

HIGHER EDUCATIONAL AIDS BOARD

GOVERNOR'S BUDGET RECOMMENDATIONS

Source of Funds	FY17 Adjusted Base	FY18 Recommended	% Change Over FY17	FY19 Recommended	% Change Over FY18
GPR	137,782,700	139,018,500	0.9	139,022,000	0.0
PR-F	1,567,700	150,000	-90.4	150,000	0.0
PR-O	900	900	0.0	900	0.0
PR-S	1,638,900	1,638,900	0.0	1,638,900	0.0
TOTAL	140,990,200	140,808,300	-0.1	140,811,800	0.0

FULL-TIME EQUIVALENT POSITION SUMMARY

Source of Funds	FY17 Adjusted Base	FY18 Recommended	FTE Change Over FY17	FY19 Recommended	FTE Change Over FY18
GPR	10.00	10.00	0.00	10.00	0.00
TOTAL	10.00	10.00	0.00	10.00	0.00

AGENCY DESCRIPTION

The board is a part-time independent policymaking board composed of 11 members consisting of the State Superintendent of Public Instruction and 10 members appointed to serve at the pleasure of the Governor. The Governor appoints one member from the Board of Regents of the University of Wisconsin System; one member from the Wisconsin Technical College System Board; one member who is a trustee of an independent college or university to represent such independent institutions; one student and one financial aid administrator each from within the University of Wisconsin System, Wisconsin Technical College System and independent institutions; and one citizen member to represent the general public.

The executive secretary is appointed by and serves at the pleasure of the Governor. The executive secretary makes policy recommendations to the board; carries out policy directives from the Governor, Legislature and board; and is responsible for initiating and carrying out all administrative direction and responsibilities of the agency. All permanent agency staff members are in the classified service. The agency is composed of two areas: programs and policy (student support activities), and administration and fiscal services.

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The board administers the state programs of financial aid, including scholarship, grant and loan programs; the Minnesota-Wisconsin reciprocity agreement; a contract for dental education services; and the contracts associated with the Medical College of Wisconsin. The agency's activities are organized into two programs. Program one includes the following subprograms which provide financial support to individuals: Academic Excellence Scholarship, Dental Education Contract (Capitation) Program, Handicapped Student Grant, Indian Student Assistance Grant, Minnesota-Wisconsin Reciprocity Program, Minority Undergraduate Grant, Minority Teacher Loan, Nursing Student Loan, Primary Care and Psychiatrist Shortage Grant, Talent Incentive Program Grant, Teacher Education Loan, Teacher of the Visually Impaired Loan Program, Technical Excellence Higher Education Scholarship, Wisconsin Grant programs, and Wisconsin Covenant Grant. Program two includes the costs of administering the activities grouped under program one along with servicing contracts with the Medical College of Wisconsin and the John R. Justice Grant.

MISSION

The mission of the board is to ensure that all students are provided equal access and diversity in obtaining a higher education and to make certain the funds for each program the board administers are distributed in a fair, equitable and timely manner.

PROGRAMS, GOALS, OBJECTIVES AND ACTIVITIES

Note: Objectives and activities have been revised.

Program 1: Student Support Activities

Goal: Keep the best and the brightest in the State of Wisconsin.

Objective/Activity: Academic Excellence Scholarships are awarded to Wisconsin high school seniors who have the highest grade point average in each public and private high school throughout the State of Wisconsin. The number of scholarships each high school is eligible for is based on total student enrollment. In order to receive a scholarship, a student must be enrolled on a full-time basis by September 30th of the academic year following the academic year in which he or she was designated a scholar at a participating University of Wisconsin, Wisconsin technical college or independent institution in the state. The value of the scholarship is \$2,250 per year, to be applied towards tuition. Half of the scholarship is funded by the state, while the other half is funded by the institution.

Goal: Increase the number of minority teachers in the State of Wisconsin.

Objective/Activity: The Minority Teacher Loan Program provides loans to Wisconsin resident, minority, undergraduate juniors or seniors who are enrolled at least half-time in programs leading to teacher licensure at independent or University of Wisconsin institutions. Students must be enrolled in programs leading to teacher licensure in a discipline identified as a teacher shortage area for the State of Wisconsin by the U.S. Department of Education and have an overall GPA of 3.0 or higher based on a 4.0 schedule. The maximum award per year is \$10,000 with an overall maximum of \$30,000. According to the statutes, a minority student is defined as a student who is an African American; American Indian; Hispanic; or Southeast Asian from Laos, Cambodia or Vietnam admitted to the United States after December 31, 1975. The student who participates in this program must agree to teach full-time, in an elementary or secondary school in the city of Milwaukee. For each year the student teaches in an elementary or secondary school in the city of Milwaukee, 25 percent of the loan is forgiven. If the student does not teach in an elementary or secondary school in the city of Milwaukee, the loan must be repaid at an interest rate of 5 percent.

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PERFORMANCE MEASURES

2015 AND 2016 GOALS AND ACTUALS

Prog. No.	Performance Measures	Goal 2015	Actual 2015	Goal 2016	Actual 2016
1.	Percentage of recipients persuaded by scholarship to attend school in Wisconsin.	51%	50%	51%	50%
1.	Percentage of "scholarship recipient graduates" who plan to stay in Wisconsin after graduation.	57%	60%	58%	60%
1.	Percentage of recipients in repayment.	42%	28%	30%	38%
1.	Percentage of recipient awards forgiven or expected to be forgiven.	58%	72%	70%	62%

Note: Based on fiscal year.

2017, 2018 AND 2019 GOALS

Prog. No.	Performance Measures	Goal 2017¹	Goal 2018	Goal 2019
1.	Percentage of recipients persuaded by scholarship to attend school in Wisconsin.	50%	50%	50%
1.	Percentage of "scholarship recipient graduates" who plan to stay in Wisconsin after graduation.	57%	58%	60%
1.	Percentage of recipients in repayment.	40%	40%	39%
1.	Percentage of recipient awards forgiven or expected to be forgiven.	60%	60%	61%

Note: Based on fiscal year.

¹Goals have been revised for 2017.

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GOVERNOR'S BUDGET RECOMMENDATIONS

RECOMMENDATIONS

1. Funding for Wisconsin Grants
2. Wisconsin Covenant Scholars Grant
3. Federal Grants Reestimate
4. Standard Budget Adjustments

ITEMS NOT APPROVED

5. Minority Teacher Loan Program

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**Table 1
Department Budget Summary by Funding Source (in thousands of dollars)**

	ACTUAL FY16	ADJUSTED BASE FY17	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY18	FY19	FY18	FY19
GENERAL PURPOSE REVENUE	\$135,231.4	\$137,782.7	\$137,786.9	\$137,790.4	\$139,018.5	\$139,022.0
State Operations	801.6	946.8	951.0	954.5	951.0	954.5
Aids to Ind. & Org.	134,429.7	136,835.9	136,835.9	136,835.9	138,067.5	138,067.5
FEDERAL REVENUE (1)	\$1.6	\$1,567.7	\$150.0	\$150.0	\$150.0	\$150.0
Aids to Ind. & Org.	1.6	1,567.7	150.0	150.0	150.0	150.0
PROGRAM REVENUE (2)	\$1,540.2	\$1,639.8	\$1,639.8	\$1,639.8	\$1,639.8	\$1,639.8
Local Assistance	405.0	405.0	405.0	405.0	405.0	405.0
Aids to Ind. & Org.	1,135.2	1,234.8	1,234.8	1,234.8	1,234.8	1,234.8
TOTALS - ANNUAL	\$136,773.1	\$140,990.2	\$139,576.7	\$139,580.2	\$140,808.3	\$140,811.8
State Operations	801.6	946.8	951.0	954.5	951.0	954.5
Local Assistance	405.0	405.0	405.0	405.0	405.0	405.0
Aids to Ind. & Org.	135,566.5	139,638.4	138,220.7	138,220.7	139,452.3	139,452.3

(1) Includes Program Revenue-Federal and Segregated Revenue-Federal

(2) Includes Program Revenue-Service and Program Revenue-Other

**Table 2
Department Position Summary by Funding Source (in FTE positions) (4)**

	ADJUSTED BASE FY17	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
		FY18	FY19	FY18	FY19
GENERAL PURPOSE REVENUE	10.00	10.00	10.00	10.00	10.00
TOTALS - ANNUAL	10.00	10.00	10.00	10.00	10.00

(1) Includes Program Revenue-Federal and Segregated Revenue-Federal

(2) Includes Program Revenue-Service and Program Revenue-Other

(4) All positions are State Operations unless otherwise specified

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**Table 3
Department Budget Summary by Program (in thousands of dollars)**

	ACTUAL FY16	ADJUSTED BASE FY17	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY18	FY19	FY18	FY19
1. Student support activities	\$135,971.5	\$140,042.5	\$138,624.8	\$138,624.8	\$139,856.4	\$139,856.4
2. Administration	\$801.6	\$947.7	\$951.9	\$955.4	\$951.9	\$955.4
TOTALS	\$136,773.1	\$140,990.2	\$139,576.7	\$139,580.2	\$140,808.3	\$140,811.8

**Table 4
Department Position Summary by Program (in FTE positions) (4)**

	ADJUSTED BASE FY17	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
		FY18	FY19	FY18	FY19
2. Administration	10.00	10.00	10.00	10.00	10.00
TOTALS	10.00	10.00	10.00	10.00	10.00

(4) All positions are State Operations unless otherwise specified

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1. Funding for Wisconsin Grants

Source of Funds	Agency Request				Governor's Recommendations			
	FY18		FY19		FY18		FY19	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	3,837,100	0.00	6,356,800	0.00
TOTAL	0	0.00	0	0.00	3,837,100	0.00	6,356,800	0.00

The Governor recommends increasing funding for Wisconsin Grants for the University of Wisconsin System (\$2,142,100 in FY18 and \$3,548,700 in FY19), technical college system (\$708,500 in FY18 and \$1,173,800 in FY19), and private, nonprofit college (\$986,500 in FY18 and \$1,634,300 in FY19) students.

2. Wisconsin Covenant Scholars Grant

Source of Funds	Agency Request				Governor's Recommendations			
	FY18		FY19		FY18		FY19	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	-2,605,500	0.00	-5,125,200	0.00
TOTAL	0	0.00	0	0.00	-2,605,500	0.00	-5,125,200	0.00

The Governor recommends reducing funding for grants to qualified Wisconsin Covenant Scholars based on participation estimates.

3. Federal Grants Reestimate

Source of Funds	Agency Request				Governor's Recommendations			
	FY18		FY19		FY18		FY19	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-F	-1,417,700	0.00	-1,417,700	0.00	-1,417,700	0.00	-1,417,700	0.00
TOTAL	-1,417,700	0.00	-1,417,700	0.00	-1,417,700	0.00	-1,417,700	0.00

The Governor recommends adjusting the board's expenditure authority based on reestimates of federal program revenues.

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4. Standard Budget Adjustments

Source of Funds	Agency Request				Governor's Recommendations			
	FY18		FY19		FY18		FY19	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	4,200	0.00	7,700	0.00	4,200	0.00	7,700	0.00
TOTAL	4,200	0.00	7,700	0.00	4,200	0.00	7,700	0.00

The Governor recommends adjusting the board's base budget for: (a) full funding of continuing position salaries and fringe benefits (\$2,000 in each year); and (b) full funding of lease and directed moves costs (\$2,200 in FY18 and \$5,700 in FY19).

ITEMS NOT APPROVED

The following requests are not included in the Governor's budget recommendations for the Higher Educational Aids Board.

Decision Item	Source of Funds	FY18		FY19	
		Dollars	Positions	Dollars	Positions
5. Minority Teacher Loan Program	GPR	0	0.00	0	0.00
TOTAL OF ITEMS NOT APPROVED	GPR	0	0.00	0	0.00