

# Public Higher Education and Higher Education Assistance Authority

FY 2015 Revised and  
FY 2016 Budgets, Capital Budget  
Staff Presentation  
April 17, 2015

## Public Higher Education

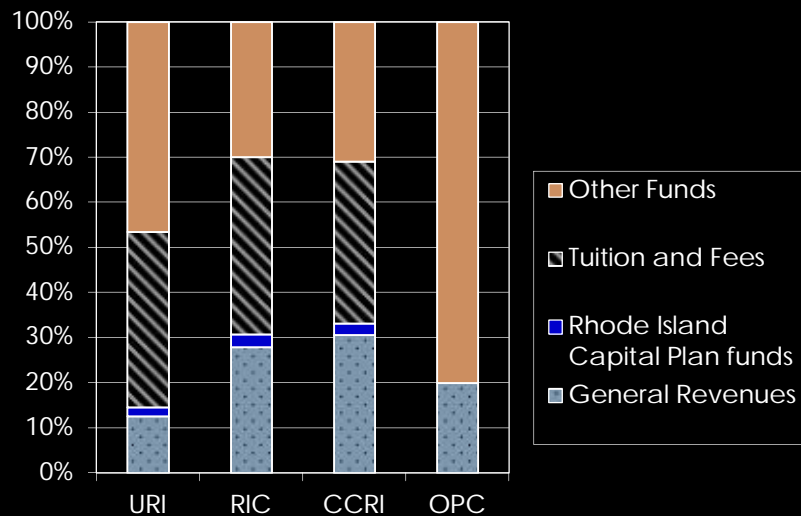
- Office of Postsecondary  
Commissioner
  - Division of Higher Education  
Assistance (Article 7)
- University of Rhode Island
  - RI State Crime Lab
- Rhode Island College
- Community College of Rhode  
Island

## Public Higher Education

- \$1,087.8 million budget
  - 13% of state budget
  - 6% of general revenue budget
- 4,264.2 FTE positions
  - 28% of state total
- \$1,068.5 million capital budget
  - Majority of state's physical property

3

## Public Higher Education Funding



4

## Board of Education

- 2012 Assembly enacted legislation to abolish the Board of Governors for Higher Education and Board of Regents
  - Effective January 1, 2013
  - Created a new 11 member Rhode Island Board of Education
- Abolished Office of Higher Education effective July 1, 2014
- First meeting of new board March 11, 2013

5

## Board of Education

- Enacted to address concerns:
  - College readiness
  - Remedial education needs
  - Overall connection between lower and higher education
    - RIC graduates 50% of state's teachers

6

## Board of Education

- 2014 Assembly restructured the Board of Education
  - 15 members
    - Members also serve on one of two councils
- Councils have most of the statutory authority and responsibility previously held by Board of Education
- Seven members on each council appointed by the Governor

7

## Board of Education

- Full Board
  - Advice and consent on hiring commissioners
    - Elementary and Secondary Education
    - Postsecondary Education
  - Budget review and consent
  - Develop a performance funding formula for public higher education

8

## Board of Education

- Additional Powers of Presidents
  - Creating/consolidating departments, programs, courses of study
  - Submit budget to Council
  - Property management
  - Tables of organization\*
  - Reporting on faculty and student race, gender, etc.
    - Formerly responsibility of OHE

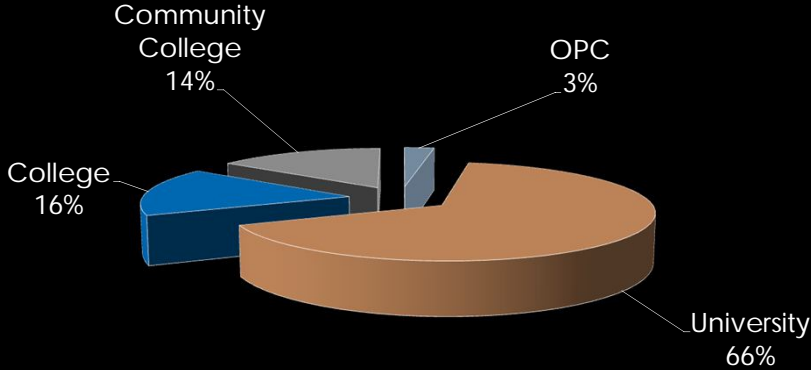
9

## Board of Education

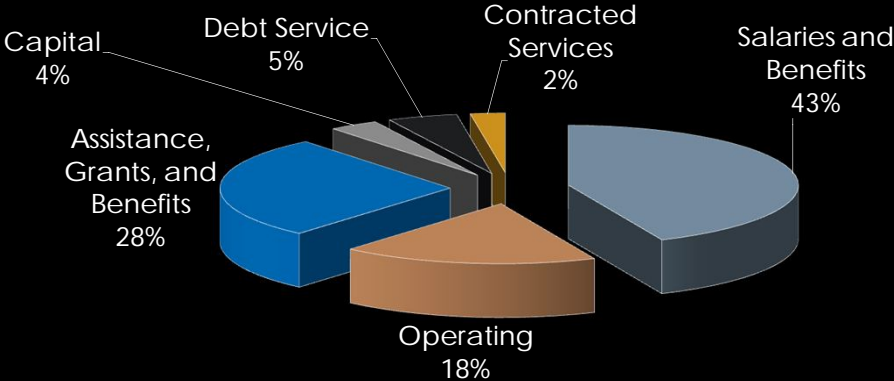
- Office of Postsecondary Commissioner
  - Replaces OHE
  - All of the same functions and responsibilities with the exception of reporting responsibilities and recommending tables of organizations
    - These transfer to presidents

10

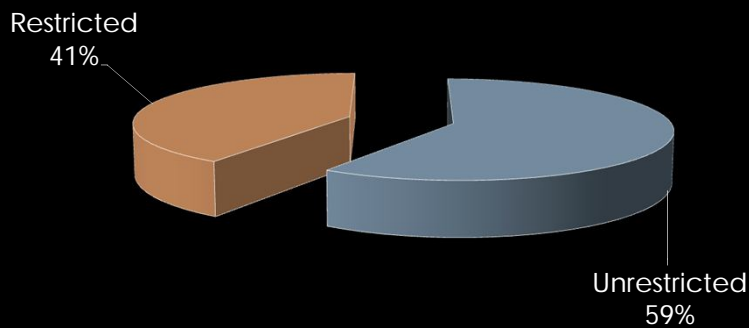
# FY 2016 Summary by Institution



# FY 2016 Summary by Category



## Unrestricted and Restricted Sources



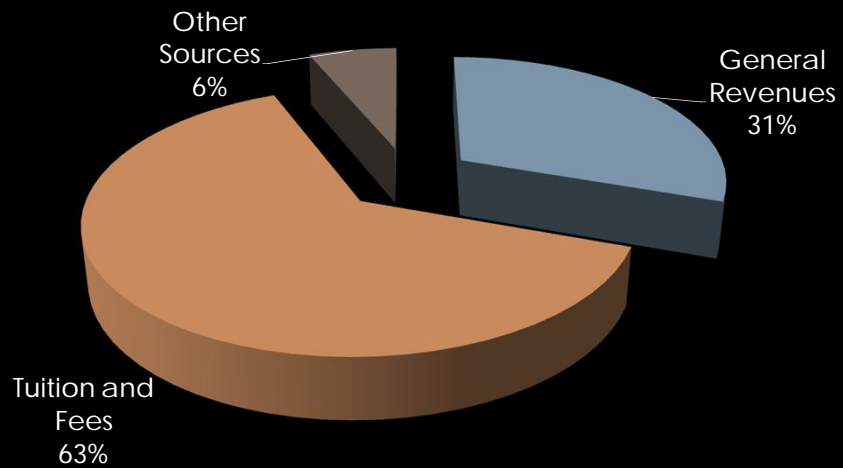
13

## Unrestricted Budget

- Funds used for any legitimate purpose: education & general operations
  - State general revenues
  - Tuition & general fees
  - Auxiliary indirect costs
  - Similar to *general revenue* budget of other agencies

14

## Unrestricted Sources



15

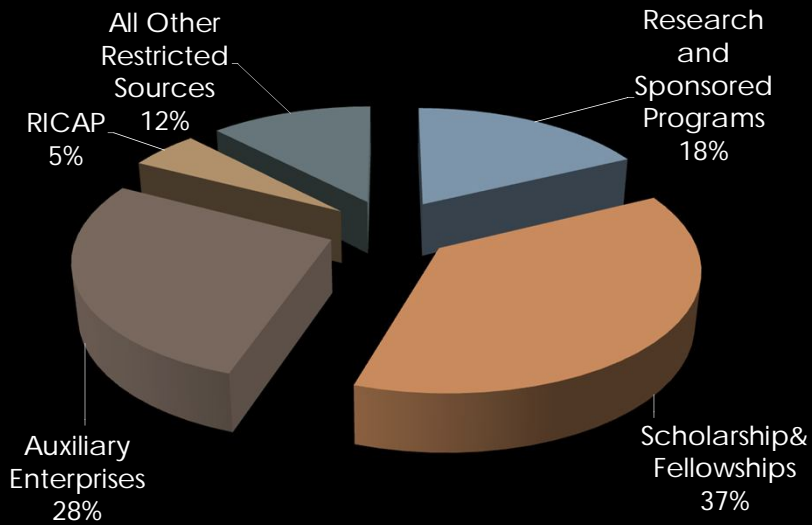
## Restricted Budget

- Funds generally considered restricted receipt or enterprise funds
  - Residence hall & dining funds
  - Other fund sources are limited to use for certain purposes
  - Federal funds & RICAP considered restricted

16



## Restricted Sources



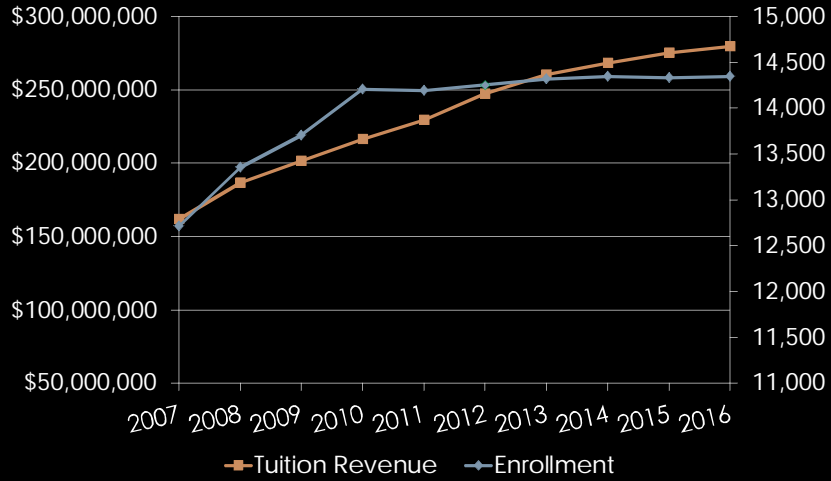
17

## Enrollment

	URI	RIC	CCRI	Total
FY 2015 Enacted	14,447	6,690	10,498	31,635
FY 2015 Revised	14,332	6,690	10,498	31,520
Change	(115)	-	-	(115)
% Change	-1%	0%	0%	0%
FY 2016 Estimate	14,344	6,860	10,141	31,345
Chg. to FY 2015 Rev.	12	170	(357)	(175)
% Chg to FY 2015 Rev.	0.1%	2.5%	-3.4%	-0.6%

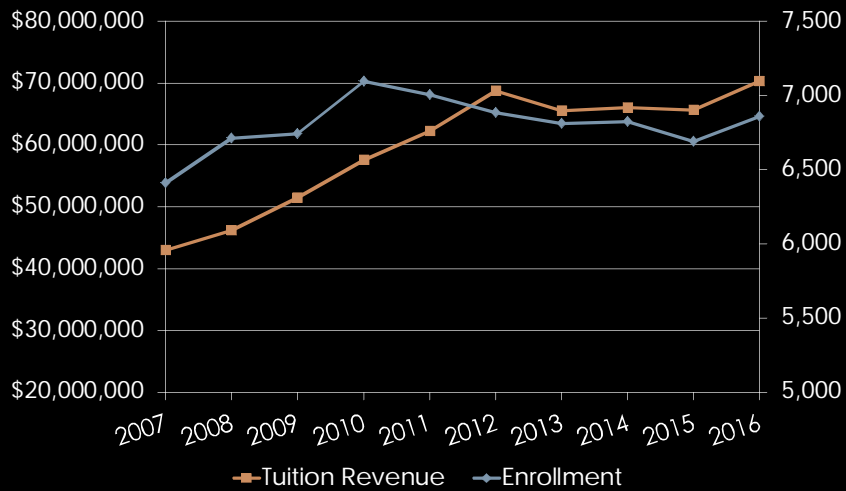
18

## URI Enrollment/Tuition Revenue



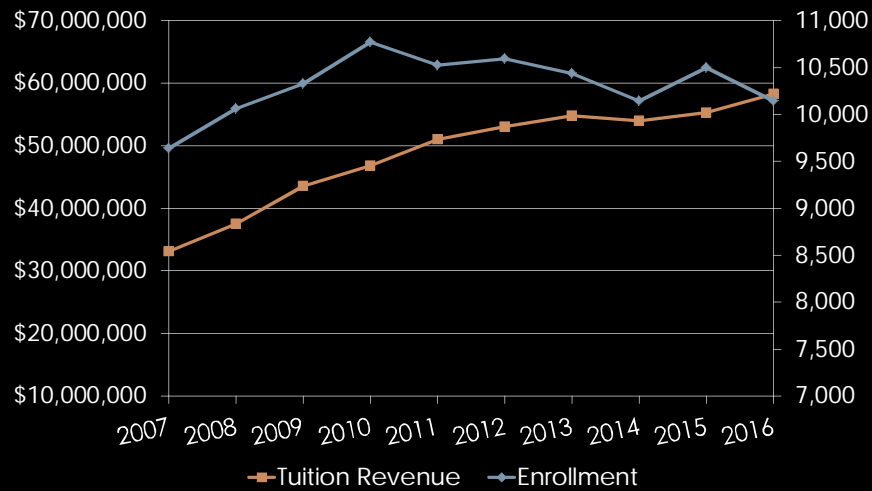
19

## RIC Enrollment/Tuition Revenue



20

## CCRI Enrollment/Tuition Revenue



21

## Board Approved Tuition & Fees

URI	FY 2015	FY 2016	Chg. to FY 2015	
<b>Resident</b>				
Tuition	\$10,878	\$11,128	\$250	2.3%
Fees	1,628	1,734	106	6.5%
<b>Total</b>	<b>\$12,506</b>	<b>\$12,862</b>	<b>\$356</b>	<b>2.8%</b>
<b>Nonresident</b>				
Tuition	\$26,444	\$27,118	\$674	2.5%
Fees	1,628	1,734	106	6.5%
<b>Total</b>	<b>\$28,072</b>	<b>\$28,852</b>	<b>\$780</b>	<b>2.8%</b>
Avg. Room/Board	\$11,752	\$11,956	\$204	1.7%
<b>Enrollment</b>				
In-State	8,150	8,071	(79)	-1.0%
Out-of-State	6,182	6,273	91	1.5%
<b>Total</b>	<b>14,332</b>	<b>14,344</b>	<b>12</b>	<b>0.1%</b>

22

## Board Approved Tuition & Fees

RIC	FY 2015	FY 2016	Chg. to FY 2015	
<b>Resident</b>				
Tuition	\$6,530	\$7,118	\$588	9.0%
Fees	1,072	1,079	7	0.7%
<b>Total</b>	<b>\$7,602</b>	<b>\$8,197</b>	<b>\$595</b>	<b>7.8%</b>
<b>Nonresident</b>				
Tuition	\$17,228	\$18,779	\$1,551	9.0%
Fees	1,072	1,079	7	0.7%
<b>Total</b>	<b>\$18,300</b>	<b>\$19,858</b>	<b>\$1,558</b>	<b>8.5%</b>
Avg. Room/Board	\$10,408	\$10,718	\$310	3.0%
<b>Enrollment</b>				
In-State	5,860	6,010	150	2.6%
Out-of-State	830	850	20	2.4%
<b>Total</b>	<b>6,690</b>	<b>6,860</b>	<b>170</b>	<b>2.5%</b>

23

## Board Approved Tuition & Fees

CCRI	FY 2015	FY 2016	Chg. to FY 2015	
<b>Resident</b>				
Tuition	\$3,624	\$3,950	\$326	9.0%
Fees	326	316	(10)	-3.1%
<b>Total</b>	<b>\$3,950</b>	<b>\$4,266</b>	<b>\$316</b>	<b>8.0%</b>
<b>Nonresident</b>				
Tuition	\$10,256	\$11,180	\$924	9.0%
Fees	326	316	(10)	-3.1%
<b>Total</b>	<b>\$10,582</b>	<b>\$11,496</b>	<b>\$914</b>	<b>8.6%</b>
<b>Enrollment</b>	<b>10,498</b>	<b>10,141</b>	<b>(357)</b>	<b>-3.4%</b>

24

## Target Budget

- Board submits a current service budget in addition to target budget required by Budget Office
- Target of \$184.1 million
  - Current service adjustments of \$5.7 million
  - 7.5% reduction, adjusted for certain exclusions, of \$12.5 million
- Target met by additional tuition increases

25

## Tuition and Fees

- National average: in-state public 4-yr college for FY 2015 is \$9,139
- Rhode Island is 10<sup>th</sup> highest
- Lower than Vermont, New Hampshire and Massachusetts
- Higher than Connecticut and Maine

Source: <http://trends.collegeboard.org/college-pricing>

26

## Tuition and Fees

- New England average: in-state public 2-yr college for FY 2015 is \$3,347
- Rhode Island - \$3,950 which is 4<sup>th</sup> out of 6 New England states
- Lower than Massachusetts and Vermont and New Hampshire
- Higher than Connecticut and Maine

Source: New England Board of Higher Education

27

## Unrestricted Student Aid and Waivers – FY 2016

(In millions)	URI	RIC	CCRI
Student Aid & Waivers	\$102.4	\$15.8	\$3.8
Tuition and Fees	\$279.4	\$70.0	\$58.2
Student Aid % of Tuition/Fees	36.6%	22.6%	6.5%

- Includes financial based and academic scholarships and tuition waivers

28

## Waivers

- Approximately 4.6% of all tuition will be waived for FY 2016
- Who is eligible for waiver?
  - Unemployed
  - Disabled vets
  - National Guard members
  - Senior citizens
  - Dependents of some employees (in CBAs and Board policy)

29

## Graduation Rates

	6-Year Graduation Rate		3-Year Student Success*
	URI	RIC	CCRI
2011	63.1%	46.4%	31.6%
2012	63.2%	44.2%	27.2%
2013	60.1%	43.1%	29.1%
2014	58.9%	42.6%	27.8%

\* First-time, degree-seeking freshmen who graduate or transfer to another institution within three years of enrollment at CCRI

Source: Office of Management and Budget

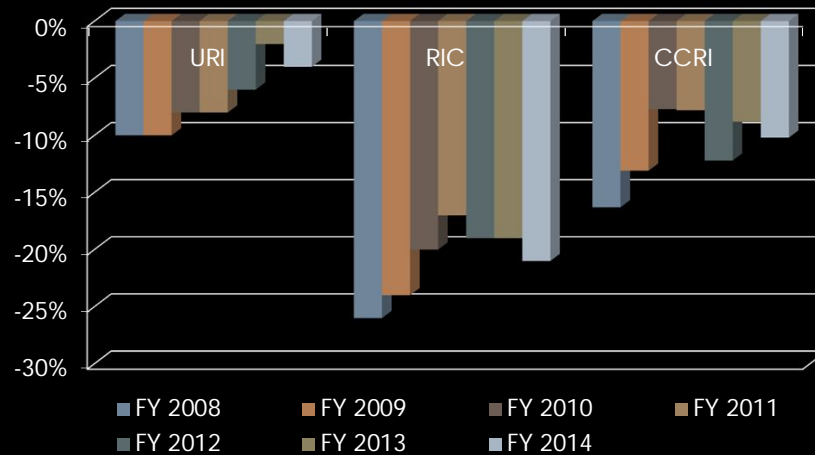
30

## Peer Comparisons

- Board traditionally provides data that compares costs at each RI school to several comparable, or peer institutions

31

## Percents Above & Below New England Peers – In-state Tuition and Fees



32



## About Year to Year Comparisons

- Schools re-evaluate tuition, enrollment & spending projections & adjust current year budget accordingly
- Governor provides \$2.7 million less from general revenues than enacted
  - \$2.6 million less for debt service on general obligation bonds
  - \$1.0 million in statewide medical benefit savings
  - \$0.9 million more for Office Postsecondary Commissioner

33

## Summary by Category

(In millions)	FY 2015 Enacted	FY 2016 Governor	Chg. to Enacted
Salaries & Benefits	\$458.7	\$471.6	\$12.9
Contracted Services	20.5	26.5	6.1
Operating	195.9	195.7	(0.3)
Student Aid	306.5	302.8	(3.8)
Capital	44.3	37.8	(6.5)
Debt Service	54.9	53.4	(1.5)
<b>Total</b>	<b>\$1,080.8</b>	<b>\$1,087.8</b>	<b>\$7.0</b>

34

## Salaries and Benefits

### *Full-Time Equivalent Positions*

Full-Time Positions	FTEs	Chg. To Enacted
Enacted Authorized	4,247.0	-
FY 2016 Request	4,275.2	28.2
FY 2016 Governor	4,264.2	17.2
FY 2014 Average Filled	3,924.2	(322.8)
Filled as of March 8	3,918.4	(328.6)

35

## Office of Postsecondary Commissioner

(In millions)	FY 2015 Enacted	FY 2015 Gov. Rev.	FY 2016 Request	FY 2016 Governor
General Revenue	\$4.6	\$5.5	\$6.1	\$5.8
Federal Funds	5.1	5.1	4.2	23.3
<b>Total</b>	<b>\$9.7</b>	<b>\$10.6</b>	<b>\$10.3</b>	<b>\$29.1</b>
FTEs	12.8	15.0	15.0	30.0

36

## Office of Postsecondary Commissioner

- 2014 Assembly restructured Board
- Office of Postsecondary Commissioner replaced OHE
  - All same functions and responsibilities with exception of reporting responsibilities and recommending tables of organizations
    - These transfer to presidents
- New Commissioner hired during summer of 2014
- \$2.1 million and 15.0 FTEs for FY 2016

37

## Division of Higher Education Assistance

- Article 7 dissolves HEAA and transfers its duties, authority & resources
  - Authority and corporate existence ends on July 1, 2015
- Changes state scholarship program
- 2014 Assembly required administration to include a plan to allocate Authority programs to other agencies as part of the FY 2016 budget

38

## Higher Education Assistance Authority

- Authority created by law in 1977
- Governed by nine-member board
  - 8 appointed by governor for 5 - year terms:
    - Five members with educational or financial expertise
    - Three members with recommendation of educational associations
  - General Treasurer, ex-officio member
- Acts as guaranty agency under agreements with lenders and U.S. DoE

39

## Higher Education Assistance Authority

- Congress passed legislation ending subsidies to lenders and originating all loans directly w/ federal government effective July 2010
- Authority continues to manage existing remaining portfolio
  - Current estimation for loan portfolio extinguishment: 2-4 years

40

## Higher Education Assistance Authority

- Paid by federal government for default aversion activities
  - Historically generated enough income to support other agency programs
  - Operating reserves ~ \$28 million as of June 2014
- December 2013, federal budget significantly reduced guaranty agency revenue by approximately 50%

41

## Higher Education Assistance Authority

- Authority's FY 2015 revised and FY 2016 budget requests address declining revenues:
  - Privatize remaining guaranty work
  - Reduce staffing levels to 15.0 FTE from 22.0
    - Retain some staff to administer the contract
- Other states (Colorado, Georgia, and Maine) have transferred their loan portfolios to 3<sup>rd</sup> parties

42

## Higher Education Assistance Authority

- Scholarship and Grants
  - Need-based student financial assistance
- Tuition Savings
  - CollegeBoundfund is a qualified state tuition savings program
- Federal Loans
  - State's designated guaranty agency
  - Loan guarantees, application processing, repayment management, default aversion and collection, etc.

43

## HEAA - WaytogoRI

- WaytogoRI: free, Internet-based program to explore educational and career goals
  - Available to all public and many private schools
- HEAA has contract with XAP to host site and provide maintenance
  - Contract expires in June, 2016
- Funded from federal Guaranty sources

44

## HEAA - CollegeBoundfund

- Qualified state tuition savings program
- Fees paid primarily by out-of-state participants
  - Fees generated \$8.1 million in FY 2014
  - Primarily used to fund scholarships and grants program and administrative expenses
- 20 states have their Office of General Treasurer administer their 529 college savings (CollegeBoundfund) programs

45

## HEAA - CollegeBoundfund

- At September 25, 2014 meeting, Board approved new CollegeBound Baby Program
- AllianceBernstein pays \$100 for every baby born in Rhode Island each year
  - Approximately 11,000 a year
- There is no change to this program proposed in budget - not funded through state budget

46

## HEAA - Scholarships and Grants

- Need Based Scholarships and Grants
  - Established by statute in 1977; available only to Rhode Island residents
  - Eligibility and need determined from information submitted on the FAFSA
  - Statutory minimum \$250, maximum \$2,000
  - Board sets maximum
    - \$500 for FY 2015
    - Average award is \$435

47

## HEAA - Scholarships and Grants

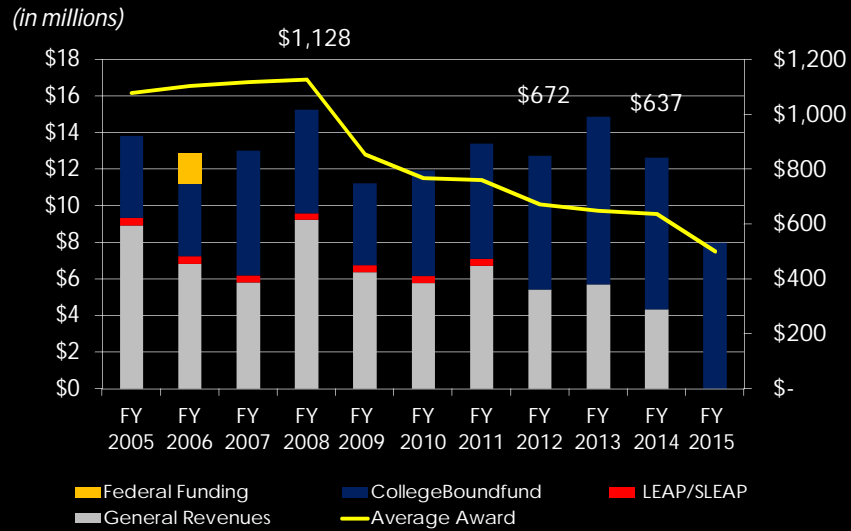
Element	Statutory	Board Policy
Formula for calculating need	X	
Max/Min Award	X	
Amount of Award		X
Type of Institution (in state/out of state)	X	

Total funding is subject to appropriation

48



# HEAA - Scholarships and Grants



49

# HEAA - Scholarships and Grants

- Awards first come, first served
- In FY 2014:
  - 18,355 students received awards
    - ~ 75% in-state
    - ~ 25% out-of-state
  - Average grant award of \$664
    - Covers 5% of average student's need
  - 52.2% of eligible recipients received awards

50

## HEAA - Scholarships and Grants

Institution	FY 2014 Tuition and Fees	Percent Covered
Community College of Rhode Island	\$3,950	16.8%
Rhode Island College	\$7,602	8.7%
University of Rhode Island	\$12,506	5.3%
Bryant University	\$38,199	1.7%
Providence College	\$43,115	1.5%
Brown University	\$47,434	1.4%

51

## HEAA - Scholarship and Grants

- Most states do not award grants to students attending out of state schools
  - Vermont only other regional state
- Most states do not have reciprocal agreements with other states
  - Rhode Island has agreements with Massachusetts and Pennsylvania
  - Connecticut and Maine do not have reciprocal agreements
  - New Hampshire has no grant program

52

## Article 7 - HEAA

- Article 7 replaces state's need based scholarship and grants program formula and eligibility requirements with a more flexible state grant program under direction of Commissioner of Postsecondary Education
- Budget directs \$11.4 million to two new programs

53

## Article 7 - HEAA

- Last Dollar Scholarship - \$10.1 million
  - From tuition savings fees & reserve funds
  - Students w/academic performance & financial need
- Dual Enrollment Incentive - \$1.3 million
  - From tuition savings fees
  - For qualified high school students to earn college credit at no cost to the student

54

## Article 7 - HEAA

	FY 2015 Enacted	FY 2016 Gov.	Chg. To Enacted
Need-Based Scholarships	\$12.1	\$-	(\$12.1)
Last Dollar	-	10.1	10.1
Dual Enrollment	-	1.3	1.3
<b>Total</b>	<b>\$12.1</b>	<b>\$11.4</b>	<b>(\$0.7)</b>
<b>Sources</b>			
Tuition Savings Fees	\$8.0	\$7.4	(\$0.6)
Guaranty Agency Reserves	\$4.1	\$4.0	(\$0.01)
<b>Total</b>	<b>\$12.1</b>	<b>\$11.4</b>	<b>(\$0.7)</b>

55

## Article 7 - HEAA

Guaranty Agency Operating Reserves	
<b>Balance as of June 2014</b>	<b>\$28.0</b>
Last Dollar Scholarship FY 2016	(4.0)
FY 2017	(4.0)
FY 2018	(4.0)
FY 2019	(4.0)
FY 2020	(4.0)
FY 2021	(4.0)
FY 2022	(4.0)
<b>Ending Balance FY 2023</b>	<b>\$0</b>

56

## Article 7 - HEAA

- Law is silent but initial discussions indicate intent is for grants to go to in-state public institutions only
- Other questions discussed during Article 7 hearing on April 14:
  - How and when will grants be determined?
  - Will other types of institutions be eligible for funds?
    - Out-of-state, private

57

## Article 7 - HEAA

- Transfers all powers, duties, authority and resources of HEAA to
  - Council for Postsecondary Education
    - Establishes new Division of Higher Education Assistance
    - \$19.1 million and 15.0 full-time positions
  - Treasurer's Office
- Authority & its corporate existence end on July 1, 2015

58

## Article 7 - HEAA

Program	Authority/ Responsibility	Funding
Need-based scholarships and grants	OPC	OPC
Guaranty Agency	OPC	OPC
CollegeBoundfund	Treasurer*	OPC
WaytogoRI	OPC	OPC

\*no funding or positions provided

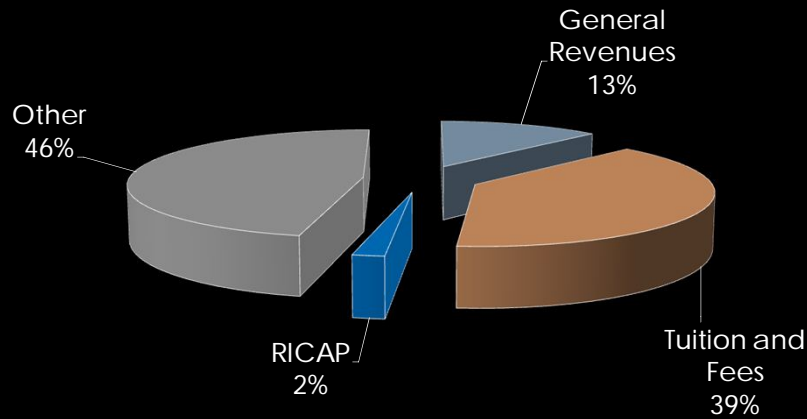
59

## University of Rhode Island

(In millions)	FY 2015 Enacted	FY 2015 Gov. Rev.	FY 2016 Request	FY 2016 Governor
General Revenue	\$91.2	\$89.2	\$97.4	\$90.4
Tuition and Fees	267.7	275.1	279.4	279.4
Other Unrestricted	24.2	23.5	25.3	25.3
Restricted	360.4	346.2	334.0	322.7
<b>Total</b>	<b>\$743.6</b>	<b>\$734.0</b>	<b>\$736.1</b>	<b>\$717.8</b>
FTE Authorization	1,882.7	1,882.7	1,903.7	1,882.7
Third Party Limited	573.8	573.8	573.8	573.8
<b>Total</b>	<b>2,456.5</b>	<b>2,456.5</b>	<b>2,477.5</b>	<b>2,456.5</b>

60

## URI Sources of Funds



61

## URI – Unrestricted Budget

Change to Enacted	Request	Governor	Difference
Current Year Revisions	\$ 7,039,029	\$ 5,303,184	\$ (1,735,845)
New Positions (21.0)	2,469,557	-	(2,469,557)
Other Salaries & Benefits	5,729,931	4,525,681	(1,204,250)
Buildings and Grounds	240,439	240,439	-
Contracted Project Management	125,000	125,000	-
Business Engagement Center	175,000	175,000	-
Chemistry Building Equipment & Furniture	1,079,804	1,079,804	-

62

## URI – Unrestricted Budget

Change to Enacted	Request	Governor	Difference
New Building Operations	662,370	662,370	-
Utilities	1,869,661	1,869,661	-
Capital - Chemistry Building	(2,000,000)	(2,000,000)	-
Capital - LGBTQ Center	(1,800,000)	(1,800,000)	-
Debt Service	507,271	(504,747)	(1,012,018)
Student Aid	3,182,204	3,182,204	-
State Crime Lab Allowance for Unpaid Accounts	68,478	44,318	(24,160)
Other Operating Adjustments	178,933	178,933	-
	258,316	(332,496)	(590,812)
<b>Total</b>	<b>\$ 19,785,993</b>	<b>\$ 12,749,351</b>	<b>\$ (7,036,642)</b>

63

## University of Rhode Island

- Contracted Project Management
  - \$125,000 for a new initiative to contract for project management services for smaller capital projects
    - 50 projects going on at any given time
  - Staff time limitations and increasing workload lead to delays which extends project schedules and costs

64



## University of Rhode Island

- Business Engagement Center
  - \$175,000 for new 2-year initiative
  - Contract with URI Foundation to increase industry engagement and market Business Engagement Center
- Chemistry Building Equipment & Furniture - \$1.1 million
  - Outfitting new building for summer 2016 occupancy
    - Lab equipment and furniture

65

## University of Rhode Island

- New Building Operations - \$0.7 million
  - Two new buildings coming online during FY 2016
    - Chemistry building and LGBTQ Center
  - Utilities, insurance, trash removal
- Capital Expenditures – LGBTQ Center – (\$1.8 million )
  - Prior year fund balances used in FY 2015 for construction

66

## University of Rhode Island

- Capital Expenditures – Chemistry Building – (\$2.0 million)
  - Revised budget includes funding for the 4<sup>th</sup> floor
    - \$2.0 million from University year-end balances
    - \$1.5 million from private sources
    - \$4.0 million from RICAP

67

## University of Rhode Island

- Capital Expenditures – Gateway Welcome Center - \$0.9 million
  - \$0.9 million from both unrestricted and restricted sources
  - To bolster recruitment of new students
- Student Aid - \$95.9 million
  - 3.4% more than FY 2015, 8% more than FY 2014
  - Language in Article 1 requires URI to maintain internal student financial aid at FY 2015 level

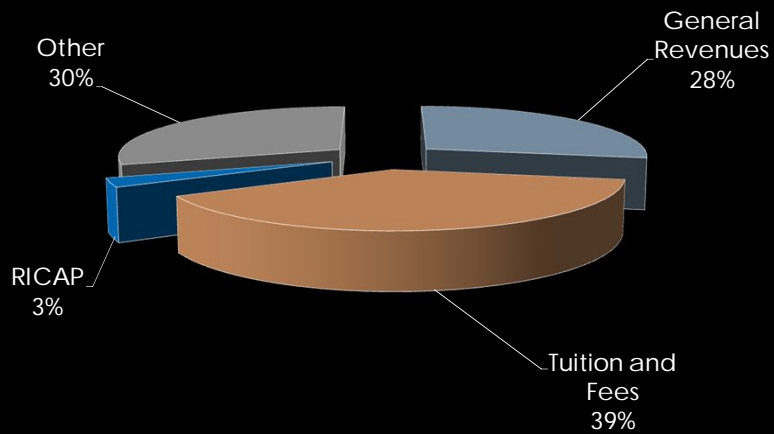
68

# Rhode Island College

(In millions)	FY 2015 Enacted	FY 2015 Gov. Rev.	FY 2016 Request	FY 2016 Governor
General Revenue	\$47.4	\$46.2	\$50.5	\$49.9
Tuition and Fees	65.5	65.6	70.3	70.3
Other Unrestricted	7.7	11.3	9.7	10.4
Restricted	50.8	52.0	48.1	48.1
<b>Total</b>	<b>\$171.4</b>	<b>\$175.1</b>	<b>\$178.5</b>	<b>\$178.7</b>
FTE Authorized	841.6	841.6	841.6	841.6
Third Party	82.0	82.0	82.0	82.0
<b>Total</b>	<b>923.6</b>	<b>923.6</b>	<b>923.6</b>	<b>923.6</b>

69

## RIC Sources of Funds



70

## RIC - Unrestricted Budget

Change to Enacted	Request	Governor	Difference
Current Year Revisions	\$ 3,545,397	\$ 2,517,242	\$ (1,028,155)
Salaries and Benefits	3,104,039	3,104,039	-
Student Aid	1,337,728	1,465,348	127,620
Repairs and Maintenance	1,031,188	731,957	(299,231)
Utilities	707,576	707,576	-
Debt Service	(4,517)	1,919,479	1,923,996
Other Operating Adjustments	126,236	(408,480)	(534,716)
<b>Total</b>	<b>\$ 9,847,647</b>	<b>\$ 10,037,161</b>	<b>\$ 189,514</b>

71

## Rhode Island College

- Student Aid - \$13.9 million
  - 9% more than FY 2015, 10% more than FY 2014
  - Language in Article 1 requires RIC to maintain internal student financial aid at FY 2015 level
- Debt Service - \$8.9 million
  - \$1.9 million for debt service on general obligation bonds for phase I of repairs to academic buildings approved by voters in 2012

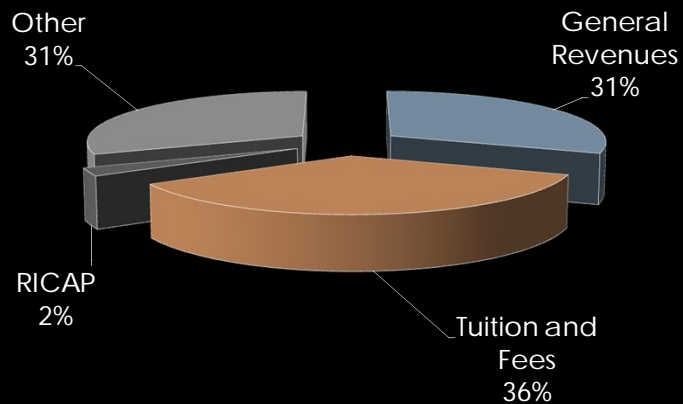
72

# Community College of Rhode Island

(In millions)	FY 2015 Enacted	FY 2015 Gov. Rev.	FY 2016 Request	FY 2016 Governor
General Revenue	\$47.8	\$47.5	\$50.4	\$49.6
Tuition and Fees	55.1	55.3	58.2	58.2
Other Unrestricted	4.6	4.6	4.6	4.7
Restricted	48.7	48.7	49.5	49.5
<b>Total</b>	<b>\$156.2</b>	<b>\$156.0</b>	<b>\$162.8</b>	<b>\$162.2</b>
FTE Authorized	760.1	760.1	765.1	765.1
Third Party	94.0	94.0	94.0	89.0
<b>Total</b>	<b>854.1</b>	<b>854.1</b>	<b>859.1</b>	<b>854.1</b>

73

## CCRI Sources of Funds



74

## CCRI - Unrestricted Budget

Change to Enacted	Request	Governor	Difference
Current Year Revisions	\$ -	\$ (165,990)	\$ (165,990)
New Positions	361,986	361,986	-
Other Salaries & Benefits	4,035,574	4,035,574	-
Technology Upgrades	510,000	510,000	-
Utilities	120,000	120,000	-
Fleet Replacement	193,000	193,000	-
Building Repairs and Maintenance	326,388	326,388	-
Building Renovations	(935,313)	(935,313)	-
Student Aid	280,542	280,542	-
Debt Service	950	(235,308)	(236,258)
Other Operating Expenses	886,445	662,419	(224,026)
<b>Total</b>	<b>\$ 5,779,572</b>	<b>\$ 5,153,298</b>	<b>\$ (626,274)</b>

75

## Community College of Rhode Island

- New Positions - \$0.4 million
  - 5.0 new positions shifted from 3<sup>rd</sup> party funded research positions
  - 3 student development counselors, 1 joint articulation advisor, 1 Clery Act compliance coordinator

76

## Community College of Rhode Island

- Technology Initiatives and Equipment Upgrades - \$1.4 million
  - Increase of \$0.5 million
    - \$250,000 for equipment
    - \$260,000 for software
- Student Aid - \$3.8 million
  - 8% more than FY 2015, 16% more than FY 2014
  - Language in Article 1 requires CCRI to maintain internal student financial aid at FY 2015 level

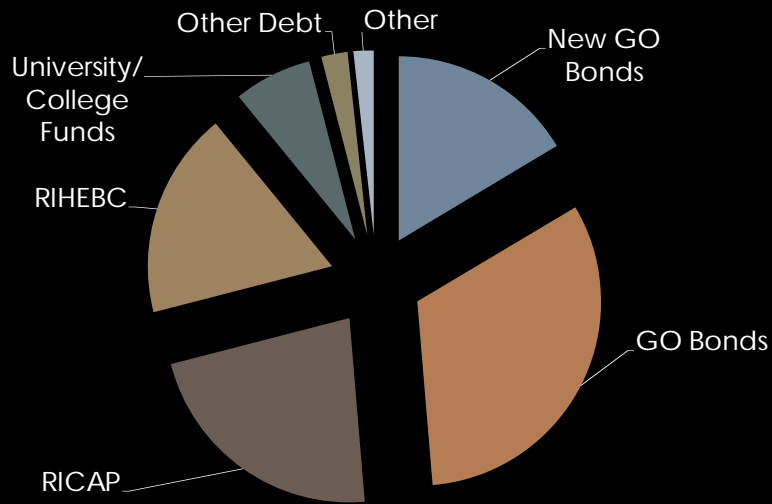
77

## FY 2016 - FY 2020 Capital Budget

- \$582.7 million of new & ongoing projects
- Plus dozens of asset protection projects at each institution
- Campuses contain majority of state's physical property

78

## FY 2016 - FY 2020 Capital Budget



79

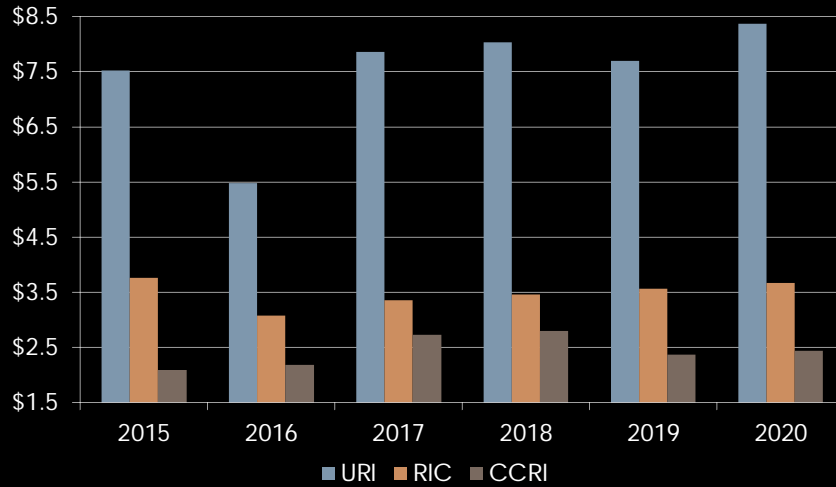
## FY 2016 - FY 2020 Capital Budget

	URI	RIC	CCRI	Total
New Projects	11	-	2	13
Approved Projects	28	13	4	45
Total Projects	39	13	6	58
Cost (In millions)	\$422.5	\$125.5	\$34.7	\$582.7

80



## Asset Protection by Fiscal Year



81

## G.O. Bonds

Project	Board Request	2014 Ballot	Gov. 2016 Ballot
URI - Engineering Quad. I	\$125.0	\$125.0	-
URI - Engineering Quad. II	-	-	25.5
URI - Fine Arts Center	-	-	70.2
<b>Total</b>	<b>\$125.0</b>	<b>\$125.0</b>	<b>\$95.7</b>

Debt service on general revenue bonds is supported by general revenues

82

## G.O. Bonds

- \$125.0 million for URI engineering project approved on November 2014 ballot
  - First phase of project to renovate and build additions to College of Engineering complex
  - Construct 195,000 sq. ft. new facility adjacent to remaining engineering buildings
  - Annual debt service: \$10.3 million

83

## G.O. Bonds

- \$25.5 million for Nov. 2016 ballot for phase II
  - Renovate Bliss Hall (41,400 sq. ft.)
  - Addition (21,000 sq. ft.)
  - Annual debt service would be \$2.1 million
- \$70.2 million for Nov. 2013 ballot for Fine Arts
  - Renovate 120,720 sq. ft.
  - Annual debt service would be \$5.8 million

84

## **Article 2 - Public Corporation Debt Management Act (Kushner Act)**

- \$5.1 million from revenue bonds
- URI's Fraternity Circle Infrastructure
  - Improvements to water distribution & storm water management systems, gas, electric, roadways, walkways & parking lots
- Annual debt service = \$0.4 million
- Total debt service = \$8.1 million
  - supported by general revenues, tuition and fees

85

## **Public Higher Education and Higher Education Assistance Authority**

FY 2015 Revised and  
FY 2016 Budgets, Capital Budget  
Staff Presentation  
April 17, 2015