

THE CITY UNIVERSITY OF NEW YORK

2011-2012 CITY EXECUTIVE BUDGET



PRELIMINARY ANALYSIS

**University Budget Office and the
Office of Facilities Planning, Construction and Management**

MAY 18, 2011

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Preliminary Analysis – May 18, 2011

COMMUNITY COLLEGE HIGHLIGHTS

FY2011

- For the current fiscal year, the executive budget recommends city support for community colleges of \$256.6 million, an increase of \$1.6 million from the city preliminary budget. The executive budget provides an additional \$1.4 million for utilities costs and an increase in pensions of \$0.2 million.
- The executive budget recognizes an additional \$9.0 million in revenue in order to bring the revenue budget level with projected FY2011 collections.

FY2012

- The executive budget recommends support for the community colleges of \$236.4 million, which is \$20.2 million less than the current FY2011 budget. This diminution in funding comprises decreases of \$38.6 million, offset by increases of \$18.4 million.
- FY2012 reductions total \$38.6 million and include:
 - \$21.4 million in community college operating support from prior year reductions
 - \$16.0 million in new reductions (when annualized with current-year reductions, the total new PEG target for FY2012 is \$23.8 million)
 - \$1.2 million in local initiatives
- Year-to-year increases total \$18.4 million and consist of:
 - \$10.7 million for incremental pension costs (funded outside of CUNY’s budget)
 - \$ 7.7 million for mandatory needs, including leases, utilities, and fringe benefits

Community College Funding by Source
 (\$ millions)

	FY2011 Adopted	FY2012 State Adopted/City Executive	\$ Change from Base	% Change from Base
State Aid	185.0	176.7	-8.3	-4.5%
City Support	256.6	236.4	-20.2	-7.9%
Tuition & Other Revenue	250.2	262.3	12.1	4.8%
Total	691.8	675.4	-16.4	-2.4%

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Senior Colleges/Other

- In addition to the above changes in city support for the community colleges, the FY2012 executive budget eliminates funding for the following initiatives:
 - \$ 6.0 million for the Peter F. Vallone City Council Scholarships
 - \$ 2.3 million for the University’s Black Male Initiative
 - \$ 0.5 million for Centers and Institutes
 - \$ 0.4 million for the Creative Arts Team

CAPITAL BUDGET

- CUNY’s FY2012 city executive capital budget totals \$326 million in city funds, including funds in FY2011, a substantial portion of which will roll into FY2012. This budget incorporates the reduction from the January financial plan exercise in years FY2011 through FY2013 totalling \$15.2 million. However, the net 10-year plan reduction reported in the city budget is \$13.1 million due to changes in lump-sum amounts in years FY2014 through FY2021. As anticipated, during the executive budget process the borough presidents restored \$5.1 million of the cuts from the January plan, which is incorporated into the totals above. In addition, the borough presidents have recommended adding another \$2.4 million in funds to CUNY’s budget using Section 211 funds.

FY 2012 PRELIMINARY BUDGET -- CUNY City Funds Only							
(\$ IN THOUSANDS)	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016-FY 2021	Total
City Budget	256,392	2,383	43,505	2,728	2,813	18,560	326,381