

College of Southern Nevada
Budget Reduction Plan - Addendum
January 25, 2008

On January 7, 2008, the Board of Regents approved CSN's Budget Reduction Plan. This plan reflected budgetary cuts necessary to address the Governor's 4.5% general fund reduction; for CSN this represents \$8.67 million for 2007-2009.

In addition to plan approvals, the Board identified and approved \$10 million in general fund appropriations to be utilized to reduce the amount of required institutional budget. Because CSN represents approximately 15% of the total NSHE general fund appropriations, the proposed distribution that would apply to CSN is roughly \$1.5 million. The following addendum and accompanying spread sheet outlines CSN's proposed addendum to its original plan reflecting the action of the Board. We seek Board approval for this change.

Amend Student Surcharge Assessment:

To address the magnitude of reductions, CSN originally presented a surcharge in the amount of \$4.50. Taking into account the reduction in percentage budget cuts required, CSN recommends a that the surcharge be reduced to \$2.75 per credit hour.

Amend HECC/Deferred Maintenance:

CSN proposes the to reduce the amount of HECC funding outlined in its original plan by \$250,000. The campus has critical deferred maintenance issues that will require the closure of a major building at the Charleston Campus. These funds are critical to address the immediate nature and facilitate repairs during the summer months in order that the facility will be back in operation for Fall 2008 classes.

Amend Operating Budget Reductions:

CSN proposes that the balance of the reduction, approximately \$200K, be applied to mitigate current year operating budget reductions in academic support and student services areas. By reducing the budget reduction in this area, the campus will be able to address critical support for student success, including the computer labs, library staffing, tutorial services, writing centers, and learning centers and sites.

Amended Budget Summary

Summary:

The following is a revised summary of the general fund reductions, operating adjustments, excess revenue projections, and merit deferral.

General Fund Reduction at 4.5% (2007-2009):	(\$8,677,304.69)
Application of CSN proportion of iNtegrate Funds:	<u>1,505,514</u>
Adjusted General Fund Reduction – less iNtegrate Funds:	(\$7,171,990.69)
FY 2007-08	
1) Operating Budget Reductions:	2,292,245.00
2) Excess Student Fee Collection	<u>1,700,000.00</u>
Total FY 2007-08:	<u>\$3,992,245.00</u>
FY 2008-09	
1) HECC Deferred Maintenance:	\$917,000.00
2) Student Surcharge Assessment @\$2.75 per credit hour:	1,656,765.00
3) 6 Month Professional Merit Deferral	<u>605,781.00</u>
Total FY 2008-09:	<u>\$3,179,546.00</u>
Total 2007-08:	\$7,171,990.00