



2019-2021 STATE OF OREGON BUDGET OUTLOOK

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- STATE BUDGET DEVELOPMENT
- IMPACT ON UNIVERSITIES

Public University Support Fund (PUSF)

- The state funds all 7 public universities through one pot of money
- This money is called the Public University Support Fund
- 40% of Oregon Tech's General Operating Budget comes from the (PUSF)
- Therefore Oregon Tech advocates collectively with the other public universities to increase the PUSF.



2019-21 budget development timeline

November 2018 – Last revenue forecast before release of the Governor’s budget

December 4, 2018 – Release of the Governor’s Recommended Budget

January 22, 2019 – Session begins

Late February early March-Co-Chair’s budget is released

Late April/Early May 2019 – Final revenue forecast before legislative budget decisions are made

June 28, 2019 – Constitutional end of session

Current service level (CSL)

- **Definition:** State funding needed to enable the same programs provided in the current biennium in the next one.

2019-21 Universities' "True" CSL: 8.4%

Includes primary cost drivers related salary and OPE (retirement, health care, bargained labor agreements, etc.). It does not include any of the significant investments needed in areas such as advisors, wrap-around student services, Title IX resources, IT, etc.

2019-21 budget development - operating

Budget Area	2017-19 Legislatively Adopted Budget (LAB)	2019-21 Universities' Consolidated Request	2019-21 HECC Agency Request (ARB)	Governor's Budget (GRB)	Governor's Investment Budget	Co-Chair's Budget
Public University Support Fund	\$736.9 Million	Minimum Investment: \$867 Million Optimal Investment: \$1 Billion	\$923 Million	\$736.9 Million	856.9 Million	?

BACKGROUND

\$120M Affordability Budget: This number was calculated by combining the university CSL (8.4% or ~\$63 Million) and shielding students from the burden of PERS increases (~\$56 Million). This level of PUSF funding would keep tuition increases for resident, undergraduate students at or below 5% for both years of the biennium.

A **\$856.9 Million** total investment in the PUSF will give universities the funding necessary to keep tuition rate increases low and make targeted investments in institutional aid, as well as ensure students have the services they need to successfully complete and attain a college degree.

University impact

- **Access and affordability**
- **Progress to degree**
- **Student outcomes and services**
- **Academic quality**

- Universities are calculating impacts at various PUSF levels for 2019-21*:
 - ☐+ \$0
 - ☐+ \$40M (*DAS CSL*)
 - ☐+ \$80M
 - ☐+ \$120M (*UNIVERSITY AFFORDABILITY BUDGET*)
 - ☐+ \$186M (*HECC ARB*)

**All impacts/numbers are subject to change based on PERS/PEBB rates, enrollment yield and mix, employment contracts, etc.*