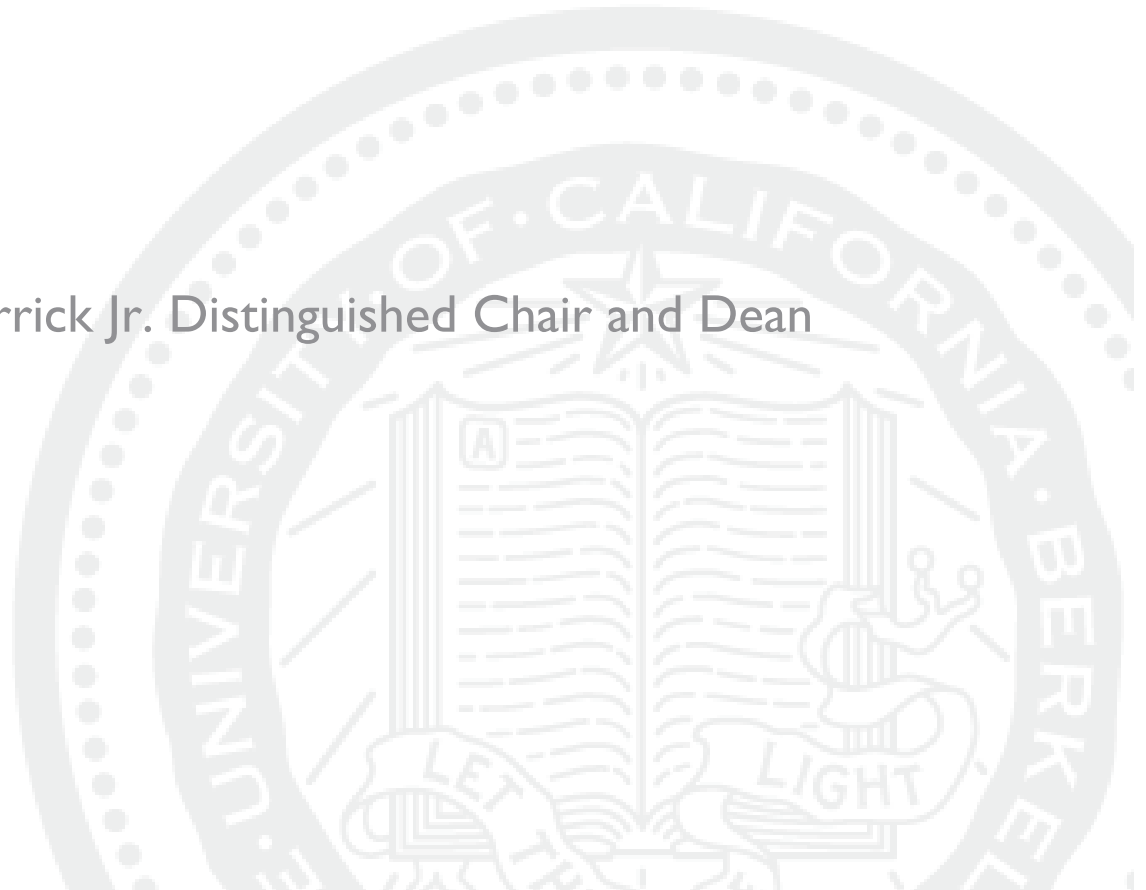


Student Town Hall Forum

Christopher Edley, Jr.

The Honorable William H. Orrick Jr. Distinguished Chair and Dean

February 26, 2010



Overview of 2010-11 Governor's Budget Proposal

• <u>State General Fund Budget Gap =</u>	\$19.9 B
• 2009-10 Fiscal Year Shortfall	\$6.6 B
• 2010-11 Fiscal Year Shortfall	\$12.3 B
• State General Fund Reserve	\$1.0 B
• What Contributed to the State Budget Gap?	
• Revenue Decline	\$3.4 B
• Federal & State Court Litigation	\$4.9 B
• Erosion of Budget Solutions	\$2.3 B
• Population and Caseload Growth	\$1.4 B
• <u>Governor's Proposal to Close the Gap:</u>	
• Expenditure Reductions (43%)	\$ 8.5 B
• Federal Funds (35%)	\$ 6.9 B
• Alternative Funding (20%)	\$ 3.9 B
• Fund Shifts/Other Rev. (3%)	<u>\$ 0.6 B</u>
• Closing the Budget Gap (100 %)	\$19.9 B

UC Budget Request for Next Year vs Governor's Budget Proposal

	UC Request	Governor's Proposal
Partial restoration of this year's cuts	\$ 305.0 M	\$ 305.0 M
Unfunded retirement liabilities	109.8 M	14.1 M
Partial costs for unfunded enrollment (#14,000)	155.8 M	51.3 M
Re-Investment, academic excellence	332.1 M	--
Health sciences initiatives	10.4 M	--
Total	\$913.1 M	\$ 370.4 M

Also:

- No state money for capital projects (UC request: \$600 M)
- Governor would fully fund Undergraduate Cal Grants only if the hoped-for Federal funds (~\$7 B) come.

California's Higher Education in Context

□ Vision and longstanding commitment to education

- 1960 California Master Plan: responsibility divided between UC, California State University, and Community Colleges system
- Investment that is eroding with the state economic crisis

□ California's Madness

- Declining state investments; decreased levels of educational attainment
- **Fact: Immediate state budget cuts to the core funds budget is \$813 million, 20% reduction from 2008-09;**
- Fact: California's per-student funding has dropped **40%** since 1990; campuses everywhere are cutting programs, hiring and using employment furlough plans to make up the budget deficit

Meanwhile, Back At Boalt . . .

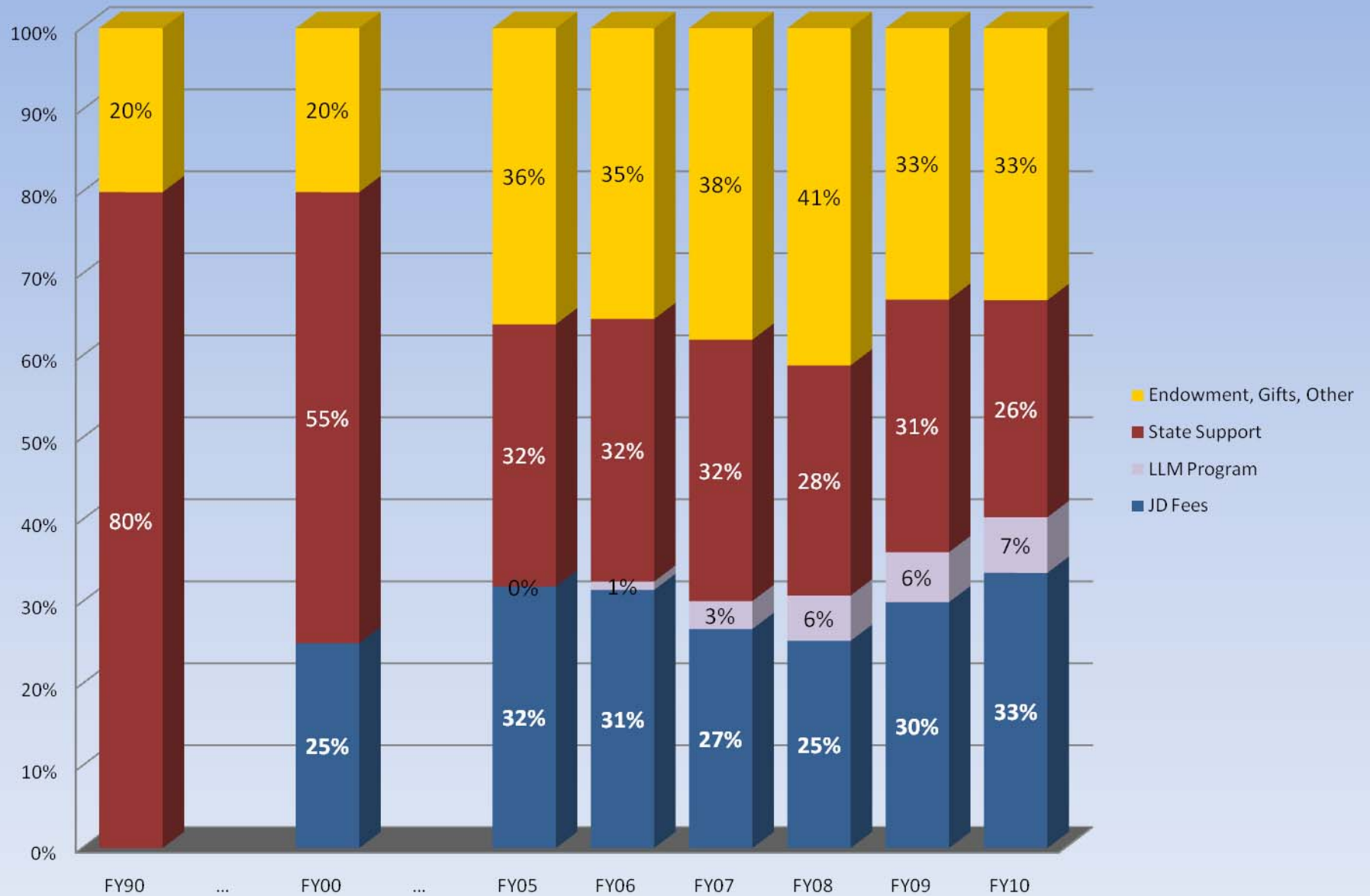
- **Boalt's financial circumstances are far better than most other units; we saw the challenges ahead and went to work –**
 - Launched \$125 M capital campaign: The Campaign for Boalt Hall (60% there)
 - Won more fiscal autonomy from Campus and Regents
 - Won support for strategy to raise tuition over several years to reach benchmark of \$5,000 below the average of the top-10 law schools
- **We've enhanced our commitments to access and freedom of career choice**
 - Multi-million investments in financial aid, including summer stipends and Loan Repayment Assistance for graduates entering public interest sector
 - New investments in the Career Development Office to support students and young alumni in the recessionary job market
 - Credentials and all kinds of diversity have improved with our ranking and our investments in faculty, facilities, financial aid

(cont'd)

. . . Boalt moves forward (cont'd)

- **The Plan: Expand the faculty by 40%, and enrich the curriculum**
 - From July 2004 through June 2010, we will have added over 35 outstanding new professors and clinical professors
 - In this same period, created 6 new multidisciplinary policy & research think tanks to connect Boalt with the rest of Berkeley and tackle major private and public sector problems
 - Substantially enhanced clinical curriculum; a new “Boalt in D.C.” semester-in-residence program with externships in government agencies, Congress, and non-profits
- **The Plan: Expand and Modernize the Building**
 - Over \$15 million already invested in new and remodeled classrooms
 - The \$90 million South Addition, replacing the interior courtyard, ready for move-in January 2011
 - Also coming soon: demolition and a straight N-S hallway on the 1st floor, with 8 new seminar rooms

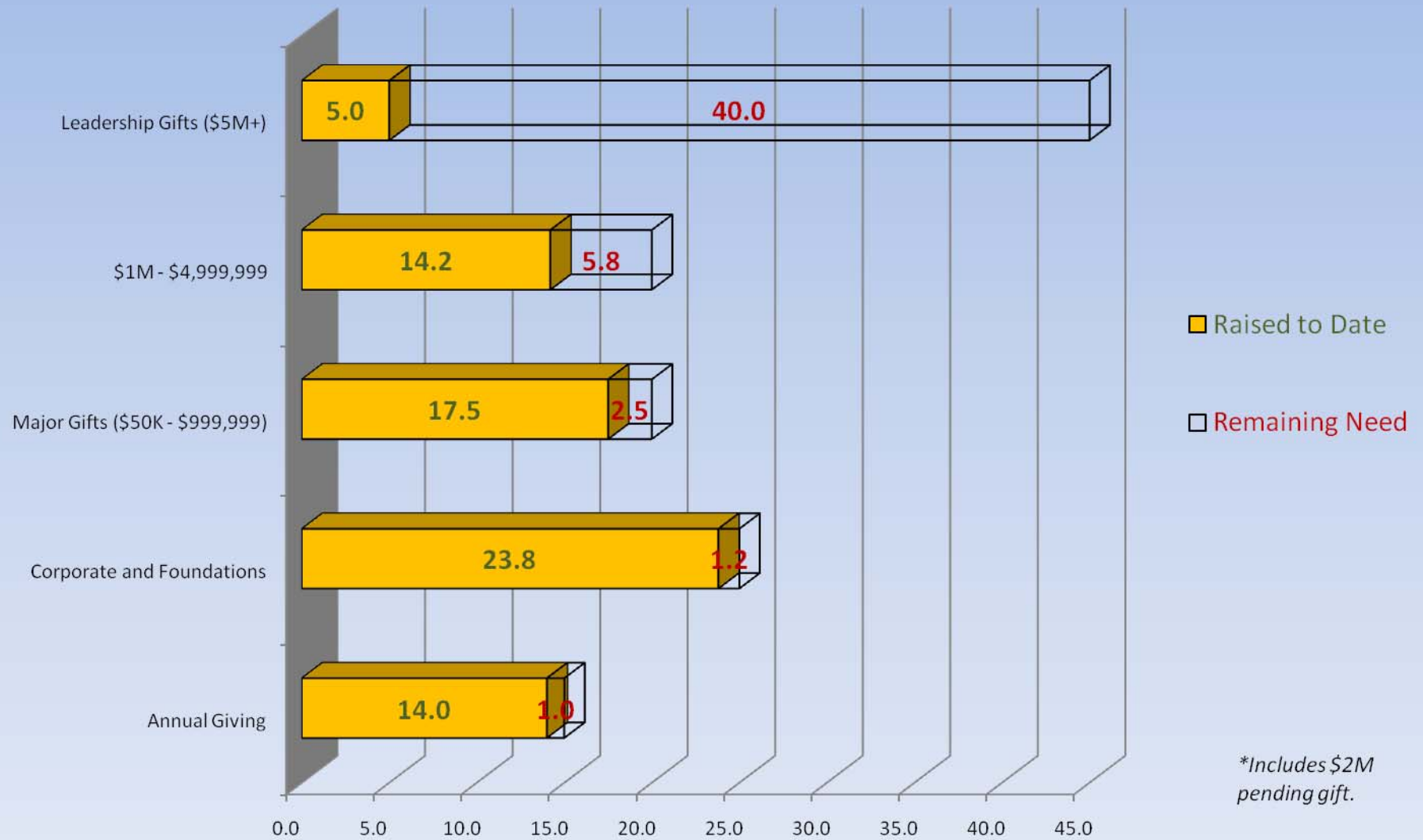
The Changing Financial Model at Boalt Hall



The Campaign for Boalt Hall

Total Raised thru February 24, 2010: \$74,500,000

Progress & Remaining Need by Gift Type Category



Projected Fees at Boalt, Private and Public Competitors



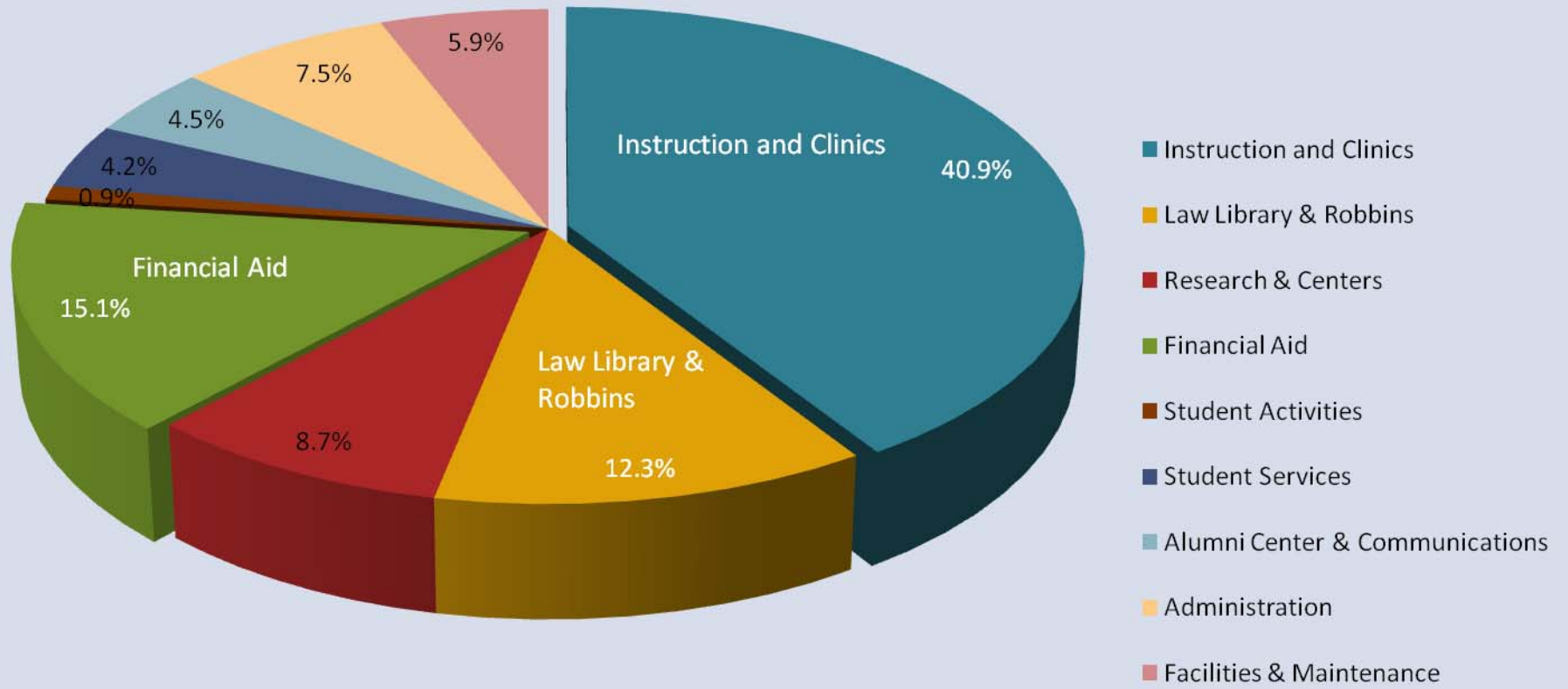
Projected Total Tuition at Boalt, 2011-13

	Fall 2009	2010	2011*	2012*
Total Resident Tuition & Fees	\$35,908	\$44,220	\$49,347	\$51,815
<u>Professional Degree Fee (Boalt)</u>	<u>25,283</u>	<u>31,355</u>	<u>35,324</u>	<u>36,524</u>
Educational Fee (Campus)	6,822	9,312	10,333	11,457
Health Insurance Fee (Campus)	1,932	2,029	2,130	2,237
Registration Fee (Campus)	900	900	900	900
Berkeley Campus Fee (Campus)	429	450	472	496
Class Pass Fee (Campus)	136	145	157	172
Special Fee (Campus)	376	--	--	--
Instructional Materials (Boalt)	30	30	30	30

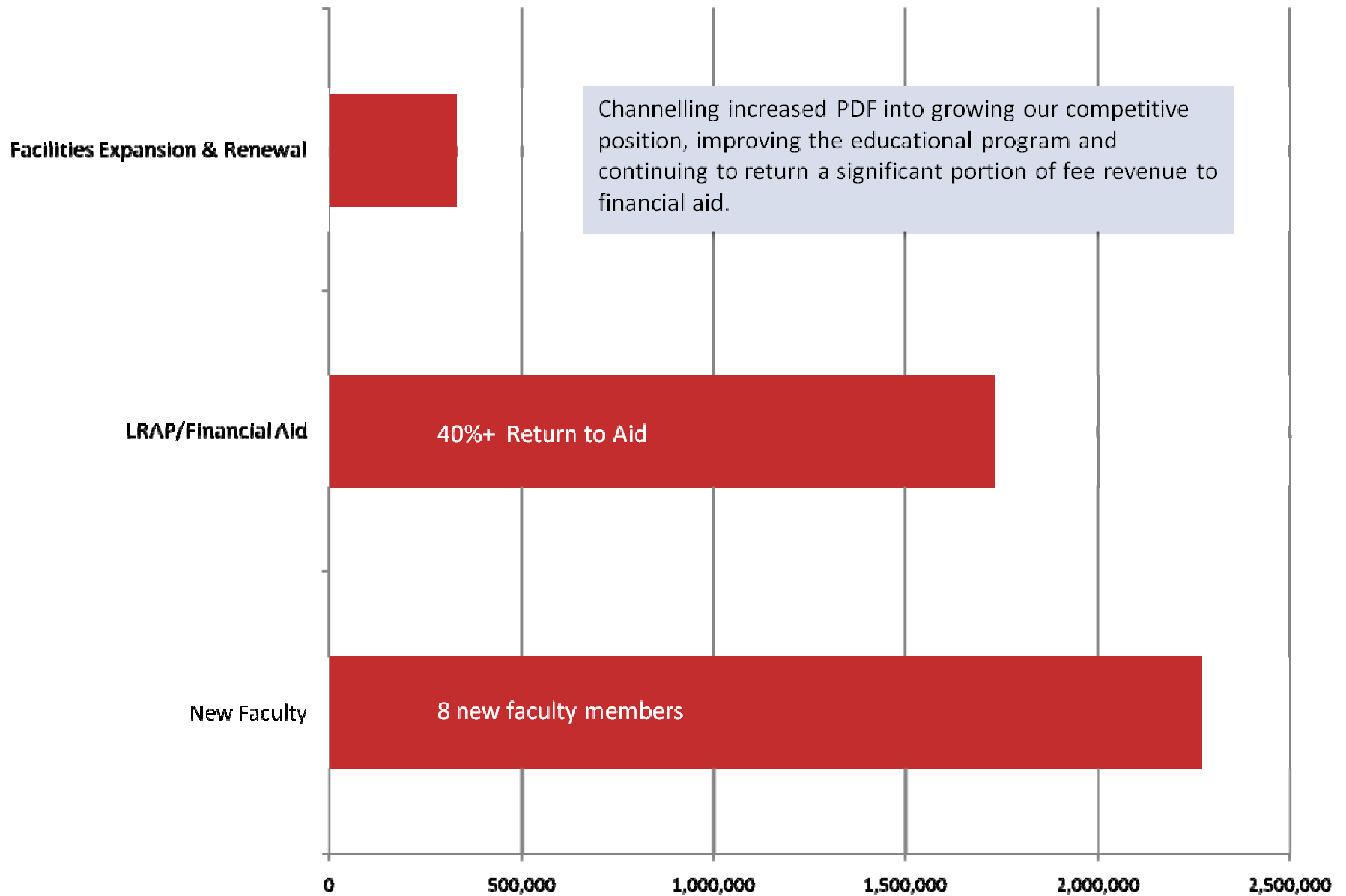
**Contingent upon projections of competitors fees*

FY10 Budget - where are we spending?

Instruction and financial aid account for over half of Berkeley Law's FY10 budget.



How are we planning to spend \$4.2 Million in New Fee Revenue in FY11?



Financial Aid Spending at Boalt



Capital Improvements at Boalt Hall

Project	Finished	How Much?
Main Reading Room Renovation	Fall 2005	1,500,000
Step 1 -- Room 115 Converted to 107, 111, 115	Fall 2006	1,000,000
Step 2 -- Rooms 100, 105, 110 Renovation	Fall 2007	2,000,000
Step 3		15,000,000*
Student Center	November 2008	
Renovated Rooms 10 and 12	Fall 2008	
New Moot Court 145	Spring 2009	
Koret Learning Center - Room 170	Fall 2009	
South Addition Project		90,000,000*
Two New Classrooms 2nd Floor (242, 244)	December 2009	
Major First Floor Renovation (Classrooms, Lockers)	December 2010	
New Building	December 2010	

Student Employment

- **CDO reports suggest we are 10-20% below previous years for 2L summer and 3L employment**
 - But, there still several months remaining for recruitment, many students have not yet responded to CDO emails regarding their plans, and many 3Ls with offers do not have a set start date

- **10-15% drop in number of recruiters/offers through OCIP (much less compared to some other schools)**
 - Nationwide, 22% of firms discontinued their summer programs in 2010

- **New public interest counselor helped increase number of fellowship offers; plans have been made to accommodate higher demand in 2L: summer fellowships and \$2,000 minimum will be provided**

- **Expansion of small/medium-sized firm resources on CDO website, added small firm networking reception program and networking expert to give presentations**

Student Employment

□ 2008-2009: A tough year

- 2/3 of large firms deferred 2009 grads for more than 3 months, NALP estimates 3200-3700
- Average permanent job rate for summer associates in 2009 was 69% – Berkeley estimates are higher, around 80-90%
- National callback rate for fall 2009 was 37%, compared to 60% in 2007 – **Berkeley estimates are over 60%, down from about 75% in previous years**

Boalt Rankings - National Law Journal

- ❑ **Based on law firm surveys results of the highest percentages of graduates hired from NLJ 250 firms (largest firms in the country)**
 - ❑ We ranked #9 in this year's survey, with 47.8% of 2009 graduates hired at an NLJ 250 law firm
 - ❑ Includes students with uncertain start dates and graduates who have been deferred from employment
 - ❑ Does not include students who go on to work for NLJ 250 firms after 1-2 year clerkships (11% of 2009 graduates clerked directly after graduation)
- ❑ **Based on our actual student responses regarding post-grad plans, the actual percentage is closer to 54%**
- ❑ **Last year we were #6, with 62.6% of 2008 graduates hired at a NLJ 250**
 - ❑ However, many included in this list were actually laid off in 2009

Curriculum Changes & Course Access

Changes to the Writing Requirement

- The faculty approved a change to the writing requirement to lower the number of required pages to 30 and broaden the scope of papers that fulfill the requirement, facilitating students' ability to complete the requirement.

Overlapping classes

- We have recently made changes in the course schedule to alleviate the problem of classes that overlap by five or ten minutes. This change will take effect in Fall 2010.

Two Year Curriculum Plan

- Since Spring 2009, we have had a two-year curriculum plan that allows students to plan ahead academically.

1L Academic Planning Curriculum Plan

- We now have a spring registration workshop for 1Ls to talk about all the academic opportunities available over their next two years.

3L Bar Information

- We now have workshops for 3Ls focused on preparing and applying for the Bar.

Some Other Student Services

Clerkships and Rankings

- In an effort to keep our students competitive for clerkships, the faculty is currently reviewing a proposal to revise the ranking system so that Boalt does not rank for OSCAR purposes.

Expansion of *James Lyda's* Presence

- James Lyda is a psychologist with the Tang Center who joined Boalt in January 2009. This year he expanded his time to 30 hours a week and saw over 90 individual law students during the fall semester.

Expansion of Staff in Registrar's Office

- Boalt added a full-time staff member to the Registrar's Office and hired a new Registrar. That office has revamped forms and processes to address student requests as quickly as possible.

Student Center

- The Student Center opened in Spring 2009 as a space for journals and student groups. It is also a good opportunity for broad community development.

**My dear mother always said
things would get better.
(Eventually.)**

Didn't yours?