

Email from Dr. Carlucci to the President's Cabinet dated June 27, 2007

The recently passed budget appropriates \$10m for new enrollment to USF but the underfunding of tuition, the veto of the tuition increase and the differential tuition bill cost USF approximately \$19m. We will receive \$8m in restricted funding for costs to continue, such as the salary and benefits annualization and PO&M, but we lost the technology fee which was worth over \$10m to USF. We also see our local governments having to deal with anticipated budget shortfalls as a result of state revenue actions and possible revenue shortfalls, which may likely impact USF during the coming year.

In light of these events the BOG is discussing what actions if any it should take and has asked the university presidents to share their budget plans for coping with the underfunding for FY 2007-08. President Genshaft has asked us to assess our situation and make recommendations.

We have seen the FSU reaction and shared their list of recommended actions. Dealing with the same issues President Genshaft intends to lead a discussion of managing our enrollment and we will need to have a discussion of university wide budget and personnel actions, and how we develop specific departmental budget actions consistent with our strategic plan.

<http://www.fsu.com/pages/2007/06/15/FreezingEnrollment.html>

To help us in these discussions I am asking the Finance Council to take on the task of developing new revenues and improve existing revenue collections. I am asking the Budget Council to take on the task of developing and analyzing generic recommendations to reduce, re-allocate or freeze our budgets. Many of the things we will discuss, such as the revenue actions and right-sizing our budgets, need to happen in the normal course of business. I have shared the FSU list with these councils to assist in the discussion.

Carl

Carl P. Carlucci, Ph.D.
Executive Vice President/CFO
University of South Florida
4202 E. Fowler Ave, ADM 200
Tampa, FL 33620-5950
(813) 974-4903