

**ESTIMATED REDUCTIONS BY CAMPUS AS OF 3/5/2016
FY 2016 OPERATING BUDGET AND SPRING 2016 TOPS SHORTFALL**

Campus	Estimated Spring		Difference		Current Possible Reduction (as of 3/5/2016)		Total Cut	Effective State Pct. Reduction (3)
	2016 Semester	2016 Semester	Dollar	Percent	State General Fund	Statutory Dedicated Funds (2)		
	TOPS Billing	TOPS Payment (1)						
LSU A&M	\$ 49,804,887	\$ 39,843,910	-\$ 9,960,977	20.0	-\$ 8,475,445	-\$ 759,650	-\$ 19,196,072	15.0
LSU at Alexandria	\$ 1,106,345	\$ 885,076	-\$ 221,269	20.0	-\$ 380,193	-\$ 13,900	-\$ 615,362	11.4
LSU at Eunice	\$ 509,073	\$ 407,258	-\$ 101,815	20.0	-\$ 339,273	-\$ 12,938	-\$ 454,026	9.4
LSU at Shreveport	\$ 1,738,243	\$ 1,390,595	-\$ 347,648	20.0	-\$ 518,029	-\$ 32,717	-\$ 898,394	11.8
HSC - New Orleans	\$ 829,551	\$ 663,641	-\$ 165,910	20.0	-\$ 5,380,056	-\$ 739,658	-\$ 6,285,624	6.7
HSC - Shreveport	\$ 32,546	\$ 26,036	-\$ 6,510	20.0	-\$ 6,475,164	-\$ 343,586	-\$ 6,825,260	7.1
TOPS Subtotal	\$ 54,020,645	\$ 43,216,516	-\$ 10,804,129	20.0				
Ag Center	\$ -	\$ -	\$ -	-	-\$ 4,894,732	-\$ 220,536	-\$ 5,115,268	7.2
Pennington	\$ -	\$ -	\$ -	-	-\$ 1,202,508	-\$ 4,879	-\$ 1,207,387	7.4
TOTAL	\$ 54,020,645	\$ 43,216,516	-\$ 10,804,129	20.0	-\$ 27,665,400	-\$ 2,127,864	-\$ 40,597,393	9.6

(1) Source: LOSFA, February 16, 2016

(2) Reflects JLCB and HB 122 reductions.

(3) Total cut as percent of FY 2016 total state funding, including stat deds (Existing Operating Budget).

In addition to the direct instructional impact, critical student services such as academic advisement, tutoring, and financial aid counseling would have to be severely curtailed or eliminated which would have a direct impact on at-risk and lower income students in particular.

Critical outreach services provided by LSU campuses across the state such as 4H and fire fighter training will also have to be severely curtailed or eliminated resulting in a **statewide impact**. In the case of the stat ded reductions to FETI, they will be unable to meet the balance of the year demand for instructor-led fire training courses that have been requested due to changes enacted by the Property Insurance Association of Louisiana. Without these classes, state fire district ratings will fall and homeowner and business property insurance premiums will likely rise **directly hitting the pocketbooks of Louisiana residents**.

The loss of faculty will have a direct impact on the research productivity of our campuses and the related economic impact to our State. LSU campuses generated **\$235 million in externally-funded research** in FY 2015, and we estimate that these reductions would result in an approximate **\$5.0 million loss of external research productivity** at the Flagship during the balance of FY 2016 **at a minimum**.

At least one of our campuses (HSC-Shreveport) projects that they would not be able to make payroll in June.

In addition, the "hidden impact" of the TOPS shortfall that must be absorbed during the balance of FY 2016 will have a disproportionate impact on LSU campuses relative to the other systems given that our students receive the largest proportion of TOPS awards (~41% in Spring 2016) of any system. The impact will be especially felt by the Flagship which will have to absorb **\$10 million of the total \$26.5 million shortfall**.

The current budget situation has also resulted in "collateral damage" with regard to student interest in attending LSU campuses next academic year (2016-17). At the Flagship, student registration in our orientation programs for next fall are down significantly compared to this time last year despite an increase in invitations sent to students (**> 15% in the case of our orientation program for the most academically talented prospective new freshmen**). We have to assume that the current budget uncertainty for this year and next year are a major contributor to this decline in interest. Also, at least one student has declined admission to the highly competitive doctoral program in physical therapy at HSC-Shreveport. With Match Day approaching, we are very concerned that many other students and prospective medical residents will feel similarly and choose other locations for their medical education and training.

Attached for your information is a breakout of the SGF, stat ded, and TOPS shortfall reductions by LSU campus that would have to be absorbed under this current scenario. Again, I need to stress that the impacts summarized above are what would likely happen **at a minimum** if this scenario remains unchanged. Please let me know if you have any questions.