

## Board of Regents for Higher Education

BOR77700

## Position Summary

Account	Actual FY 13	Governor Estimated FY 14	Original Appropriation FY 15	Governor Revised FY 15	Legislative FY 15	Difference Leg-Gov FY 15
Permanent Full-Time - GF	4,528	4,599	4,614	4,617	4,617	0

## Budget Summary

Account	Actual FY 13	Governor Estimated FY 14	Original Appropriation FY 15	Governor Revised FY 15	Legislative FY 15	Difference Leg-Gov FY 15
<b>Other Current Expenses</b>						
National Service Act	236,728	0	0	0	0	0
Charter Oak State College	2,333,279	2,377,493	2,475,851	2,598,655	2,588,604	(10,051)
Community Tech College System	137,522,897	148,745,337	155,900,920	156,234,170	155,605,363	(628,807)
Connecticut State University	135,658,500	148,631,924	155,542,999	155,542,999	155,564,671	21,672
Board of Regents	1,195,239	663,017	668,841	668,841	666,038	(2,803)
Transform CSCU	0	0	0	0	23,000,000	23,000,000
<b>Nonfunctional - Change to Accruals</b>	<b>0</b>	<b>447,623</b>	<b>979,321</b>	<b>939,884</b>	<b>908,635</b>	<b>(31,249)</b>
<b>Agency Total - General Fund</b>	<b>276,946,643</b>	<b>300,865,394</b>	<b>315,567,932</b>	<b>315,984,549</b>	<b>338,333,311</b>	<b>22,348,762</b>

Account	Governor Revised FY 15		Legislative FY 15		Difference from Governor	
	Pos.	\$	Pos.	\$	Pos.	\$

*Current Services*

## Provide Support for Manufacturing Programs

Community Tech College System	3	333,250	3	333,250	0	0
<b>Total - General Fund</b>	<b>3</b>	<b>333,250</b>	<b>3</b>	<b>333,250</b>	<b>0</b>	<b>0</b>

**Background**

The manufacturing programs within the community college system provide students with technology and academic education that leads to related career employment and continuous personal and professional development.

**Governor**

Provide funding of \$333,250 and three associated positions for operating and maintenance costs for the Manufacturing Center at Naugatuck Valley Community College, the welding shop renovation at Asnuntuck Community College and the new welding lab at Housatonic Community College. Funding is in support of the new buildings and programs coming on line in FY 15.

**Legislative**

Same as Governor

## Adjust Funding for Revised Estimated GAAP Accounts

Nonfunctional - Change to Accruals	0	(39,437)	0	(39,437)	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>(39,437)</b>	<b>0</b>	<b>(39,437)</b>	<b>0</b>	<b>0</b>

**Background**

Each agency's budget includes a line item account called "Nonfunctional - Change to Accruals." This line item represents the estimate of the difference between an agency's cash-basis budget amount and the accrual-basis amounts that will be reflected under Generally Accepted Accounting Principles (GAAP). These funds will not be available for spending; in the aggregate they will prevent the state's GAAP deficit from growing.

**Governor**

Reduce funding by \$39,437 to reflect updated estimates of accruals to comply with GAAP. Across all appropriated funds, there is a net GAAP reduction of \$33.8 million.

**Legislative**

Same as Governor

Account	Governor Revised FY 15		Legislative FY 15		Difference from Governor	
	Pos.	\$	Pos.	\$	Pos.	\$

## Policy Revisions

### Provide Funding for Transform CSCU

Transform CSCU	0	0	0	23,000,000	0	23,000,000
<b>Total - General Fund</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>23,000,000</b>	<b>0</b>	<b>23,000,000</b>

#### Governor

The Governor's budget makes a one-time revenue transfer of \$60 million from resources of the General Fund in FY 15 to the proposed Board of Regents (BOR) - President's Office Operating Fund. This includes: (1) \$32.2 million for operations and tuition support, (2) \$20.4 million for Go Back To Get Ahead, (3) \$2.5 million for the Early College Program, (4) \$900,000 for the transfer and articulation program, and (5) \$4 million for developmental education. This funding has no impact on the existing FY 15 appropriations for the BOR. *Transform CSCU 2020* is a multi-phase plan within the Board of Regents, intended to increase enrollments and provide for workforce development. Additionally, the proposal includes an increase of \$60 million in capital funding along with a redirection of \$20 million of existing capital funds to make system-wide improvements for the BOR.

#### Legislative

Provide funding of \$23 million to support Transform CSCU. Funding totaling \$42 million is provided to the Board of Regents (BOR), this includes \$23 million from the General Fund and \$19 million transferred from the Connecticut Student Loan Foundation. Funding supports: (1) \$24.2 million for operations and tuition support, (2) \$6 million for Go Back To Get Ahead, (3) \$1 million for the Early College program, and (4) \$10.8 million for developmental education. *Transform CSCU 2020* is a multi-phase plan within the Board of Regents, intended to increase enrollments and provide for workforce development. Additionally, the proposal includes an increase of \$60 million in capital funding along with a redirection of \$20 million of existing capital funds to make system-wide improvements for the BOR. (See the table further below for detail regarding expenditures for developmental education).

### Restore Funding for Charter Oak State College

Charter Oak State College	0	122,804	0	122,804	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>122,804</b>	<b>0</b>	<b>122,804</b>	<b>0</b>	<b>0</b>

#### Background

Charter Oak State College is Connecticut's public online college offering bachelor's and associate degree completion programs for adults. The college was established in 1973 by the Connecticut legislature and is accredited by the New England Association of Schools and Colleges, and by the Connecticut Board of Governors for Higher Education. The college offers degree completion programs in a number of high-demand fields including Business, Health Care, Public Safety, Information Systems and more. Students can complete degrees in many concentrations through the exclusive use of affordable and accelerated online courses offered by the college. In other cases, concentrations may be completed by combining Charter Oak's courses and other sources of credit.

#### Governor

Provide funding of \$122,804 to restore the November 2012 rescissions that were rolled out in the FY 12 and FY 13 Biennial Budget to Charter Oak State College.

#### Legislative

Same as Governor

### Provide Funding for Programs at CCSU

Connecticut State University	0	0	0	650,000	0	650,000
<b>Total - General Fund</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>650,000</b>	<b>0</b>	<b>650,000</b>

#### Legislative

Funding of \$650,000 is provided to the Board of Regents (Connecticut State University) for the following:

- \$300,000 for the Institute for Municipal and Regional Policy (IMRP) at Central Connecticut State University for the Racial Profiling Prohibition Project (PA 12-74);
- \$50,000 for the O'Neill Chair Oral History Program - Veterans History Project at CCSU;
- \$50,000 for IMRP for the evaluation of the Multidimensional Family Therapy Program and Juvenile Parole Services (Sections 83 and 84 of PA 14-217, the budget implementer, provide detail concerning the evaluation);
- \$150,000 for IMRP to assist with the Results First project; and
- \$100,000 for IMRP to assist with activities related to the sentencing commission.

Account	Governor Revised FY 15		Legislative FY 15		Difference from Governor	
	Pos.	\$	Pos.	\$	Pos.	\$

### Distribute Lapses

Charter Oak State College	0	0	0	(10,051)	0	(10,051)
Community Tech College System	0	0	0	(628,807)	0	(628,807)
Connecticut State University	0	0	0	(628,328)	0	(628,328)
Board of Regents	0	0	0	(2,803)	0	(2,803)
<b>Total - General Fund</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(1,269,989)</b>	<b>0</b>	<b>(1,269,989)</b>

#### Background

The Governor's Revised FY 15 budget included a bottom line General Lapse of \$14,243,700, a General Other Expenses Lapse of \$4,000,000, and a Statewide Hiring Reduction Lapse of \$6,796,754. These lapse amounts would have been determined and distributed to agencies by OPM at the beginning of FY 15.

#### Legislative

Reduce funding by \$1,269,989 to reflect the distribution of the General Lapse.

### Adjust Funding for GAAP

Nonfunctional - Change to Accruals	0	0	0	(31,249)	0	(31,249)
<b>Total - General Fund</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(31,249)</b>	<b>0</b>	<b>(31,249)</b>

#### Legislative

Reduce funding by \$31,249 in FY 15 to reflect changes to GAAP accruals as a result of policy changes.

### Totals

Budget Components	Governor Revised FY 15		Legislative FY 15		Difference from Governor	
	Pos.	\$	Pos.	\$	Pos.	\$
<b>Original Appropriation - GF</b>	<b>4,614</b>	<b>315,567,932</b>	<b>4,614</b>	<b>315,567,932</b>	<b>0</b>	<b>0</b>
Current Services	3	293,813	3	293,813	0	0
Policy Revisions	0	122,804	0	22,471,566	0	22,348,762
<b>Total Recommended - GF</b>	<b>4,617</b>	<b>315,984,549</b>	<b>4,617</b>	<b>338,333,311</b>	<b>0</b>	<b>22,348,762</b>

### Other Significant Legislation

#### PA 14-47, An Act Making Adjustments to State Expenditures and Revenues for the Fiscal Year Ending June 30, 2015

Sections 30 and 31 contain provisions that allow the Secretary of the Office of Policy and Management (OPM) to allocate specific lapses to state agencies in the three branches of government (these are typically called holdbacks). The agency's FY 15 appropriation levels will be reduced by the amounts shown in the table to achieve the lapses included in PA 14-47. This includes a General Lapse of \$567,935. See the FY 15 Holdbacks schedule in Section VI of this document for a further description of these statewide savings targets.

Account	Appropriation \$	Reduction Amount \$	Net Remaining \$	% Reduction
Charter Oak State College	2,588,604	(4,666)	2,583,938	0.18%
Community Tech College System	155,605,363	(280,471)	155,324,892	0.18%
Connecticut State University	155,564,671	(280,397)	155,284,274	0.18%
Board of Regents	666,038	(2,401)	663,637	0.36%

## Developmental Education for the Board of Regents for Higher Education

College/University	FY 14 Expenditures \$	FY 15 Increase \$ <sup>1</sup>	FY 15 Total \$
Asnuntuck	308,964	215,866	524,830
Capital	1,172,965	472,009	1,644,974
Gateway	1,952,249	991,308	2,943,557
Housatonic	1,986,171	688,552	2,674,723
Manchester	1,081,221	947,411	2,028,632
Middlesex	768,465	375,163	1,143,628
Naugatuck Valley	1,426,652	915,054	2,341,706
Northwestern	328,708	174,910	503,618
Norwalk	1,933,902	812,099	2,746,001
Quinebaug	499,028	232,158	731,186
Three Rivers	945,306	570,663	1,515,969
Tunxis	1,262,308	554,372	1,816,680
<b>Subtotal</b>	<b>13,665,939</b>	<b>6,949,564</b>	<b>20,615,503</b>
Central	424,730	469,565	894,295
Eastern	437,507	469,565	907,072
Southern	1,458,841	469,565	1,928,406
Western	504,748	469,565	974,313
<b>Subtotal</b>	<b>2,825,826</b>	<b>1,878,260</b>	<b>4,704,086</b>
<b>Adult Education:</b>			
Asnuntuck	-	61,259	61,259
Capital	-	133,948	133,948
Gateway	-	281,317	281,317
Housatonic	-	195,400	195,400
Manchester	-	268,860	268,860
Middlesex	-	106,465	106,465
Naugatuck Valley	-	259,677	259,677
Northwestern	-	49,637	49,637
Norwalk	-	230,461	230,461
Quinebaug	-	65,883	65,883
Three Rivers	-	161,945	161,945
Tunxis	-	157,322	157,322
<b>Subtotal</b>	<b>-</b>	<b>1,972,175</b>	<b>1,972,175</b>
<b>TOTAL</b>	<b>16,491,765</b>	<b>10,800,000</b>	<b>27,291,765</b>

<sup>1</sup>PA 14-47 includes \$42 million in BOR for Transform CSU; of which \$23 million is General Fund appropriations and \$19 million is transferred from the CT Student Loan Foundation. The FY 15 funding will be used for: (1) \$24.2 million for Operations and Tuition Support, (2) \$10.8 million for Developmental Education, (3) \$6 million for Go Back To Get Ahead, and (4) \$1 million for Early College.