



State of Connecticut
Department of Higher Education

Report

Department of Higher Education

FY 2009 – 2011

Current Services

Budget Request

Board of Governors for Higher Education

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DEPARTMENT OF HIGHER EDUCATION

FY 2010-11 General Fund Current Services Request

Budget Assumptions

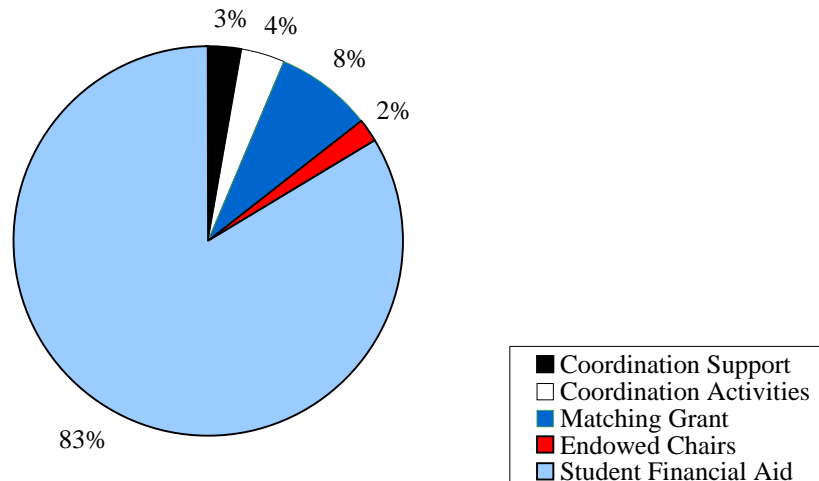
- **Personnel**
 - 27 General Fund positions – no increase in staffing
 - 5 Other Current Expense positions in Alternate Route to Certification, Minority Advancement, National Service and Early Childhood Education
- **2009 Budget Base - \$71.7 million**
 - Collective Bargaining Increase – 4.14% in 2010; 0% in 2011 (no bargaining contract)
 - Inflationary adjustments – 2.1% and 1.4%, respectively
 - International program exchange rate adjustment and additional language instruction
 - Expansion of ARC to Bridgeport and equipment replacement funds
- **Statutory Student Aid Formula Increases - \$30.8 million**
- **Other Required Adjustments**
 - Higher Education Matching Grant obligations – one-time \$9.17 million
 - New Endowed Chairs in Early Childhood and Biology at Eastern Connecticut State University and Mechanistic Toxicology at the University of Connecticut - \$2 million
- **2010 budget is lower than the 2009 allotment when formula and other required adjustments are excluded**

DEPARTMENT OF HIGHER EDUCATION

Summary of FY 2009-11 General Fund Current Services Request

	FY 2010			FY 2011		
	<u>Positions</u>	<u>Expenditures</u>	Change from <u>FY 2009</u>	<u>Positions</u>	<u>Expenditures</u>	Change from <u>FY 2010</u>
Coordination Support	27	\$3,133,410	2.9%	27	\$3,112,660	-0.7%
Coordination Activities	5	\$4,124,534	-17.4%	5	\$4,179,478	1.3%
State Matching Grant		\$9,173,988			\$0	
Endowed Chairs		\$2,000,000			\$0	
Student Financial Aid		\$94,843,846	48.9%		\$95,078,341	0.2%
Total Requested	32	\$113,275,778	58.0%	32	\$102,370,479	-9.6%

Coordination activity figures listed above are below 2009 levels as a result of the elimination of one-time funding for CommPACT Schools.



DEPARTMENT OF HIGHER EDUCATION

Major Object Summary General Fund

	<u>FY 2008 Actual</u>	<u>FY 2009 Allotment</u>	<u>FY 2010 Requested</u>	<u>FY 2011 Requested</u>
Positions	31	32	32	32
Personal Services	\$2,738,357	\$2,780,209	\$2,912,154	\$2,884,731
Other Expenses	229,678	263,941	190,026	195,829
Other Current Expenses				
Minority Advancement	2,110,399	2,405,666	2,456,185	2,490,572
Alternate Route to Cert.	273,429	453,181	200,000	200,000
National Service Act	334,544	328,365	352,906	357,847
International Initiatives	69,820	70,000	96,995	98,353
Minority Teacher Incentive	481,229	481,374	491,483	498,364
Higher Ed. Matching Grant	4,185,000		9,173,988	
Education and Health Initiatives	550,000	522,500	533,473	540,941
Loan Reimbursement Programs				
Endowed Chair Mechanistic Toxicology UConn			1,000,000	
Endowed Chair Early Childhood ECSU			500,000	
Endowed Chair Biology ECSU			500,000	
CommPACT Schools		712,500		
Subtotal, OCE	\$8,004,421	\$4,973,586	\$15,305,029	\$4,186,077
Equipment	12,012	1,000	31,230	32,100
Capitol Scholarship Grants	9,080,219	8,827,779	9,115,262	9,242,876
Awds to Children of Disabled Vets	400	4,000	4,000	4,000
CICSG	23,913,860	23,913,860	29,712,813	29,712,813
CAPCS	30,208,469	30,208,469	54,959,393	54,959,393
CT Aid to Charter Oak	59,393	59,393	77,145	77,145
NEBHE	183,750	183,750	183,750	183,750
Opportunities in Veterinary Med.	100,000		300,000	400,000
Washington Center		25,000		
Early Childhood	296,891	475,000	484,975	491,765
GRAND TOTAL	\$74,827,450	\$71,715,987	\$113,275,778	\$102,370,479
Change		-4.2%	58.0%	-9.6%

CONNECTICUT AID FOR PUBLIC COLLEGE STUDENTS

FY 2010 Formula Computation

	Amount Required FY 2008 (FY 2007-08 Tuit. Rev - Refunds)	CT Aid Match FY 2010
<u>University of Connecticut</u>	\$ 190,411,403	
Tuition Freeze subject to set-aside	4,741,885	
Net Expend.	195,153,288	
15% of Net		\$ 29,272,993
 <u>Connecticut State University</u>	 84,513,515	
Tuition Freeze subject to set-aside	2,628,559	
Net Expend.	87,142,074	
15% of Net		13,071,311
 <u>Community-Technical Colleges</u>	 74,840,522	
Tuition Freeze subject to set-aside	2,160,925	
Net Expend.	77,001,447	
15% of Net		11,550,217
 <u>UConn Health Center</u>	 7,099,144	
Less Refunds	-	
Net Expend.	7,099,144	
15% of Net		1,064,872
 TOTAL MATCH OF 15% SET-ASIDE - FY 2010 CAPCS FORMULA:	 \$	 54,959,393
 ACTUAL APPROPRIATION IN FY 2009:	 55.0%	 30,208,469
 AMOUNT OF INCREASE NECESSARY TO FUND FY 2010 FORMULA:	 \$	 24,750,924

CONNECTICUT INDEPENDENT COLLEGE STUDENT GRANT PROGRAM

FY 2010 Formula Computation

A. State Support for Students at the University of Connecticut and Connecticut State University

UCONN FY 2008 General Fund Expenditures	228,499,932
CSU FY 2008 General Fund Expenditures	161,622,771

TOTAL -- State Support of Students in Public Four-year Institutions	\$390,122,703
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B. Annualized General Fund FTE Enrollments in FY 2008

UConn Undergraduates	18,092
UConn Graduates (excludes UCHC)	3,750
CSU Undergraduates	21,445
CSU Graduates	1,403

TOTAL ENROLLMENT	44,690
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C. Average General Fund Support Per FTE Student in FY 2008

\$390,122,703	/	44,690	=	\$8,729.53	(1)
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D. CT FTE Enrollments at Independent Institutions, Fall 2007

13,614.87

E. Award Per FTE Undergraduate Enrollment under 10a-39 in FY 2008 based upon 25%* of State Support Per FTE Student in Public Four-Year Higher Education Institutions

\$8,729.53	*	25%	=	\$2,182.38	(1)
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F. Total Appropriation for 10a-39 in FY 2010 based on 25%

\$2,182.38	*	13,614.87	=	\$29,712,813	(2)
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FY 2009 Appropriation	80.5%	\$23,913,860
Increase necessary to fund 2010 formula		\$5,798,953

(1) Rounded to nearest cent.

(2) Rounded to nearest dollar.

* Statutory change in FY 2003 increased percent for 17 to 25.

Charter Oak State College
Financial Aid Waivers Available

(revised 5/24/04)

BR 02-20, Revision to Policy on Fee Waivers

"The allocation for fee waivers be equal to 5.3% of the revenue collected in the previous year for fees that could be waived."

BR 07-18 Revision to Policy on Fee Waivers

"The allocation for fee waivers will be equal to 7% of the revenue collected in the previous year for fees that could be waived."

PA 08-55 Changes the basis of the request for funding from the tuition waiver set aside of the previous fiscal year to the tuition waiver set aside of the fiscal year two years prior.

FEES THAT COULD BE WAIVED	FY06 Actual	FY07 Actual	FY08 Estimated	FY08 Actual
Matriculation Fee:	616,445	752,979	610,067	607,180
Matriculation Renewal Fee:	312,840	396,967	338,860	361,576
Matriculation Renewal Extension Fee:	29,498	22,815	19,219	25,614
Record Conversion Fee:	0	0		
Technology Fee - PFY Billed:	0	0		
Concentration Proposal Fee:	13,490	10,355	4,650	5,275
Program Change-Associate to Bachelor	4,240	11,999	6,200	13,303
Graduation Fee:	88,912	98,520	80,925	89,127
TOTAL FEES THAT COULD BE WAIVED	1,065,425	1,293,635	1,059,921	1,102,075
FEE WAIVER ALLOCATION = 5.3% of TOTAL	56,468	68,563	74,194	77,145
TOTAL FY WAIVER AVAILABLE	FY 2007	FY 2008	FY 2009	FY 2010
70% In-State	39,527	47,994	51,936	54,002
30% Out-of-State	16,940	20,569	22,258	23,144
TOTAL FEES THAT COULD BE WAIVED	56,468	68,563	74,194	77,145

Financial Aid Grant - From State Via DHE	37,393	59,393	59,393	0
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The request for each year of the biennium is equal to the amount set aside by COSC in the FY two years prior for fee waivers. Such amount shall not exceed 15% of the tuition and fees paid in the previous FY. Any such appropriation shall be used to provide grants for educational expenses to residents of the state who demonstrate substantial financial need and who are matriculated in a degree program at COSC. Individual awards shall not exceed a student's calculated financial need as determined by a needs analysis system approved by the US DOE.

Higher Education Matching Grant Program Status

Calendar Year Gifts Raised	2000	2001	2002	2003	2004	2005	2006	2007	50%	2005	2006	2007	25%
Fiscal Year Match Paid	<u>FY 2002</u>	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007³</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>Total</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>Total</u>
Endowment Eligible Gifts Raised													
University of Connecticut ¹	15,000,000	13,969,541	13,215,088	9,201,354	13,380,745	12,609,044	5,978,975	1,772,726	108,565,244	3,773,868	4,504,902	6,386,809	14,665,579
Connecticut State University	2,295,508	4,313,721	2,906,558	2,069,746	2,544,339	1,315,296	881,239	588,922	19,620,603	2,105,577	1,858,097	2,191,682	6,155,356
Community Colleges	1,139,499	1,774,084	708,975	1,194,465	1,484,969	554,394	103,552	102,000	9,140,836	863,355	1,966,695	4,979,387	7,809,437
Charter Oak State College	112,731	114,334	46,135	32,799	59,818	2,723	-	-	585,665	37,580	67,882	30,509	135,971
Total Endowment Eligible Gifts Raised	18,547,738	20,171,680	16,876,756	12,498,364	17,469,871	14,481,457	6,963,766	2,463,648	137,912,349	6,780,380	8,397,576	13,588,387	28,766,343
State Match													
University of Connecticut ¹	7,500,000	6,984,771	6,607,544	4,600,677	6,690,373	6,304,522	2,989,488	886,363	55,063,737	943,467	1,126,226	1,596,702	3,666,395
Connecticut State University	1,147,754	2,156,861	1,453,279	1,034,873	1,272,170	657,648	440,620	294,461	9,810,302	526,394	464,524	547,921	1,538,839
Community Colleges	569,750	887,042	354,488	597,233	742,485	277,197	51,776	51,000	4,570,418	215,839	491,674	1,244,847	1,952,359
Charter Oak State College	56,366	57,167	23,068	16,400	29,909	1,362	-	-	292,833	9,395	16,971	7,627	33,993
Total State Match	9,273,869	10,085,840	8,438,378	6,249,182	8,734,936	7,240,729	3,481,883	1,231,824	69,737,289	1,695,095	2,099,394	3,397,097	7,191,586
State Match Awarded	8,727,652	-	-	25,300,000	2,000,000	5,350,000	4,185,000		60,563,301				
Unpaid Obligation²	546,217	10,085,840	8,438,378	(19,050,818)	6,734,936	1,890,729	(703,117)	1,231,824	9,173,988	1,695,095	2,099,394	3,397,097	7,191,586

<p>5.91% reduction to appropriation results in unpaid obligation.</p>	<p>\$10.5 million authorized but has not been allocated to date.</p>	<p>\$10 million appropriation request eliminated from Governor's budget recommendation</p>	<p>\$25.3 million unpaid obligation dating from FY 2002 paid through FY 2004 surplus</p>	<p>\$4 million set aside from FY 2005 surplus to be paid out at \$2 million each in FY 2006 and FY 2007.</p>	<p>2005 gifts represent 50% match gifts not subject to the Budget Reserve cap only; These are multi-year gifts received prior to 6/30/05.</p>	<p>2006 gifts represent 50% match gifts not subject to the Budget Reserve cap only; These are multi-year gifts received prior to 6/30/05.</p>	<p>2007 gifts represent 50% match gifts not subject to the Budget Reserve cap only; These are multi-year gifts received prior to 6/30/05.</p>	<p>2005 gifts raised after 6/30/05 subject to 25% match and Budget Reserve cap. No request for funding has been made.</p>	<p>2006 gifts raised after 6/30/05 subject to 25% match and Budget Reserve cap. No request for funding has been made.</p>	<p>2007 gifts raised after 6/30/05 subject to 25% match and Budget Reserve cap. No request for funding has been made.</p>
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- Under UConn 2000, the University of Connecticut received 1:1 endowment matches in FY 1998 - \$9,116,795 and FY 1999 - \$6,778,823, bringing the total state match paid through FY 2008 to \$76,458,920. In addition, under the State Higher Education Matching Grant, \$4.4 million of the \$7.5 million that UConn received in FY 2000 was a 1:1 match in accordance with the last year of the UConn 2000 Match commitment.
- The unpaid obligation represents the unpaid balance from eligible gifts raised during calendar years 2004 and 2005 plus a shortfall of \$19,617 from calendar year 2003.
- Under PA 05-3 and 06-135, multiple year gifts made before 2005 and 2005 gifts received prior to 6/30/05 will be matched at 50% and not subject to the Budget Reserve cap. Gifts received after 6/30/05 will be matched at 25% and are subject to the Budget Reserve cap. **Twenty-five percent match gifts are recorded in the far column, but not requested.**