



the University System of Georgia

FY10 Budget – At A Glance

Introduction

There are a number of factors that influenced the development of the University System of Georgia FY10 Budget Request. These are:

- ◆ The Board of Regents' identified strategic priorities and state needs;
- ◆ The Governor and General Assembly's strong support of public higher education.
- ◆ The **continued growth in credit hours taken (a 4.4 percent increase from fall 2006 to fall 2007) and in headcount enrollment – 31 percent from fall 2000 to fall 2007 – the equivalent of adding almost two UGA's;**
- ◆ The **continued growth in academic excellence, evidenced by student quality, national rankings of institutions, and research grants and contracts;** and
- ◆ The **USG's role in the expansion of Georgia's economy through the created of a highly educated workforce and targeted efforts to meet key state workforce needs, specifically in healthcare as well as teachers and college graduates in the sciences and mathematics disciplines.**
- ◆ And this year, declining state revenues that necessitate prudent budget reduction planning and implementation.

The Top Line Numbers in FY10 Request

- ◆ **Increase in formula funds requested – \$114.7 million**
- ◆ **Physician education expansion – \$8 million**
- ◆ **Line item increases – \$1.5 million**
- ◆ **Salary annualizer – \$24.5 million**
- ◆ **Total FY10 request – \$2.45 billion**

Overview

The key elements of the FY10 Budget Request, which address the factors listed above, are:

- ◆ **Full funding of USG enrollment growth and maintenance and operations – \$114.7 million**
- ◆ This \$114.76 million includes:
 - ◆ Enrollment – credit hour increase: \$79.4 million
 - ◆ Health Insurance: \$20.0 million
 - ◆ Maintenance and Operations \$9.6 million
 - ◆ Fringe benefits for new retirees \$5.7 million
- ◆ **Line item increases (Georgia Public Library Services formula increase and health insurance – \$1.5 million**
- ◆ **Merit salary increases (annualizer) – \$24.5 million**
- ◆ **Physician education expansion**
Curriculum development/accreditation/residency expansion in Athens, Albany, Savannah – **\$8 million**

Budget Reduction Plans

The University System submitted, per the Gov.'s instructions, budget reduction plans of 6 percent (\$136 million), 8 percent (\$182 million) and 10 percent (\$228 million).

- ◆ 6 percent: 5 percent reductions to institutional budgets; 1 percent System-level reduction – \$136 million

- ◆ 8 percent: 1 percent increase in deferred maintenance; 1 percent reduce employer health insurance – \$182 million
- ◆ 10 percent: 2 percent additional reductions to institutions OR multipurpose mandatory student fee – \$228 million

◆ Capital Request – \$321 million

- ◆ **Major Repair, Rehabilitation (MRR) – \$70 million**
 - ◆ Covers: life safety compliance issues, structural and building envelope stabilization, utility systems replacement and upgrade, general renovation and rehabilitation, and other regulatory projects.

◆ Construction of new facilities – \$251 million

◆ Equipment funds for new construction – \$13.8 million

- ◆ Gordon College – nursing/health building \$1.6 million
- ◆ Georgia State University/Georgia Perimeter College – academic facility at the Alpharetta Center \$1million
- ◆ Southern Polytechnic State University – Engineering Technology Center \$4.8 million.
- ◆ University of Georgia – gas fired boiler addition \$6.4 million

◆ Major Projects - Construction \$211.4 million

- ◆ College of Coastal Georgia – health sciences building \$13.3 million
- ◆ Darton College – property acquisition \$1.6 million
- ◆ East Georgia College – Statesboro facility \$4.9 million
- ◆ Fort Valley State University – renovations \$13.4 million
- ◆ Georgia College & State University – Ennis Hall renovation \$10.6 million
- ◆ Georgia Gwinnett College – infrastructure \$2 million
- ◆ Georgia Highlands College – Cobb County access \$6.2 million
- ◆ Georgia Institute of Technology – G. Wayne Clough Undergraduate Commons \$43 million
- ◆ Gainesville State College – academic facility \$31.2 million
- ◆ Kennesaw State University – lab addition to science bldg \$19 million
- ◆ Middle Georgia College – Georgia Hall renovation \$500,000
- ◆ Macon State College – teacher education building \$20.1 million
- ◆ North Georgia College & State University – renovations and building additions \$16.4 million
- ◆ Savannah State University – Marine Biology and Environmental Sciences \$2.6 million
- ◆ University of Georgia – Special Collections Library \$26.6 million

◆ Major Projects - Design Funds \$25.8 million

- ◆ Armstrong Atlantic State University – library addition \$1.1 million
- ◆ Albany State University – Ray Charles Fine Arts Center \$1.8 million
- ◆ Clayton State University – science building \$2.1 million
- ◆ Georgia Perimeter College – academic building \$2.2 million
- ◆ Georgia Southern University – biology building \$2.6 million
- ◆ Georgia State University – humanities building \$4.7 million
- ◆ Georgia Southwestern State University – health and human sciences building \$1.1 million
- ◆ Medical College of Georgia – medical commons \$6 million
- ◆ University of West Georgia – nursing building \$1.4 million
- ◆ Valdosta State University – health science building \$2.8 million