

# Budget Reduction Options

10% Reduction = \$107 million	Amount
<b>Tuition Increase: \$10/credit hour</b> In-state tuition would increase to \$66.50/credit hour and out-of-state to \$258.50/credit hour.	\$46 million
<b>Basic Skills Cut</b> Reduction would result in approximately \$240 less per student for literacy programs.	\$5 million
<b>Additional Management Flexibility Cut</b> If cuts are necessary, colleges need the greatest flexibility possible to implement them.	\$29 million
<b>Categorical Reductions</b> Eliminates or reduces funding for a number of specialized centers and programs.	\$2 million
<b>Alternative Formula Model</b> Move existing categorical healthcare and technical education funds into the instructional formula and revamp the funding formula to weight the amount of funding for high-cost, high-demand courses.	\$25 million
<b>TOTAL</b>	<b>\$107 million</b>

# Impact of 10% Reductions

- **Reduced Student Access**

- \$60 million spending cuts would potentially impact 16,700 FTE students and 1,000 faculty and staff positions
- For every \$10 million in spending cuts  $\approx$  2800 fewer FTE served
- Fewer program offerings, particularly in high cost areas
- Fewer course sections, delaying student completion

- **Quality Suffers**

- Class sizes increase
- Increased use of part-time faculty
- Reduced student support services

Over the past three years:

- Our System has grown about **50,000 FTE or 25%**.

- Our General Fund appropriation per FTE student has **declined \$609 or 12%**.