

LSC Greenbook

Analysis of the Enacted Budget

State Board of Career Colleges and Schools

*Mary Morris, Budget Analyst
Legislative Service Commission*

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ATTACHMENT:

Budget Spreadsheet By Line Item

State Board of Career Colleges and Schools

- Non-GRF agency; funding is entirely provided by fee revenue
- Students of Career Colleges and Schools no longer eligible for OCOG

OVERVIEW

Agency Overview

The State Board of Career Colleges and Schools monitors and regulates Ohio's private, for-profit post-secondary career colleges and schools in order to ensure compliance with state law. The Board establishes the rules for the registration and operation of the schools, including standards to ensure a school's financial stability, sound business practices, and adequate programs and curricula. It also investigates and resolves consumer complaints and maintains funds and records to assist students when schools close.

The Board's governing authority consists of eight members: the Superintendent of Public Instruction or designee, the Chancellor of the Board of Regents or designee, and six members appointed by the Governor, one of whom (the member representing students) is nonvoting. The six members appointed by the Governor are eligible for pay at \$19.55 per hour for their time conducting Board business. The day-to-day operations of the Board are the responsibility of an executive director, who is appointed by the eight-member governing authority. Including the executive director, the Board has four full-time staff members. In addition, the Board contracts with five part-time school evaluators who are based around the state and perform the Board's fieldwork and on-site visits.

Appropriation Overview

Agency Appropriations by Fund Group, FY 2010-FY 2011					
Fund Group	FY 2009	FY 2010	% change, FY 2009-FY 2010	FY 2011	% change, FY 2010-FY 2011
General Services	\$540,093	\$490,008	-9.27%	\$490,008	0.00%
TOTAL	\$540,093	\$490,008	-9.27%	\$490,008	0.00%

*FY 2009 figures represent actual expenditures.

As can be seen from the preceding table, none of the Board's expenditures are made from the General Revenue Fund (GRF). All of the Board's operations are funded through fee revenue generated through its registrations. The budget provides a

decrease of 9.27% in FY 2010 and flat funding in FY 2011 for the Board. This is the same level of funding provided in FY 2008.

Financial Aid Eligibility for Students Attending Career Colleges and Schools

Beginning in FY 2010, the budget eliminates eligibility of students of career colleges and schools for the Ohio College Opportunity Grant (OCOG) Program. OCOG is the primary source of state need-based financial aid for students in post-secondary education. In FY 2008, 18,634 students at career colleges and schools received \$46.6 million in state need-based financial aid. This provision of the budget does not affect the budget of the Board since OCOG awards are appropriated in the Board of Regent's budget.

ANALYSIS OF ENACTED BUDGET

The following table shows the budget's appropriations for the State Board of Career Colleges and Schools.

Appropriations for State Board of Career Colleges and Schools				
Fund	ALI and Name		FY 2010	FY 2011
General Services Fund Group				
4K90	233601	Operating Expenses	\$490,008	\$490,008
General Services Fund Group Subtotal			\$490,008	\$490,008
Total Funding: State Board of Career Colleges and Schools			\$490,008	\$490,008

Operating Expenses (233601)

The Board has one line item that funds its activities. As indicated earlier, the budget provides a decrease of 9.27% in FY 2010 and flat funding in FY 2011 for the Board. The annual funding of \$490,008 is equal to the Board's expenditures in FY 2008. Personal services is the biggest expense category for the Board, as it is for most regulatory agencies. In FY 2009, the allocation of the Board's expenses was 61.1% personal services, 21.3% purchased services, and 17.6% maintenance and equipment. In FY 2009, over 300 career colleges and schools were registered with the Board offering approximately 2,000 programs to over 75,000 students.

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FY 2010 - 2011 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency			FY 2008	FY 2009	FY 2010 Appropriations	% Change FY09 - FY10	FY 2011 Appropriations	% Change FY10 - FY11
Report For: Main Operating Appropriations Bill			Version: Enacted					
SCR State Board of Career Colleges and Schools								
4K90	233601	Operating Expenses	\$ 490,008	\$ 540,093	\$ 490,008	-9.27%	\$ 490,008	0.00%
General Services Fund Group Total			\$ 490,008	\$ 540,093	\$ 490,008	-9.27%	\$ 490,008	0.00%
State Board of Career Colleges and Schools Total			\$ 490,008	\$ 540,093	\$ 490,008	-9.27%	\$ 490,008	0.00%