

LSC Greenbook

Analysis of the Enacted Budget

Ohio Higher Educational Facility Commission

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ATTACHMENT:

Budget Spreadsheet By Line Item

Ohio Higher Educational Facility Commission

- Non-GRF agency; funding is entirely provided by fee revenue
- Administrative support is provided by the Department of Higher Education

OVERVIEW

Agency Overview

The Ohio Higher Educational Facility Commission (HEFC) was established in 1968 to help independent nonprofit colleges and universities obtain construction capital. In 2007, the Commission began issuing bonds on behalf of nonprofit hospitals and health care systems as well. The Commission is comprised of nine members, including the Chancellor of Higher Education,¹ who serves permanently, and eight others who are appointed by the Governor and serve eight-year terms. The Commission receives no General Revenue Fund (GRF) money; it is supported entirely by fee revenue.

By issuing tax-exempt bonds, the Commission assists eligible independent nonprofit hospitals and institutions of higher education in financing the construction, renovation, and rehabilitation of their educational and medical facilities. The bonds issued by the Commission are held by the state. However, the institutions or hospitals for which the bonds are issued make all of the principal and interest payments.

Appropriation Overview

Agency Appropriations by Fund Group, FY 2016-FY 2017 (Am. Sub. H.B. 64)					
Fund Group	FY 2015*	FY 2016	% change, FY 2015-FY 2016	FY 2017	% change, FY 2016-FY 2017
Dedicated Purpose	\$8,499	\$12,500	47.1%	\$12,500	0.00%
TOTAL	\$8,499	\$12,500	47.1%	\$12,500	0.00%

*FY 2015 figures represent actual expenditures.

The budget provides \$12,500 for the Commission in each fiscal year, which is supported by fees charged to entities for which the Commission issues bonds.

¹ The budget renames the Board of Regents as the Department of Higher Education and the Chancellor of the Board of Regents as the Chancellor of Higher Education.

ANALYSIS OF ENACTED BUDGET

The following table shows the appropriation levels for the appropriation item in HEFC's budget in each fiscal year of the biennium.

Funding for the Higher Educational Facility Commission				
Fund	ALI and Name		FY 2016	FY 2017
Dedicated Purpose Fund Group				
4610	372601	Operating Expenses	\$12,500	\$12,500
<i>Dedicated Purpose Fund Group Subtotal</i>			\$12,500	\$12,500
Total Funding: Higher Educational Facility Commission			\$12,500	\$12,500

Commission Expenses (372601)

The budget provides flat funding in FY 2016 and FY 2017. This item is used to reimburse the actual expenses incurred by the members of the Commission, including personal travel, parking, professional development, and incidental fees. The Commission usually meets once a month and Commission members receive no compensation for their services.

The budget also authorizes a transfer of up to \$29,100 in each fiscal year from the Commission's Operating Expenses Fund (Fund 4610) to the HEFC Administration Fund (Fund 4E80) used by the Department of Higher Education to pay for the administrative costs of the Commission. The total cost of the Commission's operations for FY 2016 and FY 2017 is currently estimated at \$41,600 in each fiscal year.

HEF.docx/dp

FY 2016 - FY 2017 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

			Appropriation	FY 2015 to FY 2016	Appropriation	FY 2016 to FY 2017		
			FY 2014	FY 2015	FY 2016	% Change	FY 2017	% Change
Report For Main Operating Appropriations Bill			Version: As Enacted					
HEF Ohio Higher Educational Facility Commission								
4610	372601	Operating Expenses	\$ 11,923	\$ 8,499	\$ 12,500	47.07%	\$ 12,500	0.00%
Dedicated Purpose Fund Group Total			\$ 11,923	\$ 8,499	\$ 12,500	47.07%	\$ 12,500	0.00%
Ohio Higher Educational Facility Commission Total			\$ 11,923	\$ 8,499	\$ 12,500	47.07%	\$ 12,500	0.00%