

HIGHER EDUCATIONAL AIDS BOARD

GOVERNOR'S BUDGET RECOMMENDATIONS

Source of Funds	FY13 Adjusted Base	FY14 Recommended	% Change Over FY13	FY15 Recommended	% Change Over FY14
GPR	139,254,100	143,427,900	3.0	147,662,800	3.0
PR-F	1,567,700	1,567,700	0.0	1,567,700	0.0
PR-O	900	900	0.0	900	0.0
PR-S	1,233,900	1,233,900	0.0	1,233,900	0.0
TOTAL	142,056,600	146,230,400	2.9	150,465,300	2.9

FULL-TIME EQUIVALENT POSITION SUMMARY

Source of Funds	FY13 Adjusted Base	FY14 Recommended	FTE Change Over FY13	FY15 Recommended	FTE Change Over FY14
GPR	11.00	11.00	0.00	11.00	0.00
TOTAL	11.00	11.00	0.00	11.00	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 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.

The board administers the state programs of student 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, Talent Incentive Program Grant, Teacher Education Loan, Teacher of the Visually Impaired Loan Program, Wisconsin Higher Education Grant, Wisconsin Tuition Grant, Remission of Fees for Veterans and Dependents, and Wisconsin Covenant Grant.

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Program two includes the costs of administering the activities grouped under program one, along with costs associated with servicing contracts associated with the Medical College of Wisconsin, Independent Student Grant, Nursing Student Stipend Loan, Paul Douglas Scholarship, John R. Justice Grant, Wisconsin Health Education Assistance Loan and Wisconsin Nonguarantee Loan.

MISSION

The mission of the board is to ensure that all students be 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

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. The maximum award per year is \$2,500 with an overall maximum of \$5,000. 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 in a Wisconsin school district in which minority students constitute at least 29 percent of total enrollment or in a school district participating in the interdistrict pupil transfer (Chapter 220) program. For each year the student teaches in an eligible school district, 25 percent of the loan is forgiven. If the student does not teach in an eligible district, the loan must be repaid at an interest rate of 5 percent.

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PERFORMANCE MEASURES

2011 AND 2012 GOALS AND ACTUALS

Prog. No.	Performance Measures	Goal 2011	Actual 2011	Goal 2012	Actual 2012
1.	Percentage of recipients persuaded by scholarship to attend school in Wisconsin.	51%	49%	51%	50%
1.	Percentage of "scholarship recipient graduates" who plan to stay in Wisconsin after graduation.	56%	58%	56%	59%
1.	Percentage of recipients in repayment.	40%	31%	39%	44%
1.	Percentage of recipient awards forgiven or expected to be forgiven.	60%	69%	61%	56%

Note: Based on fiscal year.

2013, 2014 AND 2015 GOALS

Prog. No.	Performance Measures	Goal 2013	Actual 2014	Goal 2015
1.	Percentage of recipients persuaded by scholarship to attend school in Wisconsin.	50% ¹	51%	51%
1.	Percentage of "scholarship recipient graduates" who plan to stay in Wisconsin after graduation.	56%	57%	57%
1.	Percentage of recipients in repayment.	40%	41%	42%
1.	Percentage of recipient awards forgiven or expected to be forgiven.	60%	59%	58%

Note: Based on fiscal year.

¹This goal has been modified.

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GOVERNOR'S BUDGET RECOMMENDATIONS

RECOMMENDATIONS

1. Dental Education Contract
2. Wisconsin Covenant Scholars Grant
3. Wisconsin Higher Education Grant - University of Wisconsin
4. Standard Budget Adjustments

ITEMS NOT APPROVED

5. Wisconsin Higher Education Grant - Technical College
6. Tuition Grant
7. Permanent GPR Reductions

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

	ACTUAL FY12	ADJUSTED BASE FY13	AGENCY REQUEST FY14	AGENCY REQUEST FY15	GOVERNOR'S RECOMMENDATION FY14	GOVERNOR'S RECOMMENDATION FY15
GENERAL PURPOSE REVENUE	\$134,977.1	\$139,254.1	\$139,151.3	\$139,152.9	\$143,427.9	\$147,662.8
State Operations	810.4	981.5	878.7	880.3	922.0	923.6
Aids to Ind. & Org.	134,166.8	138,272.6	138,272.6	138,272.6	142,505.9	146,739.2
FEDERAL REVENUE (1)	\$0.0	\$1,567.7	\$1,567.7	\$1,567.7	\$1,567.7	\$1,567.7
Aids to Ind. & Org.	0.0	1,567.7	1,567.7	1,567.7	1,567.7	1,567.7
PROGRAM REVENUE (2)	\$1,847.7	\$1,234.8	\$1,234.8	\$1,234.8	\$1,234.8	\$1,234.8
Aids to Ind. & Org.	1,847.7	1,234.8	1,234.8	1,234.8	1,234.8	1,234.8
TOTALS - ANNUAL	\$136,824.8	\$142,056.6	\$141,953.8	\$141,955.4	\$146,230.4	\$150,465.3
State Operations	810.4	981.5	878.7	880.3	922.0	923.6
Aids to Ind. & Org.	136,014.4	141,075.1	141,075.1	141,075.1	145,308.4	149,541.7

- (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 FY13	AGENCY REQUEST FY14	AGENCY REQUEST FY15	GOVERNOR'S RECOMMENDATION FY14	GOVERNOR'S RECOMMENDATION FY15
GENERAL PURPOSE REVENUE	11.00	11.00	11.00	11.00	11.00
TOTALS - ANNUAL	11.00	11.00	11.00	11.00	11.00

- (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 FY12	ADJUSTED BASE FY13	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY14	FY15	FY14	FY15
1. Student support activities	\$136,014.4	\$141,074.2	\$141,074.2	\$141,074.2	\$145,307.5	\$149,540.8
2. Administration	\$810.4	\$982.4	\$879.6	\$881.2	\$922.9	\$924.5
TOTALS	\$136,824.8	\$142,056.6	\$141,953.8	\$141,955.4	\$146,230.4	\$150,465.3

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

	ADJUSTED BASE FY13	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
		FY14	FY15	FY14	FY15
2. Administration	11.00	11.00	11.00	11.00	11.00
TOTALS	11.00	11.00	11.00	11.00	11.00

(4) All positions are State Operations unless otherwise specified

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1. Dental Education Contract

Source of Funds	Agency Request				Governor's Recommendations			
	FY14		FY15		FY14		FY15	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	173,300	0.00	346,600	0.00
TOTAL	0	0.00	0	0.00	173,300	0.00	346,600	0.00

The Governor recommends increasing funding for the dental education contract between the Marquette University School of Dentistry and the state to increase the number of Wisconsin residents eligible for the program by 20 students in FY14 and 40 students in FY15 at the current tuition subsidy of \$8,665 per student.

2. Wisconsin Covenant Scholars Grant

Source of Funds	Agency Request				Governor's Recommendations			
	FY14		FY15		FY14		FY15	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	4,060,000	0.00	8,120,000	0.00
TOTAL	0	0.00	0	0.00	4,060,000	0.00	8,120,000	0.00

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

3. Wisconsin Higher Education Grant - University of Wisconsin

The Governor recommends permitting the transfer of funds between fiscal years for the Wisconsin higher education grant for University of Wisconsin System students. The Governor also recommends suspending the link between grant program funding and the average percentage increase in resident undergraduate academic fees at UW System institutions in order to help balance the budget.

4. Standard Budget Adjustments

Source of Funds	Agency Request				Governor's Recommendations			
	FY14		FY15		FY14		FY15	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	-59,500	0.00	-57,900	0.00	-59,500	0.00	-57,900	0.00
TOTAL	-59,500	0.00	-57,900	0.00	-59,500	0.00	-57,900	0.00

The Governor recommends adjusting the board's base budget for: (a) full funding of continuing position salaries and fringe benefits (-\$62,000 in each year); and (b) full funding of lease and directed moves costs (\$2,500 in FY14 and \$4,100 in FY15).

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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	FY14		FY15	
		Dollars	Positions	Dollars	Positions
5. Wisconsin Higher Education Grant - Technical College	GPR	0	0.00	0	0.00
6. Tuition Grant	GPR	0	0.00	0	0.00
7. Permanent GPR Reductions	GPR	-43,300	0.00	-43,300	0.00
TOTAL OF ITEMS NOT APPROVED	GPR	-43,300	0.00	-43,300	0.00