

**Tennessee Student Assistance Corporation**

Tuesday September 27, 2016

**DECISION ITEM C:** 2017-18 TSAA Over-commitment Ratio

**Staff Recommendation**

1. That TSAC continue to use the same TSAA over-commitment ratio used in 2016-17 for the 2017-18 academic year.
2. That \$1,300,000 from the Tennessee Student Loan Program (TSLP) reserve be made available as an additional resource for 2017-18 TSAA awards.

**Background**

In order to fully expend available TSAA resources, more grant aid must be offered to students than is available to be spent. This reflects the fact that some students who are offered aid will not accept it.

**Supporting Document**

*Tennessee Student Assistance Award Program, Actual and Projected Expenditures, September 27, 2016.*

Tennessee Student Assistance Award Program  
Actual and Projected Expenditures

	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<i>Estimated</i> <u>2016-17</u>	<i>Estimated</i> <u>2017-18</u>
Total Funding	\$ 58,463,000	\$ 61,863,000	\$ 68,863,000	\$ 66,263,000	\$ 78,263,000	\$ 91,463,000	\$ 88,763,000
State Appropriations	\$ 49,163,000	\$ 52,563,000	\$ 57,563,000	\$ 57,463,000	\$ 67,463,000	\$ 80,663,000	\$ 80,663,000
Lottery Funds	\$ 6,800,000	\$ 6,800,000	\$ 6,800,000	\$ 6,800,000	\$ 6,800,000	\$ 6,800,000	\$ 6,800,000
Reserve Transfer	\$ 2,500,000	\$ 2,500,000	\$ 4,500,000	\$ 2,000,000	\$ 4,000,000	\$ 4,000,000	\$ 1,300,000
Actual year-end expenditures	53,500,000	61,100,000	61,400,000	62,200,000	80,100,000	91,463,000	88,763,000
Unspent Funds	4,963,000	763,000	7,463,000	4,063,000	(1,837,000)	-	-
TSLP Reversion to General Funds	2,400,000	-	-	-	-	-	-
Total funding spent	91.5%	98.8%	89.2%	93.9%	102.3%	100.0%	100.0%
Over-commitment ratio	153.0%	153.0%	153.0%	153.0%	153.0%	153.0%	153.0%
Students received aid	28,763	32,958	32,600	34,300	44,800	49,700	48,200
Average expenditure amount	\$ 1,860	\$ 1,854	\$ 1,883	\$ 1,813	\$ 1,788	\$ 1,840	\$ 1,840
TN Student Loan Program Reserve - TSAA	\$ 13,300,000	\$13,800,000	\$12,100,000	\$15,100,000	\$9,300,000	\$5,300,000	\$4,000,000

9/27/2016