

OHIO BOARD OF REGENTS

Agenda Item 3.12 Consideration of release and of distribution of FY 2007 State Share of Instruction appropriations from Amended Substitute House Bill 66 of the 126<sup>th</sup> General Assembly.

**RESOLUTION**

WHEREAS, the state's biennial budget directs the Ohio Board of Regents to distribute higher education appropriations in accordance with various requirements; and

WHEREAS, certain of these funds are provided for a specific purpose and others are to be distributed at the discretion of the Board; and

WHEREAS, §209.63.57 of Amended Substitute House Bill 66 requires the Board of Regents to calculate the distribution of the State Share of Instruction based on certain enrollments and facility data, and the formula provisions of that act; and

WHEREAS, state colleges and universities have submitted final FY 2006 enrollment and other data as required by Amended Substitute House Bill 66.

NOW, THEREFORE,

BE IT RESOLVED: that the FY 2007 State Share of Instruction allocation, as revised and corrected as presented in the attached tables and made a part hereof, be approved for distribution.

## **FY 2007 State Share of Instruction Background Information**

1. This request seeks Board approval to release and distribute the final FY 2007 State Share of Instruction subsidy totaling \$1,589,096,031. This amount includes the additional \$30 million provided by the General Assembly in Am. Sub. H.B. 66. The additional \$30 million equals an increase of 1.9% in SSI funding over FY 2006 levels.
2. The formula earnings are based on the 2-year or 5-year enrollment (FTE) average, whichever produces the highest amount for a campus. The terminal year in the average is FY 2006.
3. The determination of total FY 2006 enrollments was completed earlier this month. Collectively, campuses reported almost 350,000 total all-term full-time equivalent students.
4. In order to allocate all of the funds, the fee assumption (also called the local contribution) for undergraduate students enrolled in baccalaureate level courses was reduced slightly, from \$6,118 to \$6,090. The revision of the baccalaureate fee assumption results in corresponding changes to fee assumptions for students at other levels. The adjustment of the fee assumption is the standard step necessary when earnings are less than appropriations.
5. Table 1 compares campus earnings in the October 2006 run of the SSI to earnings that were projected in the summer of 2006. The summer 2006 projections were based on estimated and not actual FY 2006 enrollments.
6. Table 2 compares campus earnings in the October 2006 run of the SSI to final FY 2006 SSI allocations.
7. Campuses are reviewing the data and calculations upon which the FY 2007 draft allocation is based. Changes, if any, will be incorporated into the version of the SSI distribution that will be brought for the Board's consideration at its November meeting.