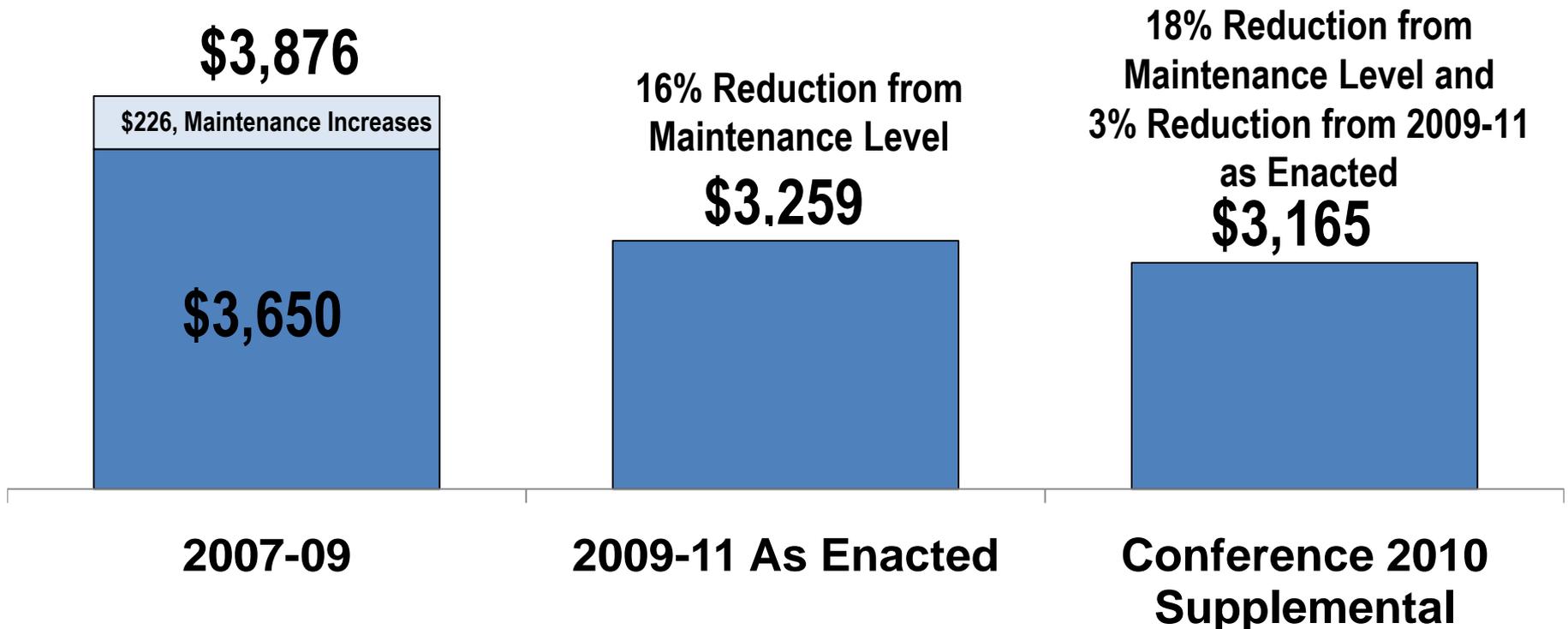


# 2010 Supplemental Budget

Higher Education Coordinating Board  
May 2010

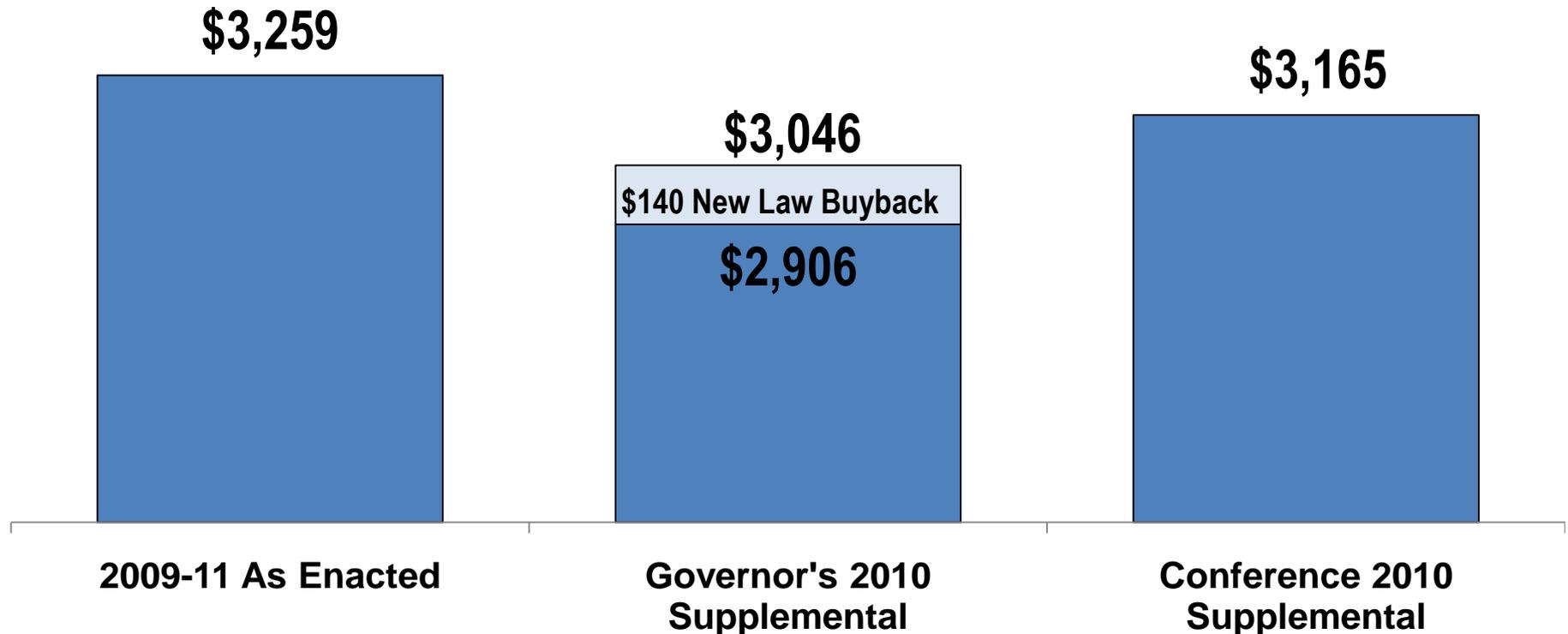
## The 2009-11 Operating Budget made major cuts to higher education

### Higher Education Operating Appropriations by Budget Version Near General Fund-State and Opportunity Pathways, Dollars in Millions



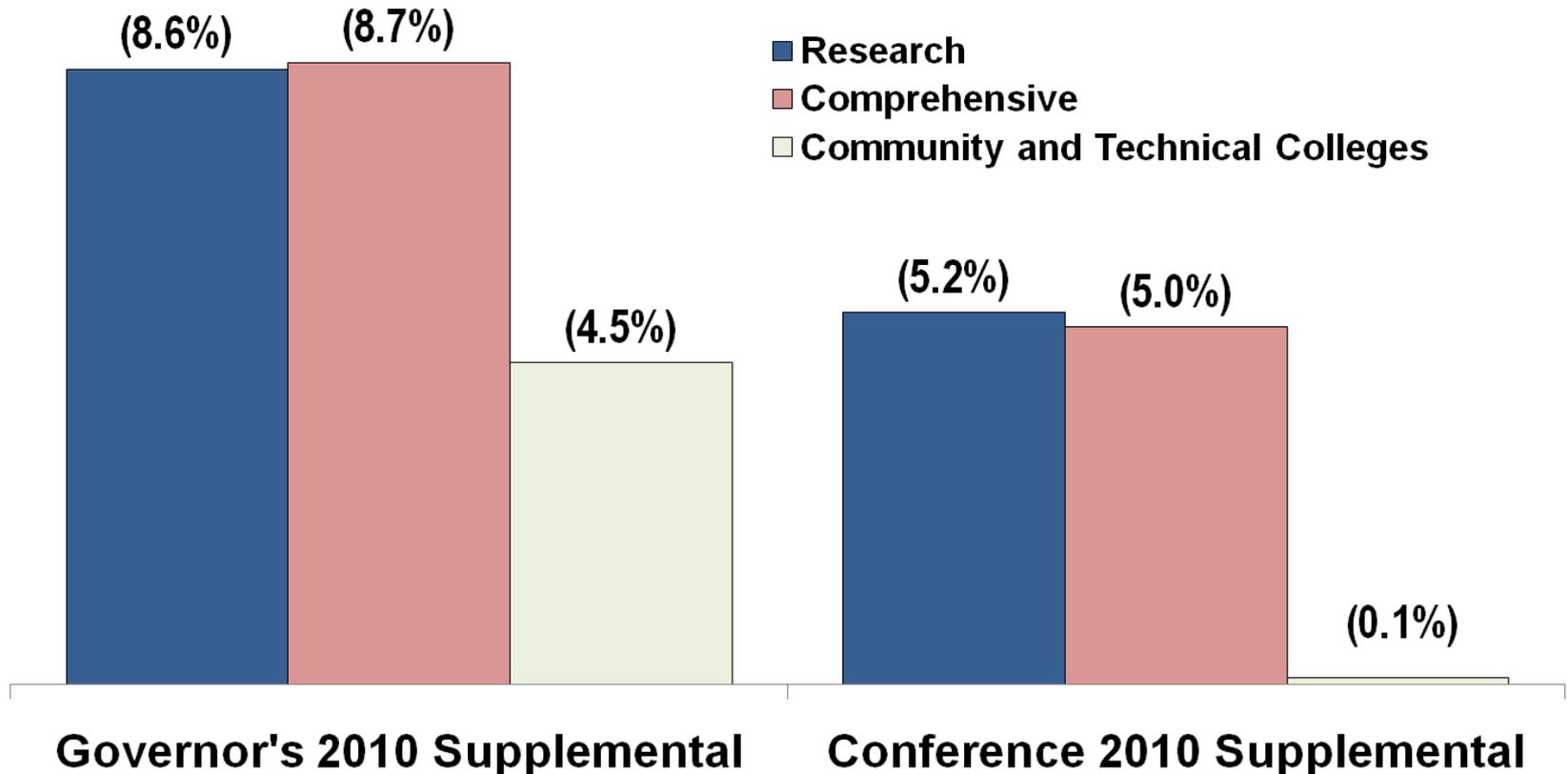
## 2010 Supplemental makes further cuts to Higher Education

### Higher Education Operating Appropriations by Budget Version Near General Fund-State and Opportunity Pathways, Dollars in Millions



## Proposed cuts differ by sector

Near-General Fund State and Opportunity Pathways  
2010 Supplemental Operating Reductions by Sector  
From 2009-11 Operating Budget as Enacted



## Components of Operating Cuts

- **Higher Education Reductions -  
(6.5% Reduction from FY 2011 Levels):**
  - (\$74 million NGF-S)
- **Temporary Layoffs:**
  - (\$17 million NGF-S)
- **HECB Financial Aid:**
  - (\$22 million NGF-S)
- **Higher Education Maintenance Fund Shifts:**
  - \$28 million redistributed to UW and SBCTC

## Implications of Operating Cuts

- Further higher education reductions will lead to significant programmatic cuts
- One-Time Federal Stimulus Funding will have to be replaced before any policy additions to higher education in 2011-13 (\$84 million hole)

SBCTC Worker Retraining and Opportunity Grants:

- \$19 million from Opportunity Express Account (Not NGF-S)

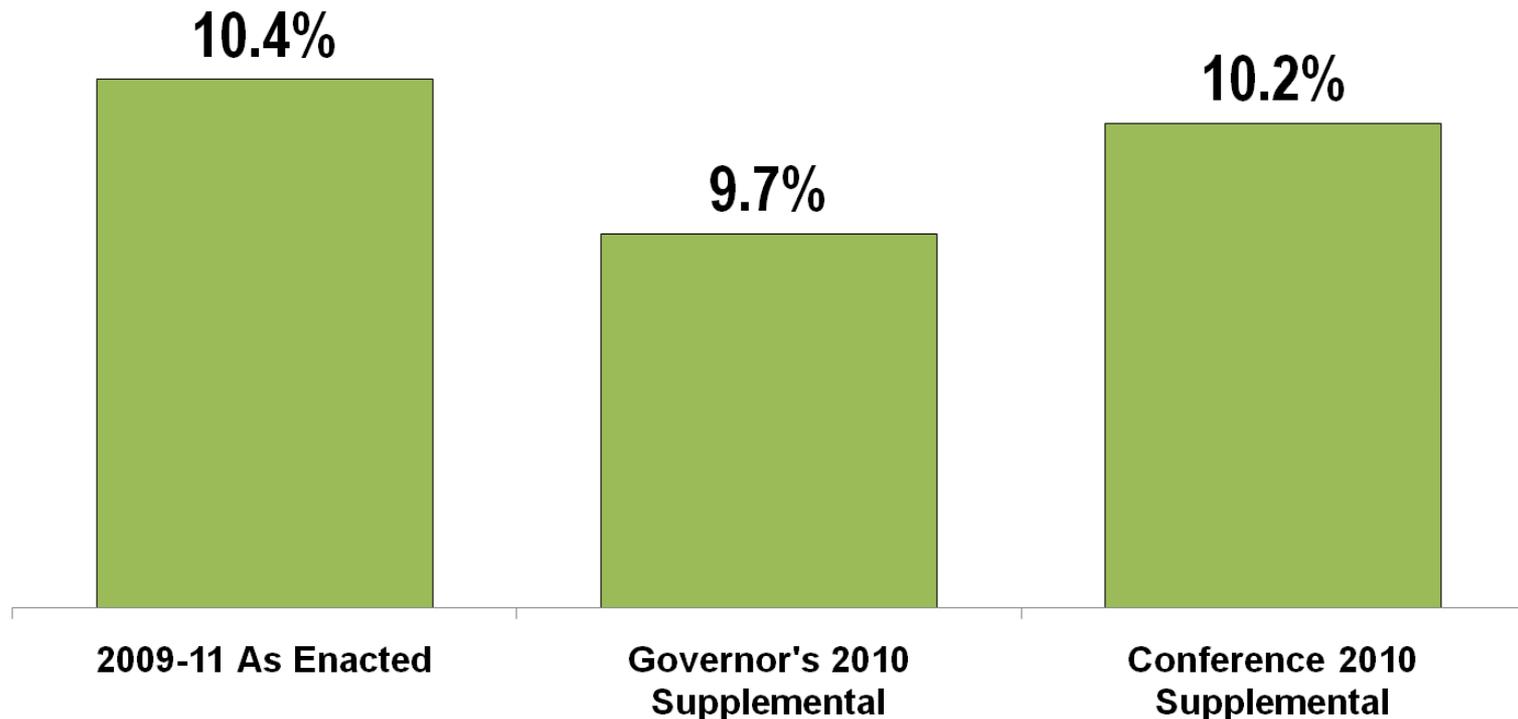
\$35 million added for Higher Education Health Insurance Increases

Policy Additions (NGF-S):

- SBCTC Aerospace Training (\$1.8M)
- College Bound Scholarship (\$1M)
- UW Studies (\$458K)
- WSU Center for Real Estate Research (\$160K Non NGF-S)
- WSU Small Business Development Centers (\$100K)
- TESC Quality Education Council (\$50K)
- SBCTC Facilities (\$809K)
- SBCTC BS Nursing / University Center (\$158K)
- Transfer from TESC to SBCTC of Labor Ed & Research Center (\$164K)

Proposed Supplemental represents a decline of higher education's relative funding level

Higher Education Percentage of Total NGF-S Appropriations in Operating Budget and Other Legislation



## 2010 Supplemental Capital Projects

The conference budget authorizes alternative financing for Balmer Hall at UW and UW Tacoma Land Acquisition as well as WSU Student Information Systems, and debt service on the Instructional Resource Center at Bellingham Technical College.

New state bond projects include Minor Works, North Seattle Community College Employment Resource Center, SBCTC Construction Contingency Pool, TESC Biomass Gasification Project Feasibility Study, UW Classroom Improvements, and WSU Spokane Riverpoint Biomedical and Health Sciences.

## 2010 Supplemental Capital Projects

Bid savings and postponed projects decrease state bond allocation by \$67M for higher education while total capital funding (including alternative financing and institutional building funds) increases by \$48M.