

# **LSC Greenbook**

**Analysis of the Enacted Budget**

## **State Board of Career Colleges and Schools**

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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
- 10.1% increase in FY 2014 and flat funding in FY 2015

## 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 four part-time school evaluators who are based around the state and perform the Board's fieldwork and on-site visits. All of the Board's operations are funded through fee revenue generated through its registrations – no expenditures are made from the General Revenue Fund (GRF).

### Appropriation Overview

Agency Appropriations by Fund Group, FY 2013-FY 2015 (Am. Sub. H.B. 59)					
Fund Group	FY 2013	FY 2014	% change, FY 2013-FY 2014	FY 2015	% change, FY 2014-FY 2015
General Services	\$526,051	\$579,328	10.1%	\$579,328	0.0%
<b>TOTAL</b>	<b>\$526,051</b>	<b>\$579,328</b>	<b>10.1%</b>	<b>\$579,328</b>	<b>0.0%</b>

\*FY 2013 figures represent actual expenditures.

## ANALYSIS OF ENACTED BUDGET

The following table shows the appropriation for the State Board of Career Colleges and Schools. Following the table, a narrative describes how the appropriation is used.

Appropriation Amount for State Board of Career Colleges and Schools				
Fund	ALI and Name		FY 2014	FY 2015
<b>General Services Fund Group</b>				
4K90	233501	Operating Expenses	\$579,328	\$579,328
<b>General Services Fund Group Subtotal</b>			<b>\$579,328</b>	<b>\$579,328</b>
<b>Total Funding: State Board of Career Colleges and Schools</b>			<b>\$579,328</b>	<b>\$579,328</b>

### Operating Expenses (233501)

The Board has one line item that funds its activities, including the registration and approval of schools, programs, degrees, and majors; on-site visits and investigative inquiries; and providing permits for school agents. In FY 2012, 305 career colleges and schools were registered with the Board. These schools offered nearly 2,790 programs and enrolled over 85,000 students. The Board is also responsible for responding to complaints about schools and maintaining the Ohio Student Tuition Recovery Fund. The Board's regulatory obligations also include on-site visits and investigative inquiries by consultants and staff. Personnel cost is the biggest expenditure category of the Board, as it is with most regulatory agencies. In FY 2013, 65.1% of the Board's expenditures were for personal services, 18.6% were for purchased services, mainly for part-time school evaluators, 15.8% were for maintenance, and the remaining 0.5% were to purchase equipment.

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# FY 2014 - FY 2015 Final Appropriation Amounts

# All Fund Groups

## Line Item Detail by Agency

			Appropriation	FY 2013 to FY 2014	Appropriation	FY 2014 to FY 2015		
			FY 2012	FY 2013	FY 2014	% Change	FY 2015	% Change
<b>Report For Main Operating Appropriations Bill</b>			<b>Version: Enacted</b>					
<b>SCR State Board of Career Colleges and Schools</b>								
4K90	233601	Operating Expenses	\$ 539,382	\$ 526,051	\$ 579,328	10.13%	\$ 579,328	0.00%
<b>General Services Fund Group Total</b>			<b>\$ 539,382</b>	<b>\$ 526,051</b>	<b>\$ 579,328</b>	<b>10.13%</b>	<b>\$ 579,328</b>	<b>0.00%</b>
<b>State Board of Career Colleges and Schools Total</b>			<b>\$ 539,382</b>	<b>\$ 526,051</b>	<b>\$ 579,328</b>	<b>10.13%</b>	<b>\$ 579,328</b>	<b>0.00%</b>