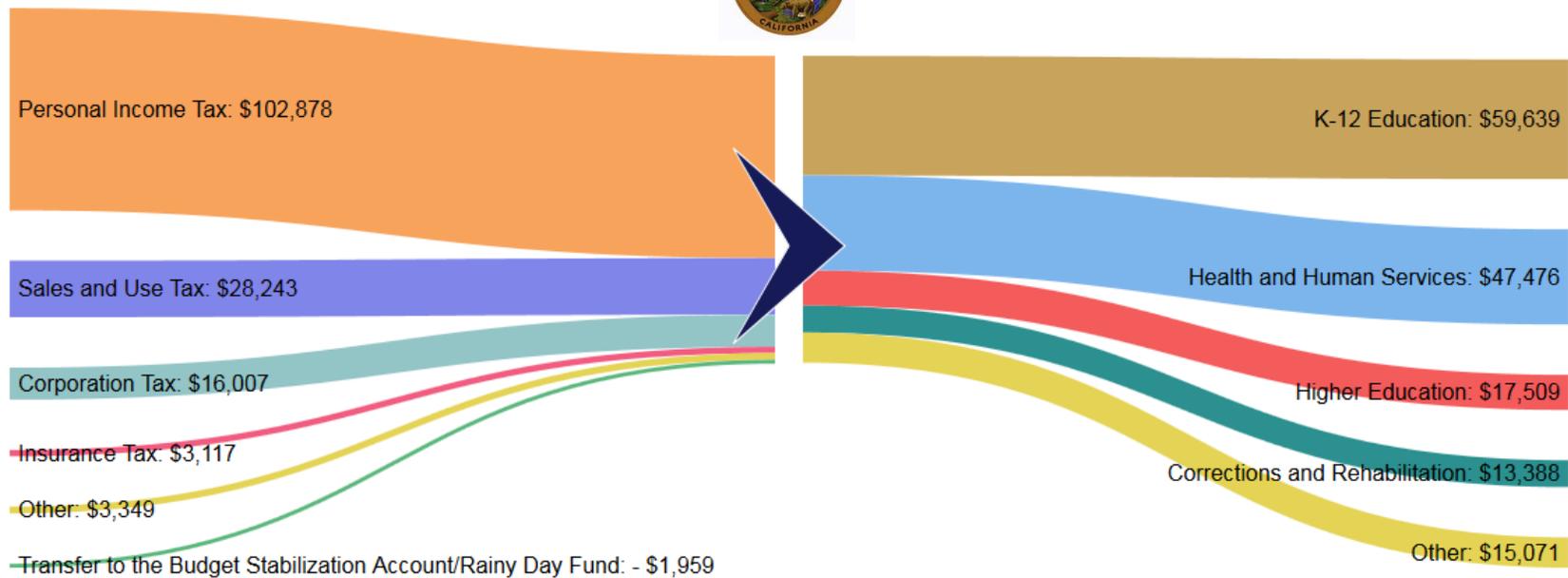
## General Fund Revenues vs Expenditures

(Dollars in Millions)

REVENUES  
Total: \$151,635



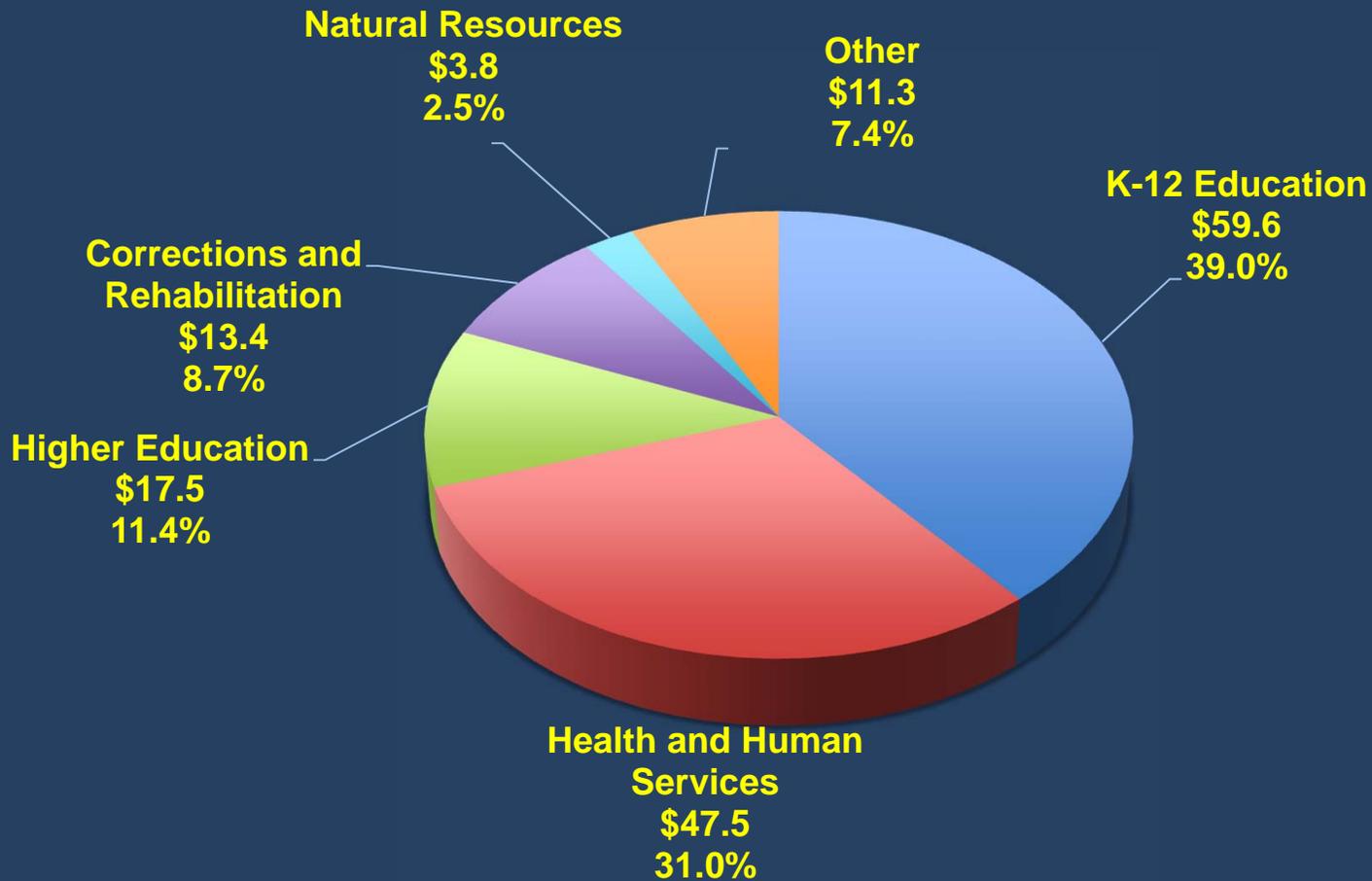
EXPENDITURES  
Total: \$153,083



# FY 2020-21 GOVERNOR'S BUDGET SUMMARY

## GENERAL FUND EXPENDITURES BY AGENCY

(IN BILLIONS)

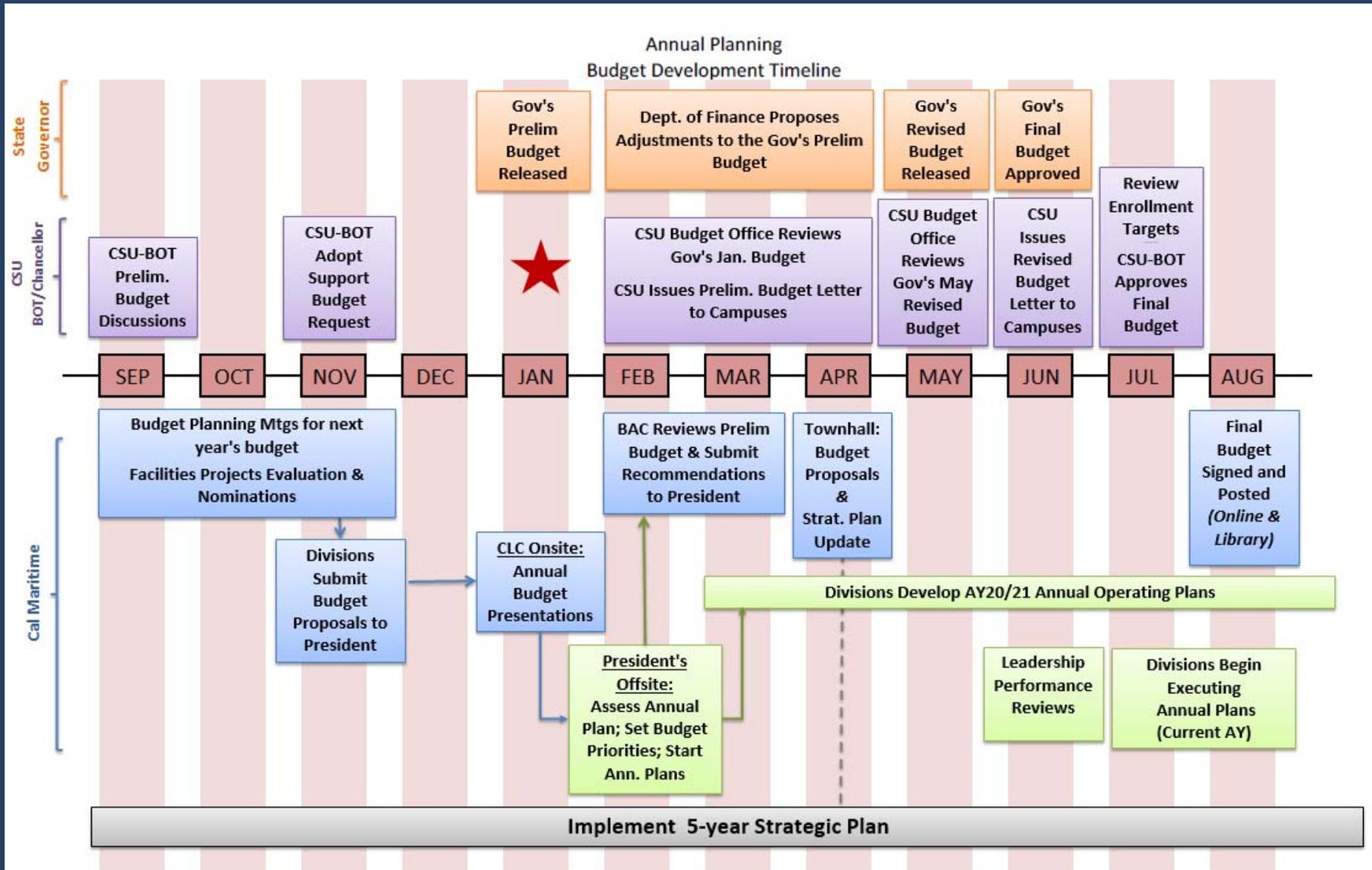


**Total: \$153.1 Billion**

Note: Numbers may not add due to rounding



# Cal Maritime Budget Process



## CSU Budget Update

- Governor's Budget – \$205 million increase for CSU
  - \$199 Million on-going – 5% increase
  - \$6 Million one-time – on-line degree certification

# CALIFORNIA STATE UNIVERSITY FY 2019-20 SUPPORT BUDGET PLAN

(DOLLARS IN MILLIONS)

	<u>BOT Request</u>	<u>State</u>
Student Success and Completion Initiatives	\$ 75.0	\$ 45
Compensation	147.8	193
Mandatory Costs Increase (health benefits, retirement, min wage, maintenance)	45.4	
Enrollment Growth (5% -18,207 FTES) (2% - est.7,283 FTES)	206.1	62
Academic Facilities & Infrastructure Needs	80.0	
Project Rebound		.25
<b>Total Increase in Expenditures - Recurring</b>	<b>\$ 554.3</b>	<b>\$ 300</b>
Def. Maint. Backlog and on-campus Child Care Centers		247
Student Hunger and Housing Initiatives		15
<b>Total Increase in Expenditures – One-Time</b>		<b>\$ 262</b>
<b>Total</b>	<b>\$ 554.3</b>	<b>\$ 562</b>

Note: Numbers may not add due to rounding



# CALIFORNIA STATE UNIVERSITY FY 2020-21 SUPPORT BUDGET PLAN

(DOLLARS IN MILLIONS)

	<u>BOT Request</u>	<u>Prelim Budget</u>
Student Success and Completion Initiatives	\$105.0	
Compensation	<b>139.8</b>	
Mandatory Costs Increase (health benefits, retirement, min wage, maintenance)	<b>64.9</b>	
Enrollment Growth (5% -18,207 FTES) (2.7%-10,000 FTES)	248.6	
Rapid Rehousing Efforts (Asst Homeless/Housing Insecure Students)	15.0	
Academic Facilities & Infrastructure Needs	75.0	
Center for California Studies	-	
Project Rebound	-	
<b>Total Increase in Expenditures - Recurring</b>	<b>\$ 648.3</b>	<b>\$199.0</b>

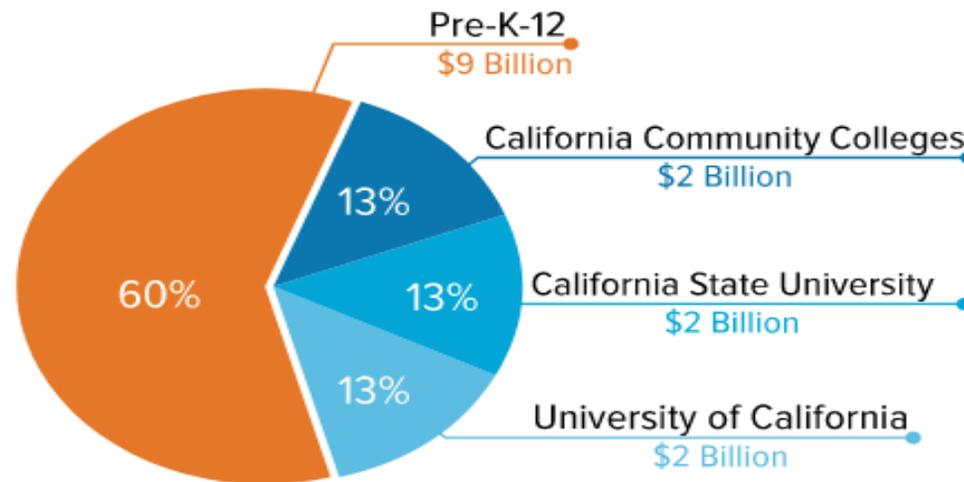
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# Assembly Bill 48 Places Proposition 13 on March Ballot

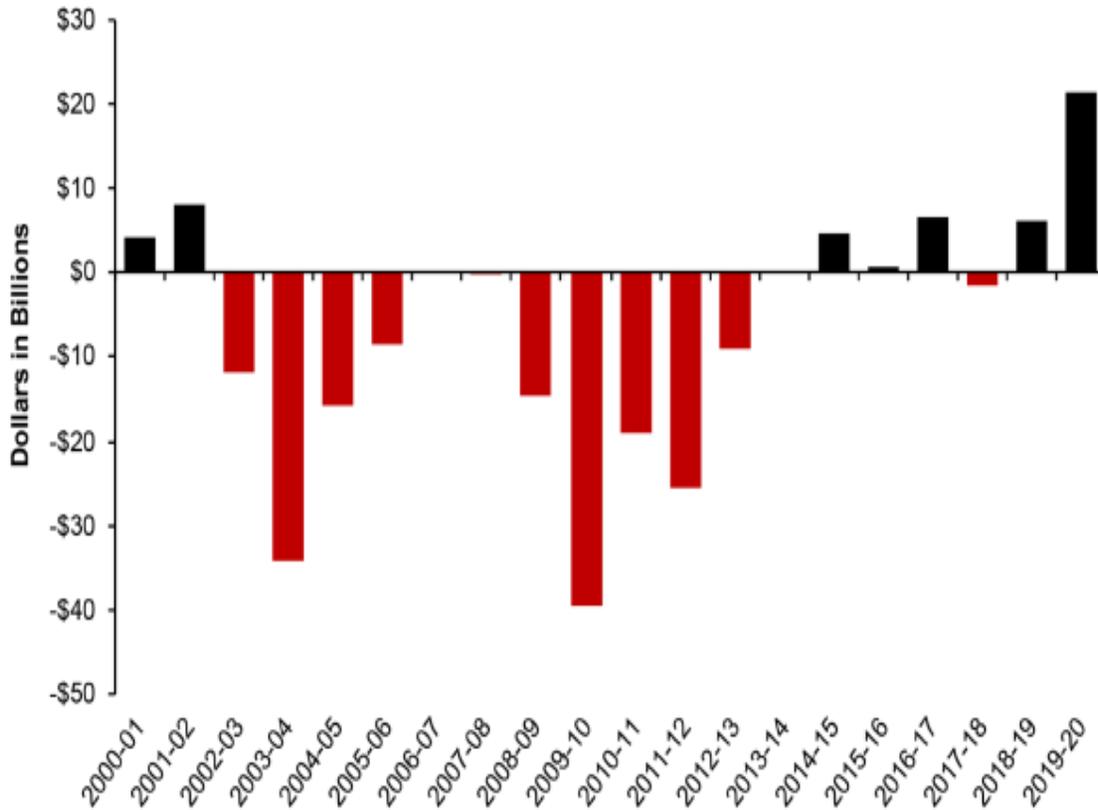
- \$9 billion for preschool to K-12
- \$2 billion for community colleges
- \$2 billion for the California State University
- \$2 billion for the University of California

Proposed spending of \$15 billion 2020 state bond



# FY 2019-20 Governor's Final Budget

Balanced Budgets Have Been Quickly Followed by Huge Deficits<sup>1/</sup>



<sup>1/</sup> Budget shortfalls or surplus, measured by the annual Governor's Budget.

## State University Fee History

Full Time (6.1 or more units)

	Undergrad	\$ increase	
2019/20	\$ 5,742	\$ -	0.000%
2018/19	\$ 5,742	\$ -	4.934%
2017/18	\$ 5,742	\$ 270	4.934%
2016/17	\$ 5,472	\$ -	0.000%
2015/16	\$ 5,472	\$ -	0.000%
2014/15	\$ 5,472	\$ -	0.000%
2013/14	\$ 5,472	\$ -	0.000%
2012/13 **	\$ 5,472	\$ -	0.000%
2011/12	\$ 5,472	\$ 588	12.039%
2011/12	\$ 4,884	\$ 444	10.000%
2010/11 +	\$ 4,440	\$ 210	4.965%
2010/11	\$ 4,230	\$ 204	5.067%
2009/10	\$ 4,026	\$ 672	20.036%
2009/10	\$ 3,354	\$ 306	10.039%
2008/09	\$ 3,048	\$ 276	9.957%
2007/08	\$ 2,772	\$ 252	10.000%
2006/07	\$ 2,520	\$ -	0.000%
2005/06	\$ 2,520	\$ 186	7.969%
2004/05	\$ 2,334	\$ 288	14.076%
2003/04	\$ 2,046	\$ 474	30.153%
** 2002/03	\$ 1,572	\$ 144	10.084%
2001/02	\$ 1,428		

\*\* Fee increase in Spring

+ Spring 10% fee Increase

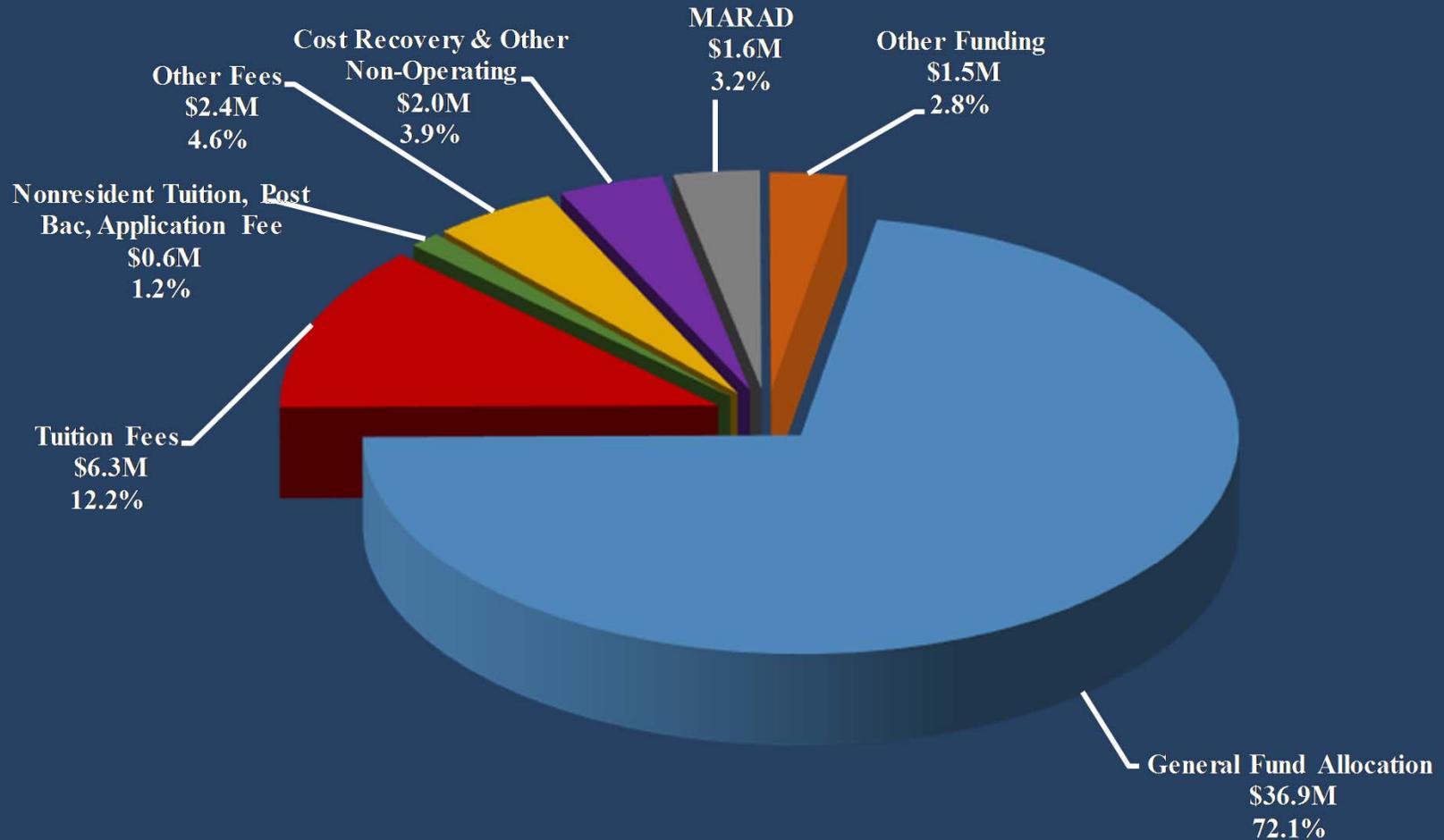


**SA11**

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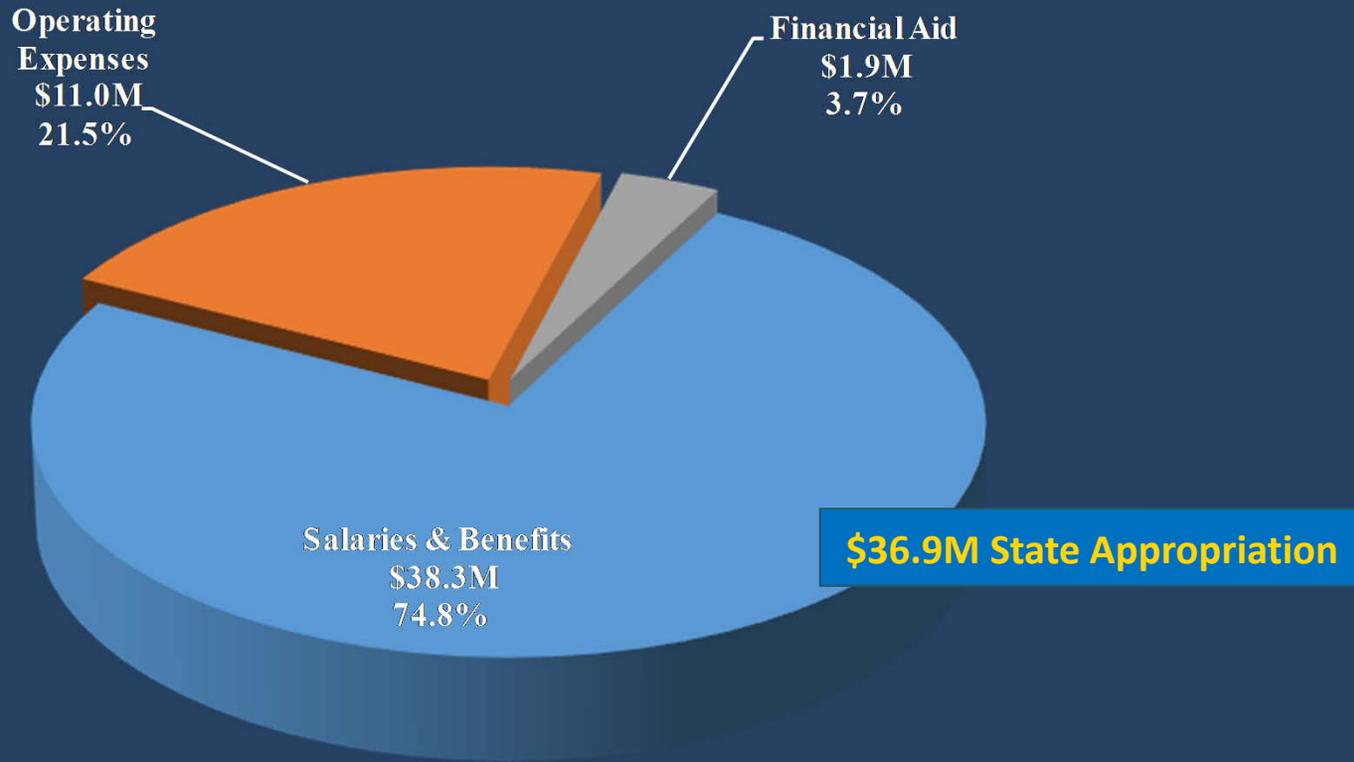
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# Cal Maritime 2019-20 Projected Budget Revenues



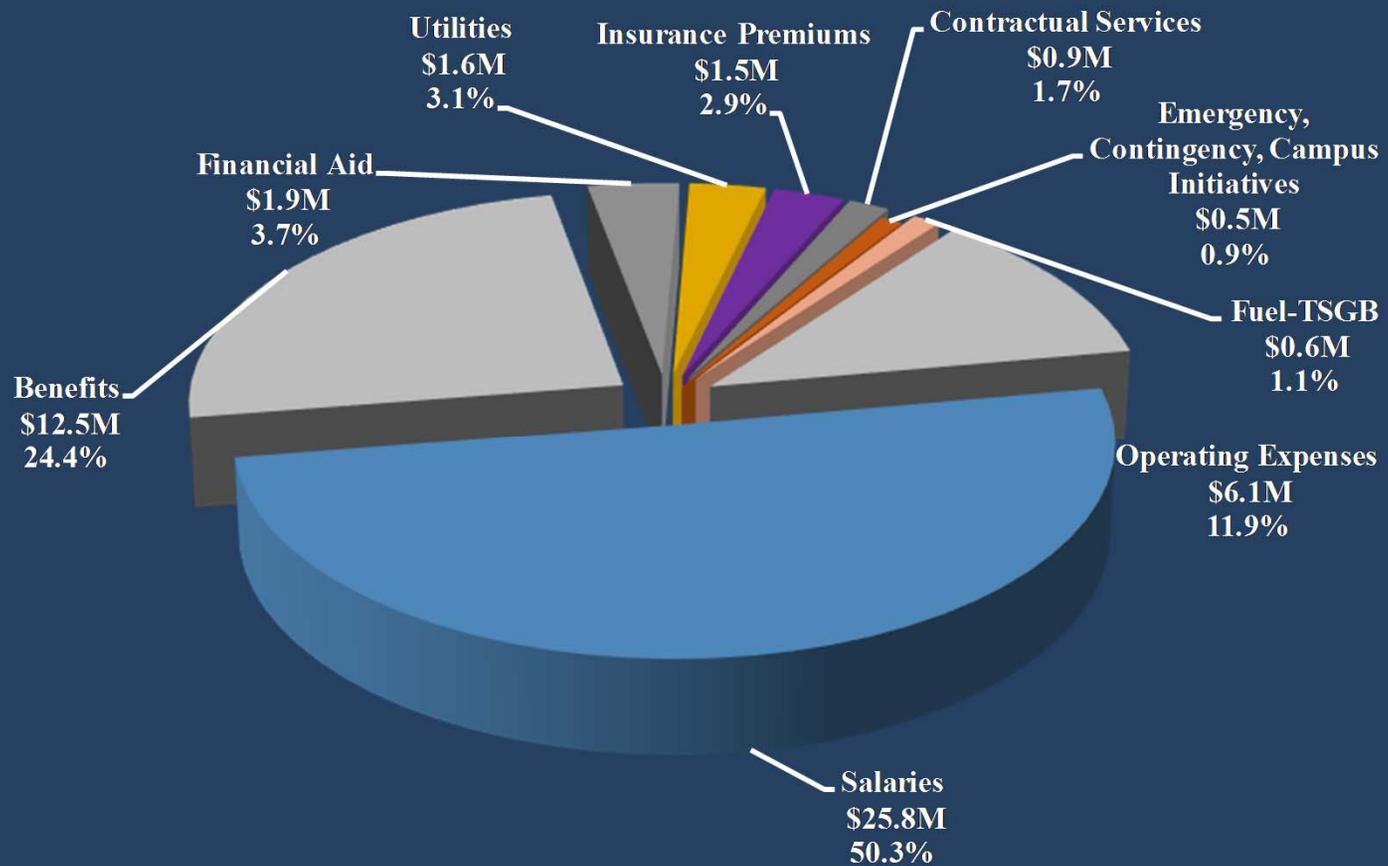
**Total Operating Budget: \$51.2M**

# Cal Maritime 2019-20 Operating Budget



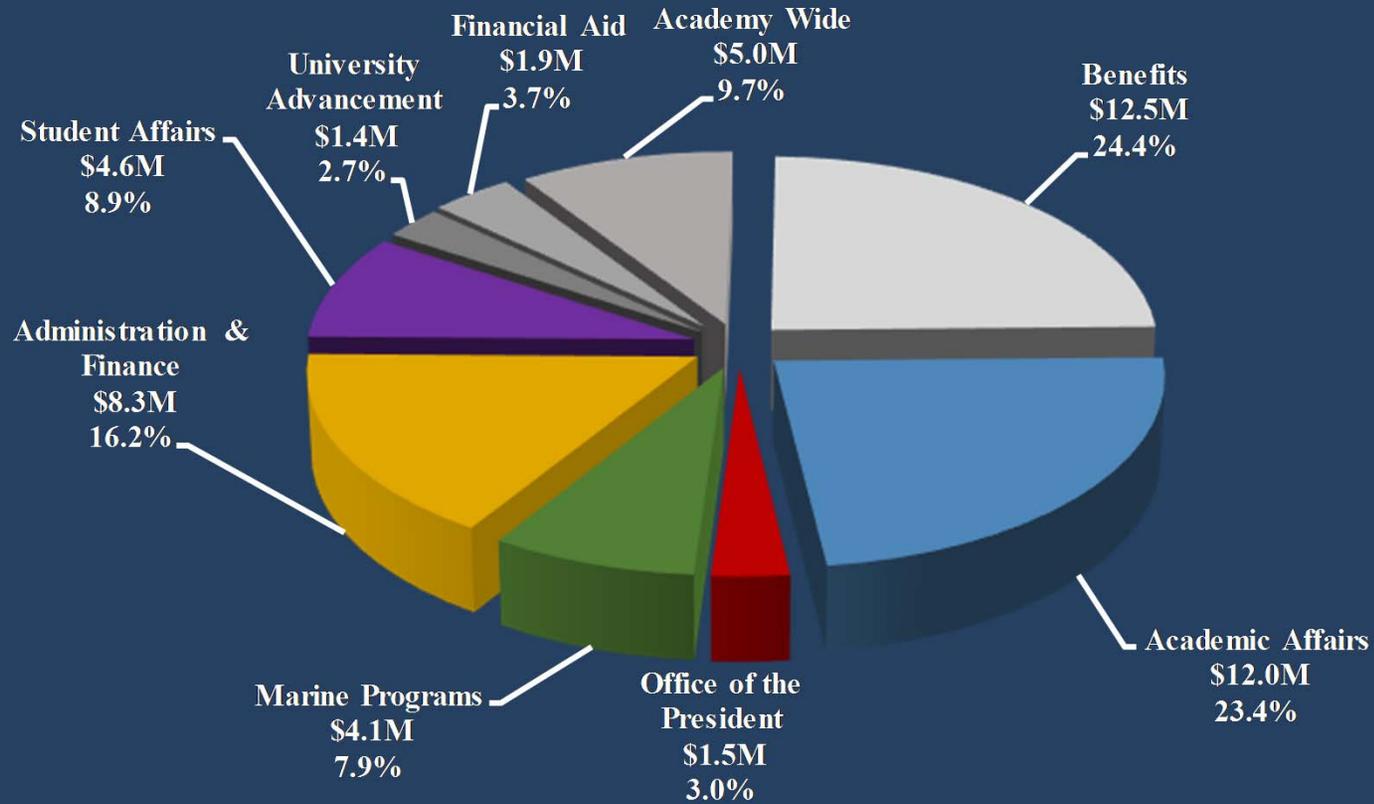
**Total Operating Budget: \$51.2 M**

# Cal Maritime 2019-20 Operating Budget



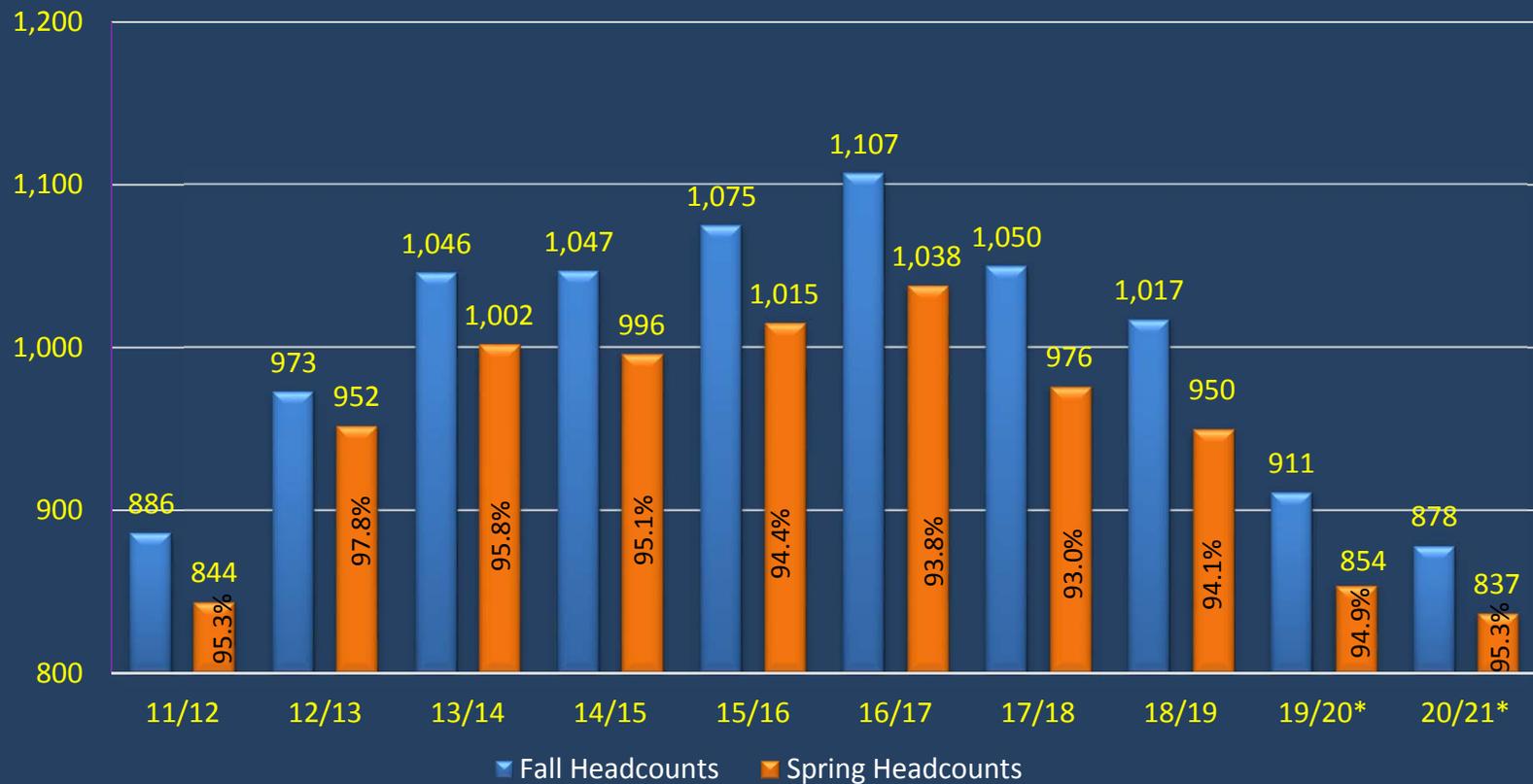
**Total Operating Budget: \$51.2M**

# Cal Maritime 2019-20 Operating Budget



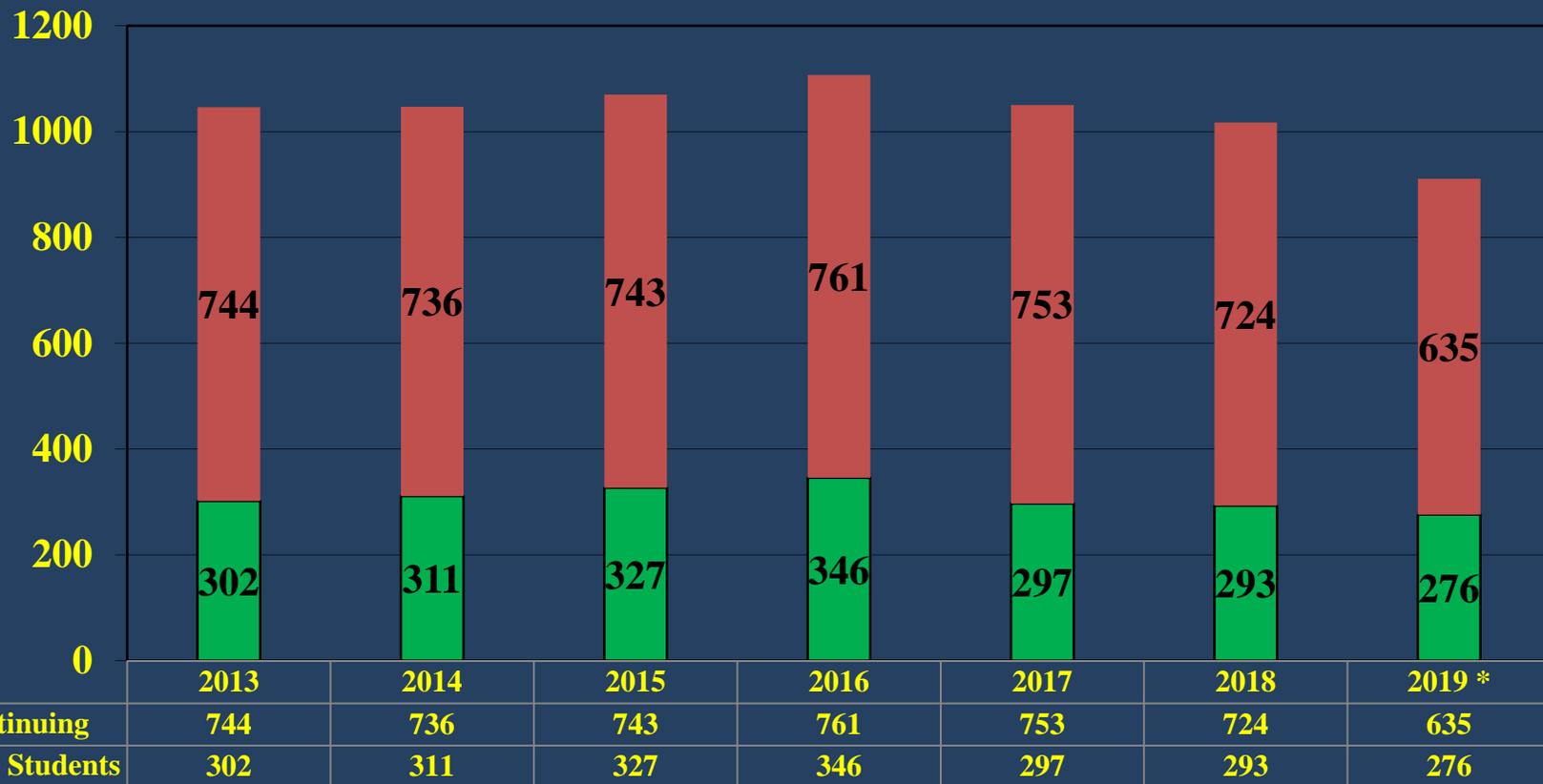
**Total Operating Budget: \$51.2M**

# Cal Maritime Fall and Spring Headcounts



• projected

# Students Headcount Fall 2013 - Fall 2019



\* Projected

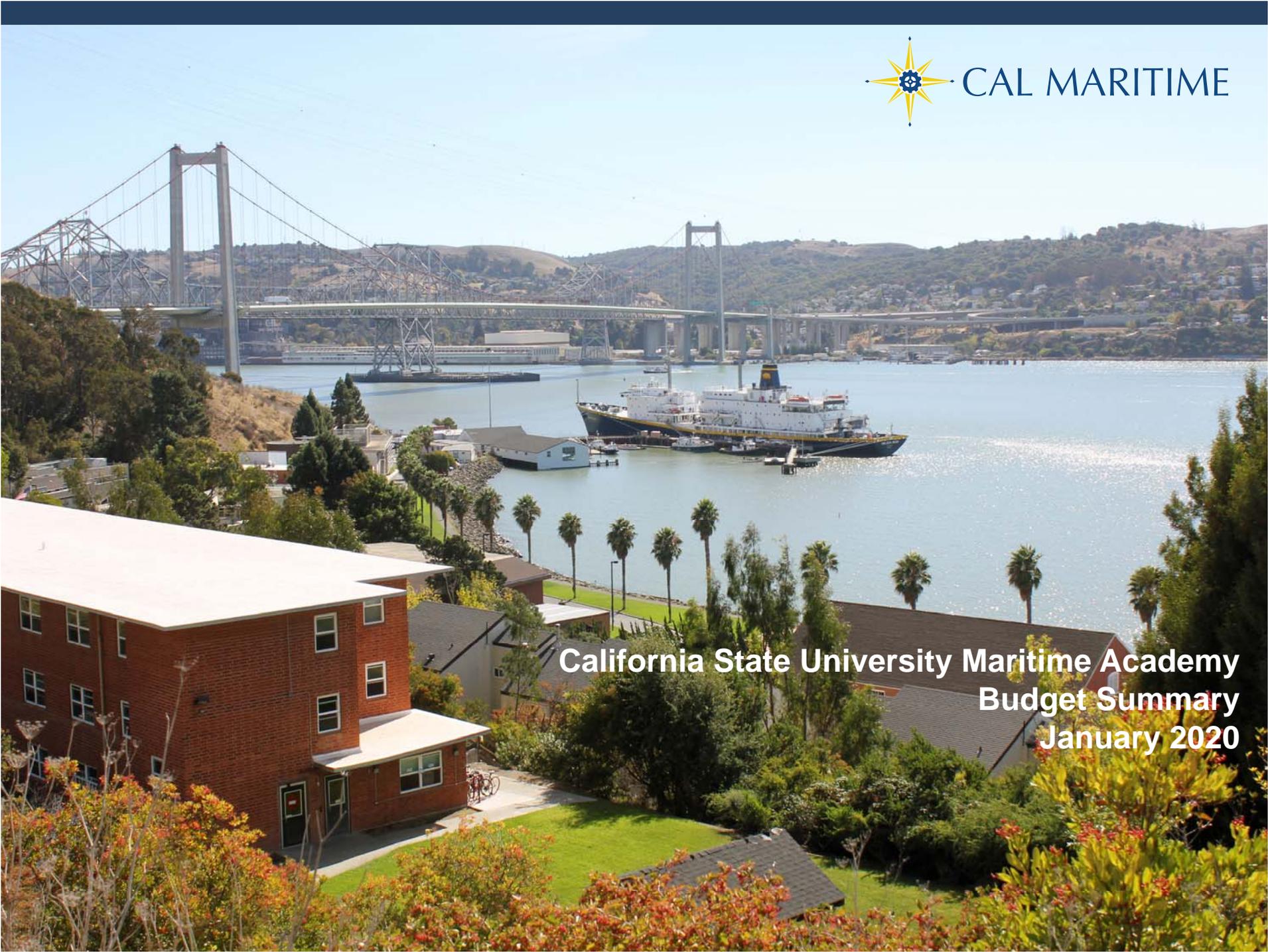
# FY 2020-21 Cabinet Level Summary

Division	Account	FY16-17 Actuals	FY17-18 Actuals	FY18-19 Actuals	A	B	A + B	FY20-21 Proposed Annual Budget Rev1	Variance
					FY19-20 Budget Before Comp Alloc Library	Comp Increase	FY19-20 Budget with Comp Incr		
	Salaries & Wages	9,572,798	10,111,663	10,410,328	10,822,789	273,530	11,096,319	11,222,803	126,483
	Operating Expense	1,744,795	1,519,179	1,012,538	1,151,065		1,151,065	1,080,790	(70,275)
<b>ACADEMIC AFFAIRS</b>	<b>Total</b>	<b>11,317,593</b>	<b>11,630,842</b>	<b>11,422,867</b>	<b>11,973,854</b>	<b>273,530</b>	<b>12,247,384</b>	<b>12,303,593</b>	<b>56,208</b>
	Salaries & Wages	5,735,260	6,049,645	6,066,878	6,567,523	219,708	6,787,231	6,769,899	(17,332)
	Operating Expense	1,916,522	2,287,869	1,715,205	1,733,644		1,733,644	1,750,976	17,332
<b>ADMINISTRATION &amp; FINANCE</b>	<b>Total</b>	<b>7,651,782</b>	<b>8,337,513</b>	<b>7,782,083</b>	<b>8,301,167</b>	<b>219,708</b>	<b>8,520,875</b>	<b>8,520,875</b>	<b>(0)</b>
	Salaries & Wages	1,427,796	1,451,088	1,799,353	1,743,861	45,197	1,789,058	1,779,294	(9,764)
	Operating Expense	1,789,701	2,050,293	2,916,133	2,323,578		2,323,578	2,333,342	9,764
<b>MARINE PROGRAMS</b>	<b>Total</b>	<b>3,217,496</b>	<b>3,501,380</b>	<b>4,715,486</b>	<b>4,067,439</b>	<b>45,197</b>	<b>4,112,636</b>	<b>4,112,636</b>	<b>(0)</b>
	Salaries & Wages	568,230	584,211	997,846	1,157,318	124,758	1,282,076	1,284,476	2,400
	Operating Expense	196,329	203,930	370,888	377,957		377,957	375,557	(2,400)
<b>OFFICE OF THE PRESIDENT</b>	<b>Total</b>	<b>764,559</b>	<b>788,141</b>	<b>1,368,734</b>	<b>1,535,275</b>	<b>124,758</b>	<b>1,660,033</b>	<b>1,660,033</b>	<b>-</b>
	Salaries & Wages	3,117,971	3,299,538	3,012,057	3,199,423	60,008	3,259,431	3,286,204	26,774
	Operating Expense	1,357,753	1,296,341	1,246,179	1,376,023		1,376,023	1,406,249	30,226
<b>STUDENT AFFAIRS</b>	<b>Total</b>	<b>4,475,725</b>	<b>4,595,879</b>	<b>4,258,236</b>	<b>4,575,446</b>	<b>60,008</b>	<b>4,635,454</b>	<b>4,692,453</b>	<b>57,000</b>
	Salaries & Wages	883,671	944,195	1,075,945	1,233,588	49,120	1,282,708	1,285,208	2,500
	Operating Expense	98,725	176,612	163,431	149,650		149,650	147,150	(2,500)
<b>UNIVERSITY ADVANCEMENT</b>	<b>Total</b>	<b>982,396</b>	<b>1,120,808</b>	<b>1,239,376</b>	<b>1,383,238</b>	<b>49,120</b>	<b>1,432,358</b>	<b>1,432,358</b>	<b>-</b>
	Salaries & Wages	(26,548)	(22,105)	(32,279)	1,068,920	(772,321)	296,599	34,920	(261,679)
	Operating Expense	14,918,198	15,499,531	19,023,143	18,335,095		18,335,095	18,926,454	591,359
<b>UNIVERSITY WIDE</b>	<b>Total</b>	<b>14,891,650</b>	<b>15,477,426</b>	<b>18,990,864</b>	<b>19,404,015</b>	<b>(772,321)</b>	<b>18,631,694</b>	<b>18,961,374</b>	<b>329,680</b>
<b>Grand Total</b>		<b>43,301,201</b>	<b>45,451,989</b>	<b>49,777,645</b>	<b>51,240,434</b>	<b>0</b>	<b>51,240,434</b>	<b>51,683,321</b>	<b>442,888</b>
	Salaries & Wages	21,279,177	22,418,235	23,330,128	25,793,422		25,793,422	25,662,804	(130,618)
	Operating Expense	12,848,707	12,626,279	14,519,029	12,925,524		12,925,524	13,207,671	282,147
	Benefits Pool	9,173,317	10,407,475	11,928,488	12,521,488		12,521,488	12,812,847	291,359
	<b>Total</b>	<b>43,301,201</b>	<b>45,451,989</b>	<b>49,777,645</b>	<b>51,240,434</b>	<b>0</b>	<b>51,240,434</b>	<b>51,683,321</b>	<b>442,888</b>

# FY 2020-21 Campus Funding Requests

## FY20/21 Funding Priorities

No	Div	Type	Description	Justification	One-Time	Salaries	Op Exp	TOTAL	Total Perm	Total One-Time
1	AA	STAFF	Transfer Recruiter/Communications Specialist (incl. benefits)	Strategic Plan		\$85,680		\$85,680		
2	AA	Operations	Slate CRM	Strategic Plan			\$25,000	\$25,000		
3	AA	Operations	Web-based Virtual Tour Product	Strategic Plan			\$4,000	\$4,000	\$114,680	
4	SA	Operations	Aquatic pool covers and New floor markings for NAIA rule changes	Required	\$45,000			\$45,000		
5	SA	Operations	Support essential DSO operation, annual maint.	Required			\$7,000	\$7,000		
6	SA	Operations	Academic Excellence - Commencement Activities	Strategic Plan			\$15,000	\$15,000	\$22,000	\$45,000
7	AW	Operations	Utility Rate Increases	Operations			\$300,000	\$300,000	\$300,000	
Total Requests					\$45,000	\$85,680	\$351,000	\$481,680	\$436,680	\$45,000



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