Town Hall Meeting
Legislative and Budget Updates

Washington State University
President Elson S. Floyd and
Provost Warwick Bayly
April 25th, 2011
Since Our March Budget Update

• The House has proposed its operating and capital budgets.
• The Senate has proposed its operating and capital budgets.
• The Legislature has completed the regular session without finalizing a budget.
• A special session of the Legislature will be convened to construct compromise budgets and pass related legislation.
• Resolution of the budget will occur during the special session; May or June 2011?
## Current Capital Budget Proposals
($’s Million)

<table>
<thead>
<tr>
<th>Project Description</th>
<th>WSU Request</th>
<th>Governor</th>
<th>House</th>
<th>Senate</th>
<th>Final</th>
</tr>
</thead>
<tbody>
<tr>
<td>Riverpoint Biomedical &amp; Health Sciences</td>
<td>70.8</td>
<td>35.0</td>
<td>60.2</td>
<td>?</td>
<td></td>
</tr>
<tr>
<td>Clean Technology Laboratory</td>
<td>5.8</td>
<td>2.5</td>
<td>2.5</td>
<td>?</td>
<td></td>
</tr>
<tr>
<td>Minor Works - Preservation</td>
<td>42.5</td>
<td>24.2</td>
<td>27.5</td>
<td>22.2</td>
<td>?</td>
</tr>
<tr>
<td>Infrastructure–Bridge Replacement</td>
<td>2.5</td>
<td>2.5</td>
<td>2.5</td>
<td>?</td>
<td></td>
</tr>
<tr>
<td>Design Disciplines Facility</td>
<td>18.0</td>
<td>18.0</td>
<td>1.0</td>
<td>?</td>
<td></td>
</tr>
<tr>
<td>Fulmer Hall Partial Renovation</td>
<td>8.2</td>
<td>8.2</td>
<td>8.2</td>
<td>?</td>
<td></td>
</tr>
<tr>
<td>Ag Animal Health Research</td>
<td>0.2</td>
<td>0.2</td>
<td>0.2</td>
<td>?</td>
<td></td>
</tr>
<tr>
<td>Emergency Repairs</td>
<td>1.0</td>
<td>1.0</td>
<td>1.0</td>
<td>?</td>
<td></td>
</tr>
<tr>
<td>Preventative Facility Mntce &amp; Repairs</td>
<td>10.1</td>
<td>10.1</td>
<td>10.1</td>
<td>?</td>
<td></td>
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<tr>
<td>Additional Mntce Fund Shift (Operating)</td>
<td>8.7</td>
<td></td>
<td></td>
<td>?</td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL Proposed</strong></td>
<td>72.7</td>
<td>78.8</td>
<td>101.7</td>
<td>?</td>
<td></td>
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</tbody>
</table>
## Current Operating Budget Proposals ($’s Million)

<table>
<thead>
<tr>
<th></th>
<th>Governor</th>
<th>House</th>
<th>Senate</th>
<th>Final</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total State Funding Reduction</td>
<td>(98.3)</td>
<td>(109.5)</td>
<td>(111.8)</td>
<td>?</td>
</tr>
<tr>
<td>% State Funding Reduction</td>
<td>-23.8%</td>
<td>-26.6%</td>
<td>-27.1%</td>
<td>?</td>
</tr>
<tr>
<td>Assumed Tuition Rate Increase</td>
<td>11%</td>
<td>13%</td>
<td>16%</td>
<td>?</td>
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<tr>
<td>Assumed New Tuition</td>
<td>49.8</td>
<td>56.2</td>
<td>67.4</td>
<td>?</td>
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<tr>
<td>Net Funding Reduction</td>
<td>(48.5)</td>
<td>(53.3)</td>
<td>(44.4)</td>
<td>?</td>
</tr>
</tbody>
</table>
Proposed Budgets Use Tuition Increases to Help Offset Reduction in State Support

($’s Million)

Governor

House

Senate

Tuition Increase

Net Cut

State Funding Reduction
Overall Cost Continues to Shift
(Nominal Dollars)

State Share
Tuition Share
Adjusted for inflation, the total cost of educating a student at WSU has remained steady during 20 years of declining state investments.
What Is the Legislative Timeline?

• Special session will be convened on Tuesday, April 26, 2011.

• House and Senate will agree upon a conference or compromise operating budget bill.

• The Governor will sign the agreed upon budget bill into law.

• New biennial budget goes into effect 7/1/11.
WSU Budget Process and Timeline

1. If the final approved biennial budget includes any specifically mandated reductions, we will implement them immediately at the start of the fiscal year, July 1, 2011.

2. The remaining share of the budget cuts will be considered in accordance with our shared governance model under the following timelines:
WSU Budget Process and Timeline

- **March 2011:** Each college, campus, and academic support area prepares a prioritized list of programs, activities, and services.

- **May-June 2011:** Legislature finalizes the 2011–13 biennial budget.

- **June–July 2011:** University-wide budget reduction plan developed by academic and support area leadership.

- **August 18, 2011:** Proposed plans for any academic program eliminations presented to the Faculty Senate and other vested parties. Notice of any proposed program discontinuances provided in accordance with the Faculty Manual.

- **August 19, 2011:** Proposed budget reduction plans presented to the university community for review and comment. Budget Forum held.
WSU Budget Process and Timeline

- **August 26, 2011**: Second Budget Forum with university community.

- **September 9, 2011**: Review and feedback received from the university community. For proposed program discontinuance, written response due to the Provost.

- **September 12–16, 2011**: For any proposed program discontinuance, Faculty Senate hearing for affected program.

- **September 22–28, 2011**: For any proposed program discontinuance, Faculty Affairs Committee and Faculty Senate Steering Committee submit written comments regarding the affected programs to the Provost for consideration in the final decision.

- **October 2011**: Fiscal year 2012 operating budgets distributed to each area.