

DATE: November 16, 2006

SUBJECT: 2007-2008 Appropriations and Student Fee
Recommendations: Capital Outlay, and Capital Maintenance

ACTION RECOMMENDED: Approval

BACKGROUND INFORMATION: Based on the funding formula, the THEC tuition model, system improvement priorities, system capital recommendations and staff analysis, the following recommendations for state appropriations, student fees, capital outlay and capital maintenance are presented.

Operating

It is important that THEC express the fiscal needs as determined by the funding formula, indicated in **Attachment I**. The state appropriation need for all of higher education without improvements totals \$1,601,205,500 which is \$352,929,000 or 28 percent greater than the FY 2006-07 recurring appropriations. Of the total, the state appropriation formula need for FY 2007-08 is \$1,129,355,800, which is \$220,429,000 or 24 percent greater than the FY 2006-07 recurring appropriations. The FY 2007-08 state appropriation need for the non-formula units, other specialized units, and program initiatives is \$471,849,700, which is \$132,499,700 or 39 percent more than the FY 2006-07 recurring appropriations.

Of note for the FY 2007-08 cycle are revisions made to the funding mechanism for the UT and ETSU Colleges of Medicine. THEC convened a Medical Funding Formula Review Committee to recommend changes to the antiquated medical funding formula. The revised formula, which includes the committee recommendations, is being used for the 2007-08 state appropriation recommendation, as supported in concept by the Medical Funding Formula Review Committee. THEC will continue to work in the coming months with the Medical Funding Formula Review Committee to identify other possible improvements to the formula.

Improvement Priorities for 2007-08

THEC staff have identified improvements that are desirable should funds be made available beyond the current year base. These improvements are consistent with the THEC master plan and the priorities of UT and TBR. The two systems identified long range planning priorities. The UT system

improvement priorities totaled \$37,500,000 and the TBR system improvement priorities totaled \$14,638,000. The following group of items is THEC's first priority for additional state appropriations in the upcoming budget cycle. These items are not in a priority order.

- **Colleges of Public Health: \$4,500,000** – Both UT and TBR requested funds for their respective Colleges of Public Health. ETSU's existing College of Public & Allied Health has made significant progress towards achieving accreditation and is to be divided into the College of Public Health and the College of Allied Health. UM and UTMHSC are collaborating on a College of Public Health to serve the western region of Tennessee. This request complements the startup work done at THEC on the Tennessee Institute of Public Health and will provide education for the region and state's public health professional needs, attract substantial Federal revenues and fund research on public health issues.
- **TSAA Funding: \$2,100,000** – This item is the top priority for the Tennessee Student Assistance Corporation as enacted by the Board on September 28, 2006. These funds would restore the reductions made to the need-based aid program in FY 2003-04 and would fund approximately 1,000 additional students.
- **TSU Land Grant Match: \$4,100,000** – These funds would be used to satisfy the non-Federal match for 1890 Land Grant institutions as required by US Department of Agriculture and will enhance the growth of the agricultural research and extension programs at TSU.
- **UT Governor's Chairs: \$3,500,000** - The Oak Ridge National Laboratory has agreed to match \$10 million annually to support university research initiatives. Over the past two years a total of \$6.5 million has been appropriated for this purpose: \$2.5 million in 2005-06 and \$4.0 million in 2006-07. This request reflects the remaining unmet balance of \$3,500,000 that will be utilized to recruit eminent, highly research-active scholars and their support teams in the areas of neutron science, biological sciences, computational sciences, and materials science.
- **TTC Equipment: \$7,000,000** – The projected costs of renewal and replacement of equipment greatly exceeds the general operating fund capacity of the TTCs. The funds would upgrade training equipment throughout the 27 TTCs across the state.

- **Adult Learner Initiative: \$2,000,000** – Currently there are approximately 68,000 early career individuals in the state’s workforce that have completed at least half of the requirements for an Associate or Baccalaureate degree. The University of Tennessee and the Tennessee Board of Regents propose to launch a collaborative effort to re-enroll these students in programs offered at the local level through use of distance education technologies and other strategies. Startup funds will help coordinate online delivery systems, identify statewide locations for offering student advising and counseling, and develop selected curricular options focused on general education, business or technology. A funding option for this program is the interest generated from the Lottery for Education account fund balance, which totaled at \$323 million at the end of FY 2005-06.
- **State Appropriations and Student Fees** – Both THEC’s funding formula and the tuition model can be utilized to evaluate higher education’s E&G needs for 2007-08. The funding formula total revenue need for 2007-08 increased 5.4 percent from 2006-07 to \$1,892,400,000. Current 2006-07 revenues total \$1,677,000,000 for an initial revenue gap of \$215,000,000. The following recommendation of state appropriations and tuition revenue makes progress towards this goal.

Using the tuition model, public higher education enrollment increased two percent in fall 2006, while inflation is projected to be three percent from the State Higher Education Executive Officers (SHEEO) Higher Education Cost Adjustment Factor. Utilizing the funding formula to distribute new state appropriations, the tuition model produces the following output:

- Total new revenue needs of \$80 million, or a 4.7 percent increase
- Assuming \$37 million, or 4 percent, in new operating funds for the formula units, distributed based on the gap methodology results in a 5-7 percent fee increase for universities and community colleges, and zero increase for TTCs.

In 2006-07, the formula units’ total needs were funded at approximately 93 percent. Accounting for this new revenue and the 2007-08 formula need, the 2007-08 total need percent funded would remain steady, as indicated in **Attachment II**. This analysis relies on the THEC tuition model. The numbers may be refined as more data becomes available throughout the year.

Currently, Tennessee’s tuition and fee rates are comparable to peers. Over the last five years, average tuition and fees have increased an average of 48 percent at universities, 53 percent at community colleges and 68 percent at

Tennessee Technology Centers (TTCs). Estimated average tuition and fees in 2007-08 would be \$5,078 at universities, \$2,616 at community colleges and \$2,057 at TTCs. Please refer to **Attachment III** for more detail.

A one percent increase in student fees would generate approximately \$7.3 million and a one percent increase in state appropriations would generate approximately \$9.1 million. Fully funding the total FY 2007-08 formula need would theoretically require a 24 percent increase in state appropriations or a 30 percent increase in student fees.

- **Non-Formula Units Improvement: \$11,339,300** - Each non-formula unit is recommended for a percentage improvement to state appropriations that is equal to the formula units' recommended percentage improvement of 4.1 percent.

Post Geier Funding

A summary of the post *Geier* funding recommendations is included as **Attachment IV**. This initiative provides support for access and diversity programs at a level of \$3,131,000 or \$7,268,000.

Summary

In summary, the FY 2007-08 improvement staff recommendations without priority order are:

- College of Public Health: \$4,500,000
- TSAA Funding: \$2,100,000
- TSU Land Grant Match: \$4,100,000
- UT Governor's Chairs: \$3,500,000
- TTC Equipment: \$7,000,000
- Adult Learner Initiative: \$2,000,000
- State Appropriations for General Operating (Minimum): \$37,000,000
- Non-Formula Units Improvement (Minimum): \$11,339,300
- Grand Total State Appropriations: \$71,539,300

Tuition Recommendations

- Tuition Increase: 5-7 percent for universities and community colleges and zero increase for TTCs.

Capital Outlay

The capital outlay recommendation for FY 2007-08 totals \$320,920,000. As shown in **Attachment V**, this recommendation includes six projects for the

University of Tennessee totaling \$165,300,000 or 52 percent of the total recommendation, and 16 projects for the Tennessee Board of Regents totaling \$155,620,000 or 48 percent of the total recommendation.

For comparison purposes, the FY 2006-07 THEC recommendation total was \$351,845,000 for capital outlay of which \$203,885,000 was appropriated by the Legislature. This appropriation represented 58 percent of the total recommendation and included six projects for the University of Tennessee totaling \$89,205,000 and seven projects for the Tennessee Board of Regents totaling \$114,680,000.

Capital Maintenance

For FY 2007-08 the total capital maintenance recommendation for both the Tennessee Board of Regents and the University of Tennessee systems is \$86,660,000. As shown in **Attachment V**, this recommendation includes 18 projects for the University of Tennessee totaling \$35,350,000 or 41 percent of the total recommendation, and 85 projects for the Tennessee Board of Regents totaling \$51,310,000 or 59 percent of the total recommendation.

For comparison purposes, the FY 2006-07 recommendation for capital maintenance for both systems totaled \$87,625,000 of which \$51,883,000 was appropriated by the Legislature. This appropriation represented 59 percent of the total recommendation and included ten projects for the University of Tennessee totaling \$20,425,000 and 48 projects for the Tennessee Board of Regents totaling \$31,458,000.

Revenue-Funded Projects

Projects of this nature are funded through Tennessee State School Bond Authority funds, auxiliary funds, or sources other than State appropriations. For FY 2007-08 there are 85 revenue-funded projects totaling \$391,010,500 for both the Tennessee Board of Regents and the University of Tennessee systems. As shown in **Attachment V**, the listing includes 29 projects totaling \$216,370,500 for the University of Tennessee; and, 56 projects totaling \$174,640,000 for the Tennessee Board of Regents.

For comparison there were 43 revenue-funded projects totaling \$146,605,000 presented to the Commission for FY 2006-07. That listing included 18 projects totaling \$100,945,000 for the University of Tennessee; and, 25 projects totaling \$45,660,000 for the Tennessee Board of Regents.

Attachment I
FY 2007-08 STATE APPROPRIATION RECOMMENDATION

Academic Formula Units	FY 2006-07 Formula Calculation	FY 2006-07 Appropriation*	FY 2007-08 Formula Calculation	FY 2007-08 Calculation vs. FY 2006-07 Calculation	
				Difference	Percent
TBR Universities					
Austin Peay	\$40,741,000	\$33,553,700	\$43,340,300	\$2,599,300	6.4%
East Tennessee	67,637,600	58,739,700	70,359,000	2,721,400	4.0%
Middle Tennessee	115,416,500	93,012,900	121,156,300	5,739,800	5.0%
Tennessee State	41,504,500	41,017,000	45,043,200	3,538,700	8.5%
Tennessee Tech	51,976,500	46,040,500	54,181,700	2,205,200	4.2%
University of Memphis	135,939,400	114,856,700	143,198,500	7,259,100	5.3%
Subtotal	\$453,215,500	\$387,220,500	\$477,279,000	\$24,063,500	5.3%
Two-Year Colleges					
Chattanooga	\$26,650,700	\$23,506,100	\$27,623,900	\$973,200	3.7%
Cleveland	11,627,700	10,247,500	12,076,000	448,300	3.9%
Columbia	16,144,100	13,158,600	16,609,600	465,500	2.9%
Dyersburg	9,158,300	7,061,500	9,458,700	300,400	3.3%
Jackson	14,117,300	12,287,800	15,215,700	1,098,400	7.8%
Motlow	12,585,800	10,212,500	13,293,100	707,300	5.6%
Nashville State Tech	19,226,000	15,028,400	20,781,200	1,555,200	8.1%
Northeast	15,842,700	12,144,600	17,213,800	1,371,100	8.7%
Pellissippi	24,601,600	20,412,800	26,402,300	1,800,700	7.3%
Roane	21,051,700	17,852,900	22,456,800	1,405,100	6.7%
Southwest	40,090,700	38,125,600	41,696,300	1,605,600	4.0%
Volunteer	22,149,100	17,829,200	23,386,100	1,237,000	5.6%
Walters	21,895,800	18,072,600	23,308,100	1,412,300	6.5%
Subtotal	\$255,141,500	\$215,940,100	\$269,521,600	\$14,380,100	5.6%
UT Universities					
UT Chattanooga	\$49,391,500	\$43,058,400	\$51,140,300	\$1,748,800	3.5%
UT Knoxville	211,251,900	181,357,000	225,624,500	14,372,600	6.8%
UT Martin	34,622,000	31,028,000	37,446,600	2,824,600	8.2%
Subtotal	\$295,265,400	\$255,443,400	\$314,211,400	\$18,946,000	6.4%
Total Colleges and Universities	\$1,003,622,400	\$858,604,000	\$1,061,012,000	\$57,389,600	5.7%
Technology Centers	\$72,109,100	\$50,322,500	\$68,343,800	(\$3,765,300)	-5.2%
Total Academic Formula Units	\$1,075,731,500	\$908,926,500	\$1,129,355,800	\$53,624,300	5.0%

*Recurring

Attachment I
FY 2007-08 STATE APPROPRIATION RECOMMENDATION

Specialized Units	FY 2006-07 Formula Calculation	FY 2006-07 Appropriation*	FY 2007-08 Formula Calculation	FY 2007-08 Calculation vs. FY 2006-07 Calculation	
				Difference	Percent
Medical Education					
ETSU College of Medicine	\$48,346,600	\$26,111,100	\$28,770,400	(\$19,576,200)	-40.5%
ETSU Family Practice	5,315,100	5,241,700	5,514,000	\$198,900	3.7%
UT College of Medicine	94,262,000	46,306,300	67,096,900	(\$27,165,100)	-28.8%
UT Family Practice	7,101,700	9,441,600	8,879,400	\$1,777,700	25.0%
UT Memphis	103,855,400	67,567,700	111,609,100	\$7,753,700	7.5%
UT College of Vet Medicine	20,786,100	15,630,400	21,073,400	\$287,300	1.4%
Subtotal	\$279,666,900	\$170,298,800	\$242,943,200	(\$36,723,700)	-13.1%
Research and Public Service					
UT Ag. Experiment Station	\$44,751,800	\$23,689,500	\$48,446,900	\$3,695,100	8.3%
UT Ag. Extension Service	35,351,400	28,326,900	36,802,600	\$1,451,200	4.1%
TSU McMinnville Center	1,200,000	501,400	1,200,000	\$0	0.0%
UT Space Institute	15,804,100	7,895,100	17,632,500	\$1,828,400	11.6%
UT Institute for Public Service	8,618,800	4,732,000	8,915,200	\$296,400	3.4%
UT County Tech Asst. Service	1,941,600	1,473,400	2,120,600	\$179,000	9.2%
UT Municipal Tech Adv. Service	2,259,900	1,913,200	2,428,400	\$168,500	7.5%
Subtotal	\$109,927,600	\$68,531,500	\$117,546,200	\$7,618,600	6.9%
Other Specialized Units					
UT University-Wide Admn.	\$4,468,700	\$4,190,700	\$4,904,600	\$435,900	9.8%
TN Board of Regents Admn.	5,020,300	4,497,600	5,503,900	\$483,600	9.6%
TN Student Assistance Corp.	50,400,500	45,950,600	46,009,700	(\$4,390,800)	-8.7%
Tennessee Student Assist. Awards		43,308,500	43,308,500		
Tenn. Students Assist. Corporation		1,451,100	1,510,200		
Loan/Scholarships Program		1,191,000	1,191,000		
TN Higher Education Comm.	2,068,000	2,223,000	2,313,500	\$245,500	11.9%
TN Foreign Language Institute	486,400	346,600	537,200	\$50,800	10.4%
Contract Education	2,549,700	2,375,100	2,520,700	(\$29,000)	-1.1%
Subtotal	\$64,993,600	\$59,583,600	\$61,789,600	(\$3,204,000)	-4.9%
Total Specialized Units	\$454,588,100	\$298,413,900	\$422,279,000	(\$32,309,100)	-7.1%
Total Formula and Specialized Units	\$1,530,319,600	\$1,207,340,400	\$1,551,634,800	\$21,315,200	1.4%
Program Initiatives					
Campus Centers of Excellence	\$25,673,300	\$18,822,500	\$26,953,100	\$1,279,800	5.0%
Campus Centers of Emphasis	1,842,500	1,374,800	\$1,934,300	\$91,800	5.0%
Ned McWherter Scholars Program	\$401,800	\$401,800	\$401,800	\$0	0.0%
Geier Consent Decree	11,265,000	9,394,100	9,394,100	(\$1,870,900)	-16.6%
THEC Grants	8,612,700	4,442,900	10,887,400	\$2,274,700	26.4%
Research Initiatives - UT	-	6,500,000	-	\$0	NA
Subtotal	\$47,795,300	\$40,936,100	\$49,570,700	\$1,775,400	3.7%
Total Operating	\$1,578,114,900	\$1,248,276,500	\$1,601,205,500	\$23,090,600	1.5%

Attachment II

Estimated FY 2007-08*

Institution/Unit	Estimated FY 2007-08*					Formula Estimated Total Need	Difference (Short)	Percent Difference
	Legislative Appropriation	Maintenance Fees	Technology Access Fee	Out-of-State Tuition	Total Revenue			
Austin Peay	\$ 35,196,400	\$ 31,852,152	\$ 1,750,000	\$ 1,555,868	\$ 70,354,420	\$ 72,321,847	\$ (1,967,427)	97.3%
East Tennessee	60,690,000	46,213,880	2,549,500	7,073,592	116,526,972	125,006,717	(8,479,745)	93.2%
Middle Tennessee	97,736,900	88,989,989	4,818,800	8,026,214	199,571,903	205,715,113	(6,143,210)	97.0%
Tennessee State	41,692,800	35,356,936	1,850,000	22,594,218	101,493,954	96,658,387	4,835,567	105.0%
Tennessee Tech	47,407,000	34,597,064	1,936,000	2,227,060	86,167,124	90,811,113	(4,643,989)	94.9%
University of Memphis	119,614,000	88,992,310	4,312,703	8,177,189	221,096,201	245,405,081	(24,308,879)	90.1%
Subtotal TBR Universities	\$ 402,337,100	\$ 326,002,331	\$ 17,217,003	\$ 49,654,141	\$ 795,210,575	\$ 835,918,258	\$ (40,707,684)	95.1%
Chattanooga	\$ 24,197,300	\$ 14,522,000	\$ 1,390,000	\$ 710,200	\$ 40,819,500	41,668,200	\$ (848,700)	98.0%
Cleveland	10,554,400	5,406,000	575,000	145,750	16,681,150	18,044,900	(1,363,750)	92.4%
Columbia	13,737,900	8,135,500	845,000	152,004	22,870,404	24,611,600	(1,741,196)	92.9%
Dyersburg	7,463,900	4,621,494	540,400	63,600	12,689,394	14,031,800	(1,342,406)	90.4%
Jackson	12,779,300	7,983,178	696,400	64,342	21,523,220	22,615,500	(1,092,280)	95.2%
Motlow	10,729,600	6,544,758	560,600	209,032	18,043,990	19,731,900	(1,687,910)	91.4%
Nashville	15,994,000	12,121,842	1,200,900	532,650	29,849,392	31,231,100	(1,381,708)	95.6%
Northeast	12,995,500	8,783,160	900,000	63,600	22,742,260	25,449,300	(2,707,040)	89.4%
Pellissippi	21,418,200	14,813,500	1,624,000	800,300	38,656,000	39,624,500	(968,500)	97.6%
Roane	18,625,700	9,892,980	1,042,000	146,280	29,706,960	33,247,700	(3,540,740)	89.4%
Southwest	38,725,000	23,171,600	2,890,000	676,386	65,462,986	62,135,200	3,327,786	105.4%
Volunteer	18,761,900	12,561,000	1,132,000	341,320	32,796,220	34,848,500	(2,052,280)	94.1%
Walters	18,951,400	9,873,900	1,150,000	265,000	30,240,300	34,762,300	(4,522,000)	87.0%
Subtotal 2-Year Institutions	\$ 224,934,100	\$ 138,430,912	\$ 14,546,300	\$ 4,170,464	\$ 382,081,776	\$ 402,002,500	\$ (19,920,724)	95.0%
UT Chattanooga	\$ 44,415,000	\$ 32,873,802	\$ 1,530,203	\$ 5,153,597	\$ 83,972,602	89,497,404	\$ (5,524,801)	93.8%
UT Knoxville	188,787,500	132,240,936	5,200,000	37,886,520	364,114,956	414,956,561	(50,841,605)	87.7%
UT Martin	32,105,400	26,034,660	1,155,229	3,449,240	62,744,529	64,635,072	(1,890,543)	97.1%
Subtotal UT Universities	\$ 265,307,900	\$ 191,149,398	\$ 7,885,432	\$ 46,489,357	\$ 510,832,087	\$ 569,089,036	\$ (58,256,949)	89.8%
Technology Centers	\$ 53,347,400	\$ 14,498,574	\$ 1,610,800	\$ -	\$ 69,456,774	\$ 85,429,800	(15,973,026)	81.3%
Total Formula Units	\$ 945,926,500	\$ 670,081,215	\$ 41,259,535	\$ 100,313,962	\$ 1,757,581,212	\$ 1,892,439,595	\$ (134,858,382)	92.9%

*Includes 4.0 percent increase in state appropriations, distributed on the gap methodology, and a 6.0 percent increase in maintenance and out of state tuition.

Attachment II
Tennessee Higher Education Commission
Estimated FY 2007-08 Distribution - New Operating Funds

Academic Formula Units	THEC FY 2007-08 Formula Estimation	Total FY 2006-07 Appropriation*	Estimated 2007-08 Legislative Appropriation	Difference	Percent Increase	Percent Funded
TBR Universities						
Austin Peay	\$43,340,300	\$33,553,700	\$35,196,400	\$1,642,700	4.9%	81.2%
East Tennessee	70,359,000	58,739,700	60,690,000	1,950,300	3.3%	86.3%
Middle Tennessee	121,156,300	93,012,900	97,736,900	4,724,000	5.1%	80.7%
Tennessee State	45,043,200	41,017,000	41,692,800	675,800	1.6%	92.6%
Tennessee Tech	54,181,700	46,040,500	47,407,000	1,366,500	3.0%	87.5%
University of Memphis	143,198,500	114,856,700	119,614,000	4,757,300	4.1%	83.5%
Subtotal	\$477,279,000	\$387,220,500	\$402,337,100	\$15,116,600	3.9%	84.3%
Two-Year Colleges						
Chattanooga	\$27,623,900	\$23,506,100	\$24,197,300	\$691,200	2.9%	87.6%
Cleveland	12,076,000	10,247,500	10,554,400	306,900	3.0%	87.4%
Columbia	16,609,600	13,158,600	13,737,900	579,300	4.4%	82.7%
Dyersburg	9,458,700	7,061,500	7,463,900	402,400	5.7%	78.9%
Jackson	15,215,700	12,287,800	12,779,300	491,500	4.0%	84.0%
Motlow	13,293,100	10,212,500	10,729,600	517,100	5.1%	80.7%
Nashville	20,781,200	15,028,400	15,994,000	965,600	6.4%	77.0%
Northeast	17,213,800	12,144,600	12,995,500	850,900	7.0%	75.5%
Pellissippi	26,402,300	20,412,800	21,418,200	1,005,400	4.9%	81.1%
Roane	22,456,800	17,852,900	18,625,700	772,800	4.3%	82.9%
Southwest	41,696,300	38,125,600	38,725,000	599,400	1.6%	92.9%
Volunteer	23,386,100	17,829,200	18,761,900	932,700	5.2%	80.2%
Walters	23,308,100	18,072,600	18,951,400	878,800	4.9%	81.3%
Subtotal	\$269,521,600	\$215,940,100	\$224,934,100	\$8,994,000	4.2%	83.5%
UT Universities						
UT Chattanooga	\$51,140,300	\$43,058,400	\$44,415,000	\$1,356,600	3.2%	86.8%
UT Knoxville	225,624,500	181,357,000	188,787,500	7,430,500	4.1%	83.7%
UT Martin	37,446,600	31,028,000	32,105,400	1,077,400	3.5%	85.7%
Subtotal	\$314,211,400	\$255,443,400	\$265,307,900	\$9,864,500	3.9%	84.4%
Total Colleges and Universities	\$1,061,012,000	\$858,604,000	\$892,579,100	\$33,975,100	4.0%	84.1%
Technology Centers	\$68,343,800	\$50,322,500	\$53,347,400	\$3,024,900	6.0%	78.1%
Total Academic Formula Units	\$1,129,355,800	\$908,926,500	\$945,926,500	\$37,000,000	4.1%	83.8%

*Recurring

Attachment III
Total Mandatory Tuition and Fees

	2001-02	2005-06	2006-07	1 Yr. Change	5 Yr. Change	Estimated 2007-08*	Estimated 1 Yr. Change
APSU	3,190	4,635	4,837	4.4%	51.6%	5,067	4.7%
ETSU	3,119	4,487	4,637	3.3%	48.7%	4,867	5.0%
MTSU	3,178	4,576	4,766	4.2%	50.0%	4,996	4.8%
TSU	2,987	4,384	4,534	3.4%	51.8%	4,764	5.1%
TTU	3,066	4,396	4,562	3.8%	48.8%	4,792	5.0%
UM	3,472	5,084	5,256	3.4%	51.4%	5,519	5.0%
UTC	3,236	4,500	4,688	4.2%	44.9%	4,913	4.8%
UTK	3,784	5,290	5,576	5.4%	47.4%	5,866	5.2%
UTM	3,280	4,493	4,665	3.8%	42.2%	4,900	5.0%
CC Avg	1,626	2,393	2,482	3.7%	52.6%	2,616	5.4%
TTC	1,225	1,984	2,057	3.7%	67.9%	2,057	0.0%

*Estimated 6.0 percent maintenance fee increase and no increase to mandatory fees.

Attachment IV
FY 2007-2008 Post-Geier Funding

	Expenditures	Balances
Beginning Balance		\$ 19,265,000
Formula Desegregation Funding	\$ 8,000,000	11,265,000
Debt Service on 11.6 Million- Bonds- TSU-AWC	1,265,000	10,000,000
Continuation of Scholarships	1,951,000	8,049,000
	UT 1,085,000	
	TBR 866,000	
Downtown Campus Operation	361,000	7,688,000
TBR Central Office Operation	300,000	7,388,000
TSU Agricultural Program Match	4,137,000	3,251,000
	4,638,000	
- Less McMinnville Nursery Funds	(501,000)	
SREB Doctoral Fellows	120,000	\$ 3,131,000
Balance		\$ 3,131,000

Access & Diversity Initiatives*

UT and TBR Access and Diversity Initiatives	To Be Determined
Governor's Community College Scholarship Program	To Be Determined

*Depending on funding of the TSU Land Grant match of \$4,137,000, either \$3,131,000 or \$7,268,000 (sum of the two) will be available.