

Proposed Higher Education Compact 2005-06 through 2010-11

Governor Arnold Schwarzenegger commits to a long-term resource plan, for the University of California (UC) and the California State University (CSU) that addresses base budget allocations, enrollment, student fees and other key program elements for 2005-06 through 2010-11

Base Budget Support

- 3% increase in base budgets in 2005-06 and 2006-07.
- 4% increase in base budgets in 2007-08 through 2010-11.

Core Academic Support Needs

- In 2008-09, 2009-2010, and 2010-11, the state will provide an additional 1% increase in the prior year's base, to address previous budgetary shortfalls in state funding.

Enrollment

- Funding for annual enrollment increases of 2.5% per year through the end of the decade. This growth rate represents an increase of 5,000 students annually at UC and 8,000 students annually at CSU.

Student Fees

- Undergraduate student fees at CSU and UC will increase by 8% in 2005-06 and in 2006-07.
- Graduate student fees will increase by no less than 10% in both 2005-06 and 2006-07.

Academic Preparation/Outreach Programs

- UC agrees to provide no less than \$12 million and CSU agrees to provide no less than \$45 million to support the continuation of the most effective programs.

Capital Outlay

- \$345 million per segment per year for debt service to support general obligation bonds from Proposition 55, to be used to finance high priority capital outlay projects.

Student and Institutional Outcomes

- UC and CSU each agree to provide annually a comprehensive single report to the Governor, Secretary of Education, the fiscal committees of the Legislature, the Legislative Analyst's Office and the Department of Finance on various performance measures concerning (a) efficiency in graduating students, (b) utilization of systemwide resources, and (c) student level information.