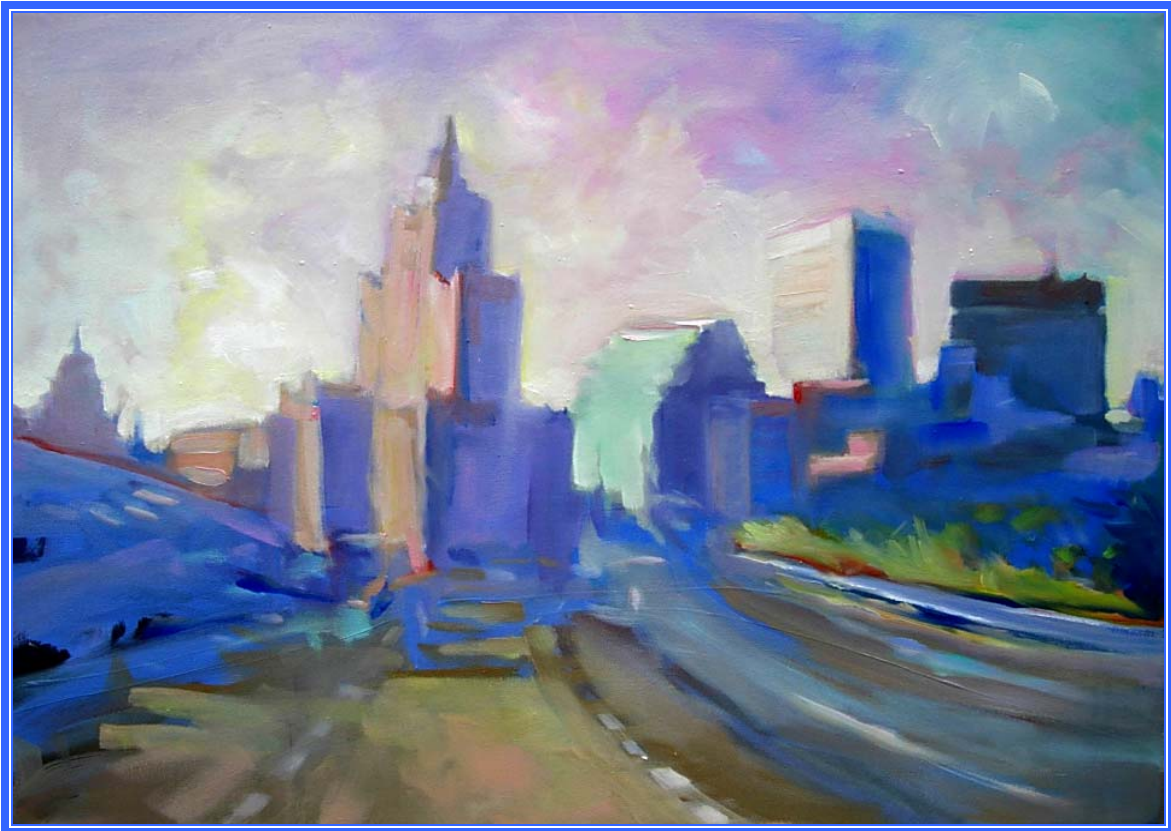


State of Rhode Island and Providence Plantations

Budget



Fiscal Year 2009

Donald L. Carcieri, Governor

The Agency

Rhode Island Higher Education Assistance Authority

Agency Operations

The Higher Education Assistance Authority administers three major programs. The Scholarship and Grant Program includes the State Grant Program, the scholar recognition program, the campus-based work opportunity program, a student intern program, and a student community service program. The Loan Program includes the Federal Family Education Loan program (FFELP), and the Health Professions Contract Program. The CollegeBound*fund*® Program, a “qualified state tuition program” under section 529 of the IRS code, encourages qualified students, parents, and others responsible for paying the cost of higher education to plan/save for college by investing contributions that will grow tax free each year until applied toward college costs.

The Authority is governed by an eleven member Board of Directors, five of whom are appointed by the Governor for staggered terms; two who represent the finance committees of the House and Senate (one each, currently removed), two representing the Board of Governors for Higher Education, the State General Treasurer or his/her designee, and the Chairman of the Rhode Island Independent Higher Education Association or his/her designee. The Board of Directors elects its own chairperson and other officers and appoints an Executive Director to head the authority. The authority receives its funding from the general fund and from several non-state sources, including the federal government. State general revenues support the scholarship, grant, and student employment programs, as well as the administrative costs for these programs. A small amount of federal funds (LEAP/SLEAP) is also received for direct grants for students. Revenues from program operations and cost reimbursements from the federal government fund the entire Loan Program. Proceeds from the CollegeBound*fund*® program operations support the administrative and marketing expenses associated with the program, and provide supplemental funds to the State Scholarship and Grant Program. Additionally, the CollegeBound*fund*® revenues provide funding for the Academic Promise Scholarship Program and 5 & 10 Matching Grant Program.

Agency Objectives

The Higher Education Assistance Authority was created to provide a system of financial assistance programs, consisting of the Scholarship and Grant Program, Loan Guarantees, College Savings Program, and other aids, which promote opportunity for post-secondary education by providing financial assistance to qualified students, parents, and others responsible for paying the cost of education, who are restricted from participating in post-secondary education because of insufficient financial resources, to help them meet their educational/career goals beyond the high school level.

Statutory History

The Higher Education Assistance Authority was created in 1977 to administer the grant, scholarship, and loan programs for the State of Rhode Island, replacing an existing loan entity and assuming some functions of the Department of Education. Title 16 Chapter 56 and 57 of the Rhode Island General Laws establish and provide for the organization, functions, and statutory award formula of the Authority.

The Budget

Rhode Island Higher Education Assistance Authority

	FY 2006 Actual	FY 2007 Actual	FY 2008 Enacted	FY 2008 Revised	FY 2009 Recommended
Expenditures By Subprogram					
Scholarship and Grants	8,151,056	7,067,272	11,378,461	10,587,711	10,281,828
Loans	8,763,678	8,487,253	12,253,427	11,998,483	12,182,617
Tuition Savings	6,059,137	8,384,583	5,718,516	6,353,498	6,776,220
Total Expenditures	\$22,973,871	\$23,939,108	\$29,350,404	\$28,939,692	\$29,240,665
Expenditures By Object					
Personnel	6,247,187	7,077,057	9,234,043	8,840,632	9,006,278
Operating Supplies and Expenses	2,182,975	2,319,346	4,015,584	3,882,141	4,126,610
Aid To Local Units Of Government	-	-	-	-	-
Assistance, Grants and Benefits	14,543,709	14,541,739	15,598,777	15,714,919	15,605,777
Subtotal: Operating Expenditures	\$22,973,871	\$23,938,142	\$28,848,404	\$28,437,692	\$28,738,665
Capital Purchases and Equipment	-	966	502,000	502,000	502,000
Debt Service	-	-	-	-	-
Operating Transfers	-	-	-	-	-
Total Expenditures	\$22,973,871	\$23,939,108	\$29,350,404	\$28,939,692	\$29,240,665
Expenditures By Funds					
General Revenue	7,729,028	6,708,495	11,019,684	10,219,792	9,913,909
Federal Funds	9,185,706	8,846,030	12,612,204	12,366,402	12,550,536
Other Funds	6,059,137	8,384,583	5,718,516	6,353,498	6,776,220
Total Expenditures	\$22,973,871	\$23,939,108	\$29,350,404	\$28,939,692	\$29,240,665
FTE Authorization	46.0	46.0	46.0	42.6	42.6
Agency Measures					
Minorities as a Percentage of the Workforce	7.0%	9.5%	9.5%	9.5%	10.3%
Females as a Percentage of the Workforce	71.6%	73.8%	73.8%	73.8%	79.5%
Persons with Disabilities as a Percentage of the Workforce	7.0%	7.2%	7.2%	7.2%	7.7%
Program Measures					
Percentage of Eligible Students Receiving Grants	63.0%	51.1%	53.2%	53.2%	51.6%
Average Grant Award	\$1,103	\$1,117	\$1,117	\$1,117	\$1,117
State Grant as a Percentage of Unmet Need Prior to State Grants	13.4%	9.8%	9.7%	9.7%	9.6%