



ASI Board
Budget Update



CAL POLY

FY 2019-20

Year-End Summary

(\$ millions)

Fund Type	FY 2019-20 Revenues	FY 2019-20 Expenses	Surplus/ (Deficit)
General Operating	\$380.7	\$393.4	(\$12.7)
Enterprise	\$89.8	\$106.6	(\$16.8)
Auxiliary	\$50.7	\$50.5	\$0.2
Total	\$521.2	\$550.5	(\$29.3)

FY 2019-20

Year-End Balances

(\$ millions)

Fund Type	Beginning Balance	FY 2019-20 Deficit	Ending Balance
General Operating	\$74.7	(\$12.7)	\$62.0
Enterprise	\$53.6	(\$16.8)	\$36.8
Auxiliary	\$85.7	\$0.2	\$85.9
Total	\$214.0	(\$29.3)	\$184.7

Housing Loan

- University Union to loan \$7.9M to Housing
 - 0% interest
 - Repayment over 7 years
 - First payment due FY 2021-22
- \$3.9M to be used to fund Housing's deficit balance
- \$4.0M to bring Fremont Hall back online

FY 2020-21 Challenges

- Projected Operating Budget Deficit of \$35M
 - Reduction of CSU funding of \$21M
 - Unfunded mandatory costs of \$5M (health benefits, retirement, & insurance)
 - Campus Structural Budget Deficit of \$9M
- Majority virtual learning environment
- Reduction in on campus population and housing residents
 - Parking
 - Housing
 - Dining

FY 2020-21 Challenges

- Cancellation of events
 - Athletics
 - PAC
 - Conference and Event Planning
- Costs related to operating in a COVID 19 environment
 - PPE
 - Testing
 - Technology (computers, hotspots, wireless, software etc.)

FY 2020-21 Projection Summary

(\$ millions)

Fund Type	FY 2020-21 Revenues	FY 2020-21 Expenses	Surplus/ (Deficit)
General Operating	\$387.4	\$422.6	(\$35.2)
Enterprise	\$81.2	\$103.1	(\$21.9)
Auxiliary	\$50.3	\$49.3	\$1.0
Total	\$518.9	\$575.0	(\$56.1)

*Projections shown prior to budget mitigation actions

FY 2020-21

Deficit Mitigation Actions

- Continuation of travel restrictions and hiring chill
- Early Exit Program (EEP)
- Strategic use one-time funds and reserves
- Centralized Benefits
- Recapture of 50% of unit carryforwards
- University wide budget reductions
- Optimization initiatives

FY 2020-21- General Operating Budget Deficit Mitigation Plan

(\$ millions)

	Amount
Projected General Operating Deficit	(\$35.2)
Base Budget Reductions:	
Division reduction target	\$15.6
Other base adjustments	\$4.0
One-time savings	\$7.1
Use of Reserves	\$10.0
Total Adjustments	\$36.7
Projected Surplus (Deficit)	\$1.5

20-21 BUDGET TIMELINE

- **September 9-11** - Budget reduction targets established and communicated to division Vice Presidents and Provost
- **September 30** – Division budget reduction plans submitted for review.
- **October 5-16** – Review of reduction plans by President, Provost/Executive Vice President and Sr. VP for Admin and Finance
- **October 30** – Reduction plans finalized.
- **November** – Adjusted budgets will be recorded
- **Late September-November** – Early Exit program rollout

CARES Allocation

- Cal Poly CARES Allocation of \$14.1M
 - \$7.0M designated for emergency financial aid for students
 - \$7.1M for institutional support
 - \$57.0K for minority serving institutions

Institutional Support

- Institutional portion of the funds are to be used to cover any costs associated with significant changes to the delivery of instruction due to the coronavirus
- It is a Federal reimbursement grant
 - Expenses must be incurred before requesting reimbursement
 - Must be related to the impacts of COVID-19
 - Is subject to Single Audit requirements

Type	Amount	Description
COVID-19 Paid Administrative Leave (CPAL) - Staff	\$1,686,723	Paid administrative leave up to 256 hours effective March 23 through December 31, 2020 for eligible employees unable to work due to COVID-19-related reasons
Emergency Pay	765,205	Emergency pay provisions available to certain employees assigned to work on campus during the governor's stay at home order
Academic Affairs – Resources	367,635	Resources and teaching materials to assist with a virtual teaching environment
Technology	394,818	Technology equipment purchased for virtual learning and work from home resources such as laptops, hotspots, headsets, and software
COVID-19 Paid Administrative Leave (CPAL) - Students	372,597	Paid administrative leave for eligible student employees unable to work due to COVID-19-related reasons
Faculty Stipends	312,175	Faculty support to assist with transitioning and training of faculty to move to a virtual teaching environment
Travel	100,283	Cost of student travel cancellations
Personal Protective Equipment (PPE)	9,195	Equipment worn to minimize exposure to hazards that could cause workplace injuries and illnesses such as face shields, face masks, gloves, and gowns (25% of expenses, remaining 75% submitted to FEMA)
Estimated Virtual Summer Instructional Support	408,000	This is covering faculty technology fellows (\$47,000), training for faculty in online course development (\$256,000), and faculty peer coached (\$105,000)
Estimated Virtual Fall Instructional Support	264,000	Covers student assistants for \$131,000 and faculty technology fellows for \$133,000
COVID-19 Testing	200,000	Viral testing, isolation/quarantine, contact tracing, and community training for Fall Quarter
Housing Refunds	2,000,000	Reimbursed \$20.2M for Spring Quarter
Parking Refunds	225,000	Reimbursed \$449K for Spring Quarter
Total Reimbursement	\$7,105,631	

Questions?