

STATE OF COLORADO FY 08-09 BUDGET REQUEST CYCLE: Education

Schedule 13
Change Request for FY 08-09 Budget Request Cycle

Request Title: Decision Item FY 08-09 Base Reduction Item FY 08-09 Supplemental FY 07-08 Budget Request Amendment FY 08-09
 Department: Refinance - External Capacity Provider Rate Increase
 Priority Number: Education Dept. Approval by: *[Signature]* Date: 2-28-08
 SABA-2 OSPB Approval: *[Signature]* Date: 2/28/08

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 06-07	Appropriation FY 07-08	Revised Supplemental Request FY 07-08	Total Revised Request FY 07-08	Base Request FY 08-09	Decision-Base Reduction FY 08-09	November 1 Request FY 08-09	Budget Amendment FY 08-09	Total Revised Request FY 08-09	Change from Base (Column 5) FY 09-10
Total of All Line Items	Total	3,060,263,893	3,266,328,775	0	3,266,328,775	3,266,328,775	175,518,845	3,441,847,620	0	3,441,847,620	175,518,845
	FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	GF	2,313,658,742	2,480,596,821	0	2,480,596,821	2,480,596,821	149,698,332	2,630,295,153	(2,832,134)	2,627,463,019	146,866,198
	GFE	343,100,000	343,900,000	0	343,900,000	343,900,000	0	343,900,000	0	343,900,000	0
	CF	9,491,876	9,491,876	0	9,491,876	9,491,876	0	9,491,876	0	9,491,876	0
	CFE	394,013,275	432,340,078	0	432,340,078	432,340,078	25,820,513	458,160,591	2,832,134	460,992,725	28,652,647
	FF	0	0	0	0	0	0	0	0	0	0
(2) Assistance to Public Schools (A) Public School Finance State Share of Districts Total Program Funding	Total	3,060,263,893	3,266,328,775	0	3,266,328,775	3,266,328,775	175,518,845	3,441,847,620	0	3,441,847,620	175,518,845
	FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	GF	2,313,658,742	2,480,596,821	0	2,480,596,821	2,480,596,821	149,698,332	2,630,295,153	(2,832,134)	2,627,463,019	146,866,198
	GFE	343,100,000	343,900,000	0	343,900,000	343,900,000	0	343,900,000	0	343,900,000	0
	CF	9,491,876	9,491,876	0	9,491,876	9,491,876	0	9,491,876	0	9,491,876	0
	CFE	394,013,275	432,340,078	0	432,340,078	432,340,078	25,820,513	458,160,591	2,832,134	460,992,725	28,652,647
	FF	0	0	0	0	0	0	0	0	0	0

Letternote revised text: c This request increases the State Education Fund created in Section 17 (4) of Article IX of the State Constitution by \$2,832,134.

Cash Fund name/number, Federal Fund Grant name: State Education Fund - 440

IT Request: Yes No

Request Affects Other Departments: Yes No If Yes, List Other Departments Here: Department of Corrections

Schedule 13
Change Request for FY 08-09 Budget Request Cycle

Decision Item FY 08-09 Base Reduction Item FY 08-09 Supplemental FY 07-08 Budget Request Amendment FY 08-09

Request Title: Tuition Spending Authority
 Department: Department of Higher Education
 Priority Number: BA - 6

Dept. Approval by: *Diana M. Anderson* Date: *2-29-08*
 OSPB Approval: *[Signature]* Date: *2-29-08*

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 06-07	Appropriation FY 07-08	Supplemental Request FY 07-08	Total Revised Request FY 07-08	Base Request FY 08-09	Decision/Base Reduction FY 08-09	November 1 Request FY 08-09	Budget Amendment FY 08-09	Total Revised Request FY 08-09	Change from Base (Column 5) FY 09-10
Total of All Line Items	Total	1,535,951,060	1,656,252,534	10,263,755	1,666,516,289	1,674,918,139	0	1,674,918,139	72,503,715	1,747,421,854	72,503,715
	FTE	18,553.6	18,957.6	0.0	18,957.6	18,957.6	0.0	18,957.6	0.0	18,957.6	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	1,535,951,060	1,656,252,534	10,263,755	1,666,516,289	1,674,918,139	0	1,674,918,139	72,503,715	1,747,421,854	72,503,715
	FF	0	0	0	0	0	0	0	0	0	0
(5) Governing Boards (A) Trustees of Adams State College	Total	19,022,617	20,219,125	0	20,219,125	20,219,125	0	20,219,125	466,608	20,685,733	466,608
	FTE	286.1	271.6	0.0	271.6	271.6	0.0	271.6	0.0	271.6	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	19,022,617	20,219,125	0	20,219,125	20,219,125	0	20,219,125	466,608	20,685,733	466,608
	FF	0	0	0	0	0	0	0	0	0	0
(5) Governing Boards (B) Trustees of Mesa State College	Total	40,740,708	44,205,881	0	44,205,881	44,205,881	0	44,205,881	1,453,906	45,659,787	1,453,906
	FTE	426.6	452.2	0.0	452.2	452.2	0.0	452.2	0.0	452.2	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	40,740,708	44,205,881	0	44,205,881	44,205,881	0	44,205,881	1,453,906	45,659,787	1,453,906
	FF	0	0	0	0	0	0	0	0	0	0

Schedule 13
Change Request for FY 08-09 Budget Request Cycle

Decision Item FY 08-09 Base Reduction Item FY 08-09 Supplemental FY 07-08 Budget Request Amendment FY 08-09

Request Title: Tuition Spending Authority
 Department: Department of Higher Education
 Priority Number: BA - 6

Dept. Approval by: *Deane M. Linder* Date: *2-29-08*
 OSPB Approval: Date:

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 06-07	Appropriation FY 07-08	Supplemental Request FY 07-08	Total Revised Request FY 07-08	Base Request FY 08-09	Decision/Base Reduction FY 08-09	November 1 Request FY 08-09	Budget Amendment FY 08-09	Total Revised Request FY 08-09	Change from Base (Column 6) FY 09-10
(5) Governing Boards (C) Trustees of Metropolitan State College of Denver	Total	85,940,425	91,334,244	0	91,334,244	91,334,244	0	91,334,244	3,239,078	94,573,322	3,239,078
	FTE	1,023.1	1,056.3	0.0	1,056.3	1,056.3	0.0	1,056.3	0.0	1,056.3	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	85,940,425	91,334,244	0	91,334,244	91,334,244	0	91,334,244	3,239,078	94,573,322	3,239,078
	FF	0	0	0	0	0	0	0	0	0	0
(5) Governing Boards (D) Trustees of Western State College	Total	19,751,596	20,519,556	0	20,519,556	20,519,556	0	20,519,556	518,528	21,038,084	518,528
	FTE	205.1	230.9	0.0	230.9	230.9	0.0	230.9	0.0	230.9	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	19,751,596	20,519,556	0	20,519,556	20,519,556	0	20,519,556	518,528	21,038,084	518,528
	FF	0	0	0	0	0	0	0	0	0	0
(5) Governing Boards (E) Board of Governors of the Colorado State University System	Total	293,191,717	310,637,083	10,263,755	320,900,838	320,900,838	0	320,900,838	17,372,565	338,273,403	17,372,565
	FTE	3,750.1	3,852.4	0.0	3,852.4	3,852.4	0.0	3,852.4	0.0	3,852.4	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	293,191,717	310,637,083	10,263,755	320,900,838	320,900,838	0	320,900,838	17,372,565	338,273,403	17,372,565
	FF	0	0	0	0	0	0	0	0	0	0

Schedule 13
Change Request for FY 08-09 Budget Request Cycle

Decision Item FY 08-09 Base Reduction Item FY 08-09 Supplemental FY 07-08 Budget Request Amendment FY 08-09

Request Title: Tuition Spending Authority
 Department: Department of Higher Education
 Priority Number: BA - 6

Dept. Approval by: *Deane M. Linder* Date: 2-29-08
 OSPB Approval: Date:

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 06-07	Appropriation FY 07-08	Supplemental Request FY 07-08	Total Revised Request FY 07-08	Base Request FY 08-09	Decision/ Base Reduction FY 08-09	November 1 Request FY 08-09	Budget Amendment FY 08-09	Total Revised Request FY 08-09	Change from Base (Column 5) FY 09-10
(S) Governing Boards (F) Trustees of Fort Lewis College	Total	34,351,658	36,162,754	0	36,162,754	36,162,754	0	36,162,754	1,307,708	37,470,462	1,307,708
	FTE	425.2	432.3	0.0	432.3	432.3	0.0	432.3	0.0	432.3	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	34,351,658	36,162,754	0	36,162,754	36,162,754	0	36,162,754	1,307,708	37,470,462	1,307,708
	FF	0	0	0	0	0	0	0	0	0	0
(S) Governing Boards (G) Regents of the University of Colorado	Total	651,071,399	706,954,933	0	706,954,933	715,356,783	0	715,356,783	29,836,226	745,193,009	29,836,226
	FTE	6,169.8	6,441.1	0.0	6,441.1	6,441.1	0.0	6,441.1	0.0	6,441.1	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	651,071,399	706,954,933	0	706,954,933	715,356,783	0	715,356,783	29,836,226	745,193,009	29,836,226
	FF	0	0	0	0	0	0	0	0	0	0
(S) Governing Boards (H) Trustees of the Colorado School of Mines	Total	62,145,318	67,684,680	0	67,684,680	67,684,680	0	67,684,680	7,672,633	75,357,313	7,672,633
	FTE	591.2	629.4	0.0	629.4	629.4	0.0	629.4	0.0	629.4	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	62,145,318	67,684,680	0	67,684,680	67,684,680	0	67,684,680	7,672,633	75,357,313	7,672,633
	FF	0	0	0	0	0	0	0	0	0	0

Schedule 13
Change Request for FY 08-09 Budget Request Cycle

Decision Item FY 08-09 Base Reduction Item FY 08-09 Supplemental FY 07-08 Budget Request Amendment FY 08-09

Request Title: Tuition Spending Authority
 Department: Department of Higher Education
 Priority Number: BA - 6

Dept. Approval by: *Deane M. Linder* Date: *2-29-08*
 OSPB Approval: Date:

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 06-07	Appropriation FY 07-08	Supplemental Request FY 07-08	Total Revised Request FY 07-08	Base Request FY 08-09	Decision/Base Reduction FY 08-09	November 1 Request FY 08-09	Budget Amendment FY 08-09	Total Revised Request FY 08-09	Change from Base (Column 5) FY 09-10
(5) Governing Boards (I) University of Northern Colorado	Total	89,730,758	94,746,590	0	94,746,590	94,746,590	0	94,746,590	3,962,094	98,708,684	3,962,094
	FTE	1,006.9	1,015.0	0.0	1,015.0	1,015.0	0.0	1,015.0	0.0	1,015.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	89,730,758	94,746,590	0	94,746,590	94,746,590	0	94,746,590	3,962,094	98,708,684	3,962,094
	FF	0	0	0	0	0	0	0	0	0	0
(5) Governing Boards (J) State Board for Community Colleges and Occupational Education State System	Total	240,004,864	263,787,688	0	263,787,688	263,787,688	0	263,787,688	6,674,369	270,462,057	6,674,369
	FTE	4,669.5	4,576.4	0.0	4,576.4	4,576.4	0.0	4,576.4	0.0	4,576.4	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE	240,004,864	263,787,688	0	263,787,688	263,787,688	0	263,787,688	6,674,369	270,462,057	6,674,369
	FF	0	0	0	0	0	0	0	0	0	0

(5)(A) Trustees of Adams State: Of this amount, \$13,624,080 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education, \$6,965,413 shall be from the students' share of tuition, and \$96,240 shall be from academic fees and academic facility fees. Of the amount from the College Opportunity Fund Program, \$3,770,040 shall be from student stipend payments and \$9,854,040 shall be from fee-for-service contracts.

(5)(B) Trustees of Mesa State: Of this amount, \$22,376,340 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education, \$22,923,447 shall be from the students' share of tuition, and \$360,000 shall be from academic fees and academic facility fees. Of the amount from the College Opportunity Fund Program, \$12,087,090 shall be from student stipend payments and \$10,289,250 shall be from fee-for-service contracts.

(5)(C) Trustees of Metropolitan State College of Denver: Of this amount, \$44,644,910 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education, \$49,178,412 shall be from the students' share of tuition, and \$750,000 shall be from academic fees and academic facility fees. Of the amount from the College Opportunity Fund Program, \$40,696,140 shall be from student stipend payments and \$3,948,770 shall be from fee-for-service contracts.

**Schedule 13
Change Request for FY 08-09 Budget Request Cycle**

Decision Item FY 08-09 Base Reduction Item FY 08-09 Supplemental FY 07-08 Budget Request Amendment FY 08-09

Request Title: Tuition Spending Authority
 Department: Department of Higher Education
 Priority Number: BA - 6

Dept. Approval by: *Diane M. Ludner* Date: *2-29-08*
 OSPB Approval: Date:

Fund	1	2	3	4	5	6	7	8	9	10
	Prior-Year Actual FY 06-07	Appropriation FY 07-08	Supplemental Request FY 07-08	Total Revised Request FY 07-08	Base Request FY 08-09	Decision/ Base Reduction FY 08-09	November 1 Request FY 08-09	Budget Amendment FY 08-09	Total Revised Request FY 08-09	Change from Base (Column 5) FY 09-10

(5)(D) Trustees of Western State: Of this amount, \$11,355,691 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education, \$9,656,393 shall be from the students' share of tuition, and \$26,000 shall be from academic fees and academic facility fees. Of the amount from the College Opportunity Fund Program, \$3,866,160 shall be from student stipend payments and \$7,489,531 shall be from fee-for-service contracts.

(5)(E) Board of Governors of the Colorado State University System: Of this amount, \$133,789,929 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education, \$200,063,474 shall be from the students' share of tuition, and \$4,250,000 shall be from academic fees and academic facility fees, and \$170,000 shall be from moneys appropriated to the Department of Local Affairs from the Local Government Mineral Impact Fund created in Section 34-63-102(5), C.R.S. The amount from the Local government Mineral Impact Fund represents a 2009 calendar year grant, and any unexpended balance on June 30, 2009 is intended to roll forward and remain available for expenditure through June 30, 2010. Of the amount from the College Opportunity Fund Program, \$51,234,630 shall be from student stipend payments and \$82,555,299 shall be from fee-for-service contracts.

(5)(F) Trustees of Fort Lewis College: Of this amount, \$11,653,935 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education, \$24,618,527 shall be from the students' share of tuition, and \$1,150,000 shall be from academic fees and academic facility fees, and \$48,000 shall be from moneys appropriated to the Department of Local Affairs from the Local Government Mineral Impact Fund created in Section 34-63-102(5), C.R.S. The amount from the Local government Mineral Impact Fund represents a 2009 calendar year grant, and any unexpended balance on June 30, 2009 is intended to roll forward and remain available for expenditure through June 30, 2010. Of the amount from the College Opportunity Fund Program, \$6,829,860 shall be from student stipend payments and \$4,824,075 shall be from fee-for-service contracts.

(5)(G) Regents of the University of Colorado: Of this amount, \$194,986,340 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education, \$511,991,826 shall be from the students' share of tuition, and \$20,762,313 shall be from academic fees and academic facility fees, \$16,794,999 shall be for allocation to the health science center from the tobacco settlement moneys health education fund created in Section 24-75-1104.5(1.5)(a)(I), C.R.S., and \$657,531 shall be from moneys appropriated to the Department of Local Affairs from the Local Government Mineral Impact Fund created in Section 34-63-102(5), C.R.S. The amount from the Local government Mineral Impact Fund represents a 2009 calendar year grant, and any unexpended balance on June 30, 2009 is intended to roll forward and remain available for expenditure through June 30, 2010. Of the amount from the College Opportunity Fund Program, \$73,075,230 shall be from student stipend payments and \$121,911,110 shall be from fee-for-service contracts.

(5)(H) Trustees of the Colorado School of Mines: Of this amount, \$21,737,271 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education, \$53,470,042 shall be from the students' share of tuition, and \$150,000 shall be from academic fees and academic facility fees. Of the amount from the College Opportunity Fund Program, \$7,235,700 shall be from student stipend payments and \$14,501,571 shall be from fee-for-service contracts.

**Schedule 13
Change Request for FY 08-09 Budget Request Cycle**

Decision Item FY 08-09 Base Reduction Item FY 08-09 Supplemental FY 07-08 Budget Request Amendment FY 08-09

Request Title: Tuition Spending Authority
 Department: Department of Higher Education
 Priority Number: BA - 6

Dept. Approval by: _____ Date: _____
 OSPB Approval: _____ Date: _____

	1	2	3	4	5	6	7	8	9	10
Fund	Prior-Year Actual FY 06-07	Appropriation FY 07-08	Supplemental Request FY 07-08	Total Revised Request FY 07-08	Base Request FY 08-09	Decision/ Base Reduction FY 08-09	November 1 Request FY 08-09	Budget Amendment FY 08-09	Total Revised Request FY 08-09	Change from Base (Column 5) FY 09-10

(5)(I) University of Northern Colorado: Of this amount, \$41,156,170 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education, \$56,126,698 shall be from the students' share of tuition, and \$756,467 shall be from academic fees and academic facility fees. Of the amount from the College Opportunity Fund Program, \$23,317,110 shall be from student stipend payments and \$17,839,060 shall be from fee-for-service contracts.

(5)(J) State Board for Community Colleges and Occupational Education State System Community Colleges: Of this amount, \$132,329,692 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education, \$131,384,664 shall be from the students' share of tuition, and \$5,618,026 shall be from academic fees and academic facility fees. Of the amount from the College Opportunity Fund Program, \$104,041,356 shall be from student stipend payments and \$28,288,336 shall be from fee-for-service contracts.

Cash Fund name/number, Federal Fund Grant name: Local Government Mineral Impact Fund (#153). Tobacco Litigation Settlement Moneys Health Education Fund (#320). College Opportunity Fund.

IT Request: Yes No

Request Affects Other Departments: Yes No If Yes, List Other Departments Here:

CHANGE REQUEST for FY 08-09 BUDGET REQUEST CYCLE

Department:	Department of Higher Education
Priority Number:	BA-6
Change Request Title:	Tuition Spending Authority

SELECT ONE (click on box):

- Decision Item FY 08-09
- Base Reduction Item FY 08-09
- Supplemental Request FY 07-08
- Budget Request Amendment FY 08-09

SELECT ONE (click on box):

Supplemental or Budget Request Amendment Criterion:

- Not a Supplemental or Budget Request Amendment
- An emergency
- A technical error which has a substantial effect on the operation of the program
- New data resulting in substantial changes in funding needs
- Unforeseen contingency such as a significant workload change

Short Summary of Request:

The Department of Higher Education requests a total increase of \$72,503,715 in cash funds exempt spending authority for increased tuition revenue in FY 2008-09. Of this amount, \$4,138,143 is the FY 2007-08 transfer to Colorado State University and \$4,020,300 is the FY 2007-08 transfer to Colorado School of Mines (both of these are from the Enrollment/Tuition and Stipend Contingency line item which builds to the FY 2008-09 base). \$48,542,155 is cash funds exempt spending authority for effective resident tuition rate increases at each governing board (as described below):

Research Institutions (University of Colorado System, Colorado State University System, Colorado School of Mines and University of Northern Colorado):

- Resident Undergraduate Students – 9 percent effective rate increase
- Level I, II, and III Resident Undergraduate Students – held to an effective 5 percent rate increase through financial aid buy down
- Resident Graduate Students – 9 percent effective rate increase

State Institutions (Adams State College, Mesa State College, Metropolitan State College of Denver, Fort Lewis College, and Western State College):

- Resident Undergraduate Students – 7 percent effective rate increase
- Level I, II, and III Resident Undergraduate Students – held to an effective 5 percent rate increase through financial aid buy down
- Resident Graduate Students – 7 percent effective rate increase (where programs exist for state institutions)

Community College System:

- Resident Undergraduate Students – 5 percent effective rate increase

This request does not include any limit on nonresident tuition increases. As an estimate for preliminary budgeting purposes, a 5 percent increase in nonresident tuition revenue over FY 2007-08 is included in the total anticipated revenue to be appropriated in the FY 2008-09 Long Bill for an increase of \$15,803,118. In the event of enrollment variance or from nonresident tuition rate increases or nonresident tuition policies adopted by the individual Governing Boards that result in additional tuition revenue, the tuition spending authority will be adjusted through supplemental requests for FY 2008-09.

In summary, the Department requests \$72,503,715 in cash funds exempt spending authority (\$4,138,143 is the FY 2007-08 transfer to Colorado State University, \$4,020,300 is the FY 2007-08 transfer to Colorado School of Mines, \$48,542,155 is cash funds exempt spending authority for effective resident tuition rate increases at each governing board, and \$15,803,118 is cash funds exempt spending authority for nonresident tuition revenue estimates).

Background and Appropriation History:

The following chart illustrates the total tuition spending authority for all governing boards for FY 2006-07, FY 2007-08, and the projected increase for FY 2008-09:

	FY 2006-07	FY 2007-08*	FY 2008-09
Department of Higher Education	\$921,360,931	\$995,674,205	\$1,068,177,903

* Includes the CSU supplemental request for FY 2007-08 of \$10,263,755.

The tuition footnote in the FY 2007-08 Long Bill (SB07-239) specified maximum revenue increases of 7 percent and 5 percent, for the research institutions and four-year state institutions, respectively, while the community colleges system's footnote indicated a 3.5 percent rate increase for resident undergraduate students. (Note: Research and four-year institutions could opt to implement rate instead of revenue increases under the provisions of this footnote.) As long as these total revenue limits were adhered to, governing boards had the flexibility to charge various rate increases to specific student cohorts, programs, or to close their full time credit hour window. The Colorado School of Mines and Colorado State University exceeded tuition spending authority; adjustments were requested through the supplemental process (\$10,263,755 cash funds exempt for Colorado State University in FY 2007-08) or through an internal transfer from the Enrollment/Tuition and Stipend Contingency line item (\$4,138,143 cash funds exempt for Colorado State University and \$4,020,300 cash funds exempt for Colorado School of Mines in FY 2007-08). Although these transfers from the Enrollment/Tuition and Stipend Contingency line item occur in FY 2007-08 and are included in the base upon which tuition rate increases are applied, both are part of this budget request and reflected in the accompanying Schedule 13.

General Description of Request:

Tuition is one of two main sources of revenue available to institutions of higher education, the other being state General Fund appropriations to the College Opportunity Fund. In order to continue progress towards reaching parity with peer institutions' funding levels, annual tuition increases are necessary. Department figures indicate latest estimate of Pell eligible populations (Levels I, II, and III)¹ in the State of Colorado amount to 68.3% of all of the resident undergraduate students (FTE). The Department requests that the effective tuition rate increases of 9 percent for resident undergraduate and resident graduate students, while holding effective rate increases to 5 percent for Pell Level I, II, and III students through financial aid buy downs at the research institutions; effective tuition rate increases of 7 percent for resident undergraduate and resident graduate students (where applicable) at the four-year state institutions, while holding effective rate increases to 5 percent for Pell Level I, II, and III students through financial

¹ Average Adjusted Gross Income for Pell Level I - \$20,576, Pell Level II - \$54,110, and Pell Level III - \$97,680.

aid buy downs; and effective tuition rate increases of 5 percent for resident undergraduates at the Community College System institutions. Institutions would be responsible for administering aid packages to qualified applicants through increased institutional aid to qualified students, through the approximate 10 percent increase in the federal Pell grant, through increased state grants, or from a combination of sources.

Although the Department does not recommend any limit on the tuition rates institutions may charge to nonresident students, for budgeting purposes, a five percent revenue increase on nonresident tuition revenues is included in this request and in the attached Schedule 13 (for Long Bill appropriation purposes). As needed, governing board spending authority will be adjusted through the supplemental request process during FY 2008-09. However, in the event nonresident tuition policy results in a loss in revenue for the institution, no supplemental should be in order to cover the loss.

This recommendation provides flexibility to governing boards to set overall tuition policy while protecting resident students, especially those with financial need from excessive effective tuition rate increases. Projected FY 2008-09 tuition revenue is shown in the charts under the *Calculations for Request* section of this budget amendment change request.

Below is the requested footnote language for FY 2008-09:

Research Institutions:

It is the intent of the General Assembly that any effective increase in the resident tuition rate not exceed 9% per student or 9% per credit hour at the University of Colorado System, the Colorado State University System, the Colorado School of Mines, and the University of Northern Colorado, provided that students with demonstrated financial need (i.e., Pell Levels I, II, and III) receive sufficient financial aid to limit increases in their effective tuition rates above 5% per student or per credit hour. For any student eligible for the 5% effective rate limit, the base tuition amount for FY 2008-09 against which any future years' tuition increases are calculated shall be that effective FY 2008-09 tuition amount (as adjusted to the 5%

effective rate limit) similar to the intent of the FY 2007-08 footnote. The effective 9% rate limit constrains all tuition increases, including any closure of an institution's so-called full time window. It is the intent of the General Assembly that the institutions may increase all nonresident tuition rates to reflect market conditions and that any additional spending authority necessary to cover nonresident tuition rate increases will be addressed through a supplemental appropriation during the 2009 legislative session. The General Assembly will not back-fill for nonresident tuition revenue lost if a nonresident tuition increase results in a net reduction in nonresident tuition revenues.

Four-year State Colleges:

It is the intent of the General Assembly that any effective increase in the resident tuition rate not exceed 7% per student or 7% per credit hour at Adams State College, Mesa State College, Metropolitan State College of Denver, Fort Lewis College, and Western State College, provided that students with demonstrated financial need (i.e., Pell Levels I, II, and III) receive sufficient financial aid to limit increases in their effective tuition rates above 5% per student or per credit hour. For any student eligible for the 5% effective rate limit, the base tuition amount for FY 2008-09 against which any future years' tuition increases are calculated shall be that effective FY 2008-09 tuition amount (as adjusted to the 5% effective rate limit) similar to the intent of the FY 2007-08 footnote. The effective 7% rate limit constrains all tuition increases, including any closure of an institution's so-called full time window. It is the intent of the General Assembly that the institutions may increase all nonresident tuition rates to reflect market conditions and that any additional spending authority necessary to cover nonresident tuition rate increases will be addressed through a supplemental appropriation during the 2009 legislative session. The General Assembly will not back-fill for nonresident tuition revenue lost if a nonresident tuition increase results in a net reduction in nonresident tuition revenues.

Community College System:

It is the intent of the General Assembly that any effective increase in the resident undergraduate tuition rate not exceed 5% at the Colorado Community College institutions. It is the intent of the General Assembly that the institutions may increase all nonresident tuition rates to reflect market conditions and that any additional spending authority necessary to cover nonresident tuition rate increases will be addressed through a supplemental appropriation during the 2009 legislative session. The General Assembly will not back-fill for nonresident tuition revenue lost if a nonresident tuition increase results in a net reduction in nonresident tuition revenues.

Consequences if Not Funded:

No increase in tuition spending authority will result in Colorado's institutions of higher education being funded at an even lower level relative to their national peers. A 2006 analysis conducted by the National Center for Higher Education Management Systems (NCHEMS), a well-established private nonprofit organization, showed that Colorado institutions (not including the CU Health Sciences Center) are funded at a level over \$800 million less than the average level of funding given to their peer institutions annually. The NCHEMS study was based on the total funds received by institutions and included state and local appropriations as well as tuition and fee revenue. Along with state appropriations, tuition is one of the two major revenue sources available to institutions of higher education. In addition, according to a recent survey from the State Higher Education Executive Officers (SHEEO), Colorado is now ranked last nationally in FY 2006-07 in total revenues per student FTE. Without this increase in tuition spending authority institutions will fall further behind the total funding of their peers and will be less likely to reach peer parity in any reasonable timeframe.

Calculations for Request:

Summary of Request FY 08-09	Total Funds	General Fund	Cash Funds	Cash Funds Exempt	Federal Funds	FTE
Total Request	\$72,503,715	\$0	\$0	\$72,503,715	\$0	0.0
(5) Governing Boards (A)Trustees of Adams State College - Student's share of tuition	\$446,608	\$0	\$0	\$446,608	\$0	0.0
(5) Governing Boards (B)Trustees of Mesa State College - Student's share of tuition	\$1,453,906	\$0	\$0	\$1,453,906	\$0	0.0
(5) Governing Boards (C)Trustees of Metropolitan State College of Denver - Student's share of tuition	\$3,239,078	\$0	\$0	\$3,239,078	\$0	0.0
(5) Governing Boards (D)Trustees of Western State College - Student's share of tuition	\$518,528	\$0	\$0	\$518,528	\$0	0.0
(5) Governing Boards (E)Board of Governors of the Colorado State University System - Student's share of tuition	\$17,372,565	\$0	\$0	\$17,372,565	\$0	0.0

STATE OF COLORADO FY 08-09 BUDGET REQUEST CYCLE: Department of Higher Education

Summary of Request FY 08-09	Total Funds	General Fund	Cash Funds	Cash Funds Exempt	Federal Funds	FTE
(5) Governing Boards (F)Trustees of Fort Lewis College - Student's share of tuition	\$1,307,708	\$0	\$0	\$1,307,708	\$0	0.0
(5) Governing Boards (G)Regents of the University of Colorado - Student's share of tuition	\$29,836,226	\$0	\$0	\$29,836,226	\$0	0.0
(5) Governing Boards (H)Trustees of the Colorado School of Mines - Student's share of tuition	\$7,672,633	\$0	\$0	\$7,672,633	\$0	0.0
(5) Governing Boards (I)University of Northern Colorado - Student's share of tuition	\$3,962,094	\$0	\$0	\$3,962,094	\$0	0.0
(5) Governing Boards (J)State Board for Community Colleges and Occupational Education State System Community Colleges - Student's share of tuition	\$6,674,369	\$0	\$0	\$6,674,369	\$0	0.0

Summary of Request FY 09-10	Total Funds	General Fund	Cash Funds	Cash Funds Exempt	Federal Funds	FTE
Total Request	\$72,503,715	\$0	\$0	\$72,503,715	\$0	0.0
(5) Governing Boards (A) Trustees of Adams State College - Student's share of tuition	\$446,608	\$0	\$0	\$446,608	\$0	0.0
(5) Governing Boards (B) Trustees of Mesa State College - Student's share of tuition	\$1,453,906	\$0	\$0	\$1,453,906	\$0	0.0
(5) Governing Boards (C) Trustees of Metropolitan State College of Denver - Student's share of tuition	\$3,239,078	\$0	\$0	\$3,239,078	\$0	0.0
(5) Governing Boards (D) Trustees of Western State College - Student's share of tuition	\$518,528	\$0	\$0	\$518,528	\$0	0.0
(5) Governing Boards (E) Board of Governors of the Colorado State University System - Student's share of tuition	\$17,372,565	\$0	\$0	\$17,372,565	\$0	0.0

STATE OF COLORADO FY 08-09 BUDGET REQUEST CYCLE: Department of Higher Education

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(5) Governing Boards (J) State Board for Community Colleges and Occupational Education State System Community Colleges - Student's share of tuition	\$6,674,369	\$0	\$0	\$6,674,369	\$0	0.0

Governing Board	FY07-08 Tuition Spending Authority	FY07-08 Supplemental	Transfer	FY07-08 Adjusted Spending Authority
CSU System	\$182,690,909	\$10,263,755	\$4,138,143	\$197,092,807
CSM	\$45,797,409		\$4,020,300	\$49,817,709

STATE OF COLORADO FY 08-09 BUDGET REQUEST CYCLE: Department of Higher Education

Projections for revenue from Resident Undergraduate and Graduate Students					
Governing Board	Category	Estimated FTE	FY07-08 Blended Tuition Rate	Rate Increase \$	Revenue Generated \$
CU System	Resident Undergrad	28,157.0	\$6,183	\$556	\$15,667,625
	Resident Grad	6,960.0	\$11,496	\$1,035	\$7,200,891
	Total	35,117.0			\$22,868,516
CSJ System	Resident Undergrad	18,846.0	\$4,450	\$400	\$7,547,524
	Resident Grad	1,806.0	\$7,455	\$671	\$1,211,659
	Total	20,652.0			\$8,759,183
ASC	Resident Undergrad	1,438.0	\$2,612	\$183	\$262,956
	Resident Grad	261.0	\$5,522	\$387	\$100,895
	Total	1,699.0			\$363,852
FLC	Resident Undergrad	2,475.0	\$3,076	\$215	\$533,001
	Resident Grad	N/A	N/A	N/A	N/A
	Total	2,475.0			\$533,001
CSM	Resident Undergrad	2,596.0	\$9,547	\$859	\$2,230,610
	Resident Grad	394.0	\$10,791	\$971	\$382,645
	Total	2,990.0			\$2,613,255
UNC	Resident Undergrad	8,219.0	\$3,838	\$345	\$2,839,046
	Resident Grad	710.0	\$7,100	\$639	\$453,699
	Total	8,929.0			\$3,292,745
MSC	Resident Undergrad	4,370.0	\$4,085	\$286	\$1,249,591
	Resident Grad	71.0	\$3,934	\$275	\$19,552
	Total	4,441.0			\$1,269,144
MSCD	Resident Undergrad	15,118.0	\$2,847	\$199	\$3,012,376
	Resident Grad	N/A	N/A	N/A	N/A
	Total	15,118.0			\$3,012,376
WSC	Resident Undergrad	1,426.0	\$2,859	\$200	\$285,389
	Resident Grad	N/A	N/A	N/A	N/A
	Total	1,426.0			\$285,389
OCCS	Resident Undergrad	40,181.0	\$2,760	\$138	\$5,544,694
	Resident Grad	N/A	N/A	N/A	N/A
	Total	40,181.0			\$5,544,694
GRAND TOTAL		133,028.0			\$48,542,155

* Resident Undergraduate and Resident Graduate: 9% at research institutions, 7% at four-year institutions and 5% at community colleges

STATE OF COLORADO FY 08-09 BUDGET REQUEST CYCLE: Department of Higher Education

Projections for revenue from Non-Resident Undergraduate and Graduate Students					
Governing Board	Category	Estimated FTE	FY07-08 Blended Tuition Rate	Rate Increase \$	Revenue Generated \$
CU System	Non-resident Undergrad	8,228.8	\$23,967	\$1,198	\$5,276,744
	Non-resident Grad	1,260.6	\$26,828	\$1,341	\$1,690,965
	Total	9,489.4			\$6,967,710
CSU System	Non-resident Undergrad	3,866.3	\$17,489	\$874	\$3,380,960
	Non-resident Grad	888.9	\$24,621	\$1,231	\$1,094,279
	Total	4,755.2			\$4,475,239
ASC	Non-resident Undergrad	218.8	\$8,914	\$446	\$97,511
	Non-resident Grad	13.9	\$7,546	\$377	\$5,245
	Total	232.7			\$102,756
FLC	Non-resident Undergrad	1,061.0	\$14,603	\$730	\$774,707
	Non-resident Grad	N/A	N/A	N/A	N/A
	Total	1,061.0			\$774,707
CSM	Non-resident Undergrad	737.2	\$20,666	\$1,033	\$761,734
	Non-resident Grad	193.6	\$28,651	\$1,433	\$277,344
	Total	930.8			\$1,039,078
UNC	Non-resident Undergrad	922.8	\$11,645	\$582	\$537,322
	Non-resident Grad	159.2	\$16,586	\$829	\$132,026
	Total	1,082.0			\$669,349
MSC	Non-resident Undergrad	455.7	\$8,029	\$401	\$182,936
	Non-resident Grad	2.8	\$13,048	\$652	\$1,827
	Total	458.5			\$184,762
MSCD	Non-resident Undergrad	450.0	\$10,076	\$504	\$226,702
	Non-resident Grad	N/A	N/A	N/A	N/A
	Total	450.0			\$226,702
WSC	Non-resident Undergrad	466.2	\$10,001	\$500	\$233,139
	Non-resident Grad	N/A	N/A	N/A	N/A
	Total	466.2			\$233,139
CCCS	Non-resident Undergrad	2,448.3	\$9,228	\$461	\$1,129,675
	Non-resident Grad	N/A	N/A	N/A	N/A
	Total	2,448.3			\$1,129,675
GRAND TOTAL		21,374.1			\$15,803,118

* 5% tuition rate change as a general estimate

NOTE: CU-Boulder does not change tuition rates for current non-resident undergraduates. This estimate is based off the same model as other institutions, and uses 50% of projected change.

Assumptions for Calculations:

The estimates shown above are derived from a model the Department developed that uses spring 2008 census FTE data and FY 2007-08 Budget Data Book revenue estimates. Budget Data Book breaks out tuition revenue into four categories (resident undergraduate, resident graduate, nonresident undergraduate, and nonresident graduate). The Department compared Budget Data Book to the most recent FY 2007-08 revenue estimate, which is only broken out between resident and nonresident revenue. Where there was variance between the total revenue estimate from the Budget Data Book and the update revenue estimate (e.g., to account for the FY07-08 supplemental and transfers as identified on page 10 for Colorado State University and Colorado School of Mines), the Department applied the applicable percent increase or decrease to the Budget Data Book estimate to arrive at a more accurate base. Dividing these estimates by spring 2008 census FTE gives us a blended fulltime tuition rate for FY 2007-08 from which the requested percent rate increase was applied to determine FY 2008-09 estimated tuition revenue. These projections are based on flat enrollment growth in FY 2008-09. Adjustments for actual growth may be necessary through spending authority transfers or the supplemental process.

Impact on Other Government Agencies:

Increased tuition spending authority should require no additional full-time employees or administrative costs to the Department of Higher Education, higher education institutions, or other state agencies/departments.

Cost Benefit Analysis:

This request is intended to keep higher education affordable and accessible to all Colorado resident students while allowing the institutions the flexibility to set their own nonresident tuition policy

Implementation Schedule:

Task	Month/Year
Start-Up Date	7/08

Statutory and Federal Authority:

Section 23-5-129 (10), C.R.S. (2007). *While a state institution is operating pursuant to a performance contract negotiated pursuant to this section, the general assembly retains the authority to approve tuition spending authority for the governing board of the institution.*

Section 23-1-104 (1) (a) (I), C.R.S. (2007). *The general assembly shall make annual appropriations of general fund moneys, of cash funds received from tuition income, and of cash funds exempt that are estimated to be received by an institution under the direction and control of the governing board, as stipends, as defined in section 23-18-102, as a single line item to each governing board for the operation of its campuses.*

Section 23-18-202 (3) (b), C.R.S. (2007). *The tuition increases from which the general assembly derived the total cash spending authority for each governing board shall be noted in a footnote in the annual general appropriations act.*

Performance Measures:

DHE Objective	Key Measure: Outcomes		Benchmark/Actual			
			FY 05-06	FY 06-07	FY 07-08 Appropriated	FY 08-09 Request
restore adequate revenues over the next several years	peer institutions' avg. revenues	B	100%	100%	100%	100%
		A	-	63.7%	67.3%	71.0%
coordinated and coherent system; measures of performance and outcomes	double degrees and certificates	B	N/A	N/A	75,000	75,000
		A	37,793	40,300	43,100	46,100