

## **Assembly Budget Subcommittee #2** **Six Year Plan To** **Increase CA Students & Cap Nonresident Enrollment**

- ✓ Phase in 30,000 Increase in California Students
- ✓ Reduce Nonresident Students to 10% of Total Undergraduate Enrollment
- ✓ Increase UC Oversight

**Key Points:**

- **CA Student Enrollment Growth.** Beginning in 2017-18, increase enrollment of California residents by 5,000 each year, for a total increase of 30,000 new California students by 2022-23.
- **10% Cap Nonresident Students.** Beginning in 2017-18, decrease enrollment of Nonresident Students by 1,700 per year, until it reaches 10% Cap by 2022-23.
- **Costs of the Plan:**

(in millions)	2017-18	2018-19	2019-20	2020-20	2021-22	2022-23
New CA Students (\$10,000 per student)	\$50	\$100	\$150	\$200	\$250	\$300
Lost Revenue Due to Fewer Nonresident Students	\$31	\$66	\$107	\$142	\$178	\$213
<b>Total Cost</b>	<b>\$81</b>	<b>\$166</b>	<b>\$257</b>	<b>\$342</b>	<b>\$428</b>	<b>\$513</b>

- **50/50 Shared Approach for Covering Costs:**
  - 50% from Nonresident Student Fee Increases (about 4% per year) above Regents' Proposed Increases.
  - 50% mix of UC efficiencies and General Fund commitment:
    - Phase in \$50 million of UC efficiencies.
    - Balance covered with the General Fund.

(in millions)	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
Out-of-State Fee Increase	\$40.3	\$83	\$128.3	\$171	\$213.8	\$256.5
UC Efficiencies	\$20.2	\$41.5	\$50	\$50	\$50	\$50
General Fund	\$20.2	\$41.5	\$78.3	\$121	\$163.8	\$206.5
<b>Total</b>	<b>\$81</b>	<b>\$166</b>	<b>\$257</b>	<b>\$342</b>	<b>\$428</b>	<b>\$513</b>

- **Improve UC Oversight:**
  - Appropriates \$3 million from state General Fund to create the Office of the Inspector General for UC Finances. Modeled in part after the OIG for the Department of Corrections and Rehabilitation, the OIG is responsible for contemporaneous oversight of the University of California budget. When requested by the Governor, the Senate Committee on Rules, or the Speaker of the Assembly, the Inspector General reviews the policies, practices, and procedures of the UC. The head of the OIG is appointed by the Governor and confirmed by the Senate Rules Committee. The OIG provides critical public transparency by publicly reporting its findings.