

FY 2025 Agency Spend Plan

Budget and Projections

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September 12, 2024

SUMMARY

- ▶ Approximately \$484M under management
 - ▶ \$443M - state grants and aid
 - ▶ \$220M in reserves
 - ▶ \$32M - federal funds
 - ▶ \$9M – operating
- ▶ ¼ of state support for higher education
- ▶ 67 funded FTE positions

CLOSEOUT

FY 2024 CLOSEOUT



FINANCIAL AID

- ▶ 21st Century Scholars
 - ▶ \$145M in expenditures
 - ▶ \$21M below appropriation
 - ▶ \$82M fund balance
- ▶ Frank O'Bannon
 - ▶ \$173M in expenditures
 - ▶ \$5M above appropriation (Planned)
 - ▶ \$125M fund balance
- ▶ Combined Balance: \$208M

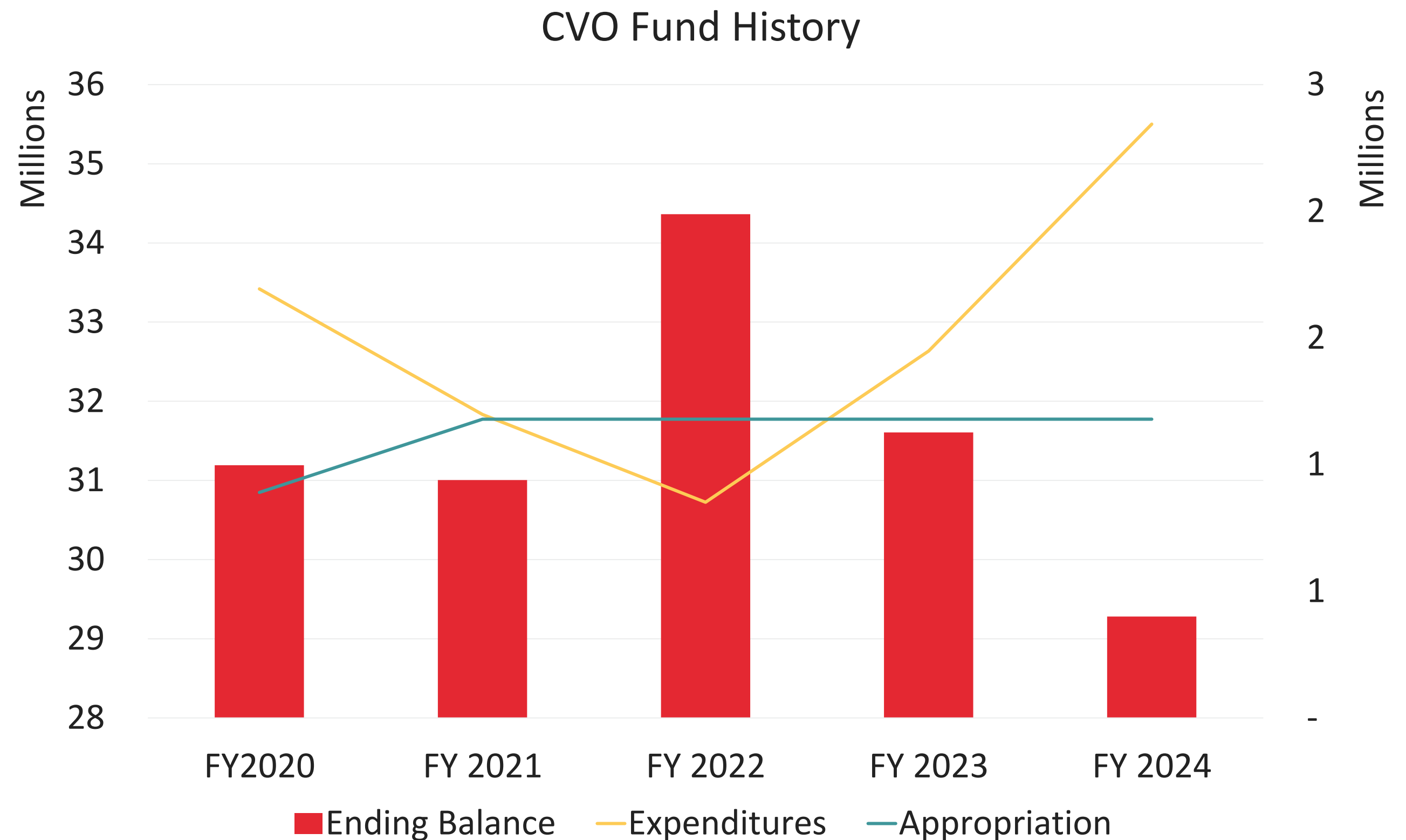
FINANCIAL AID

- ▶ Children of Disabled Veterans and Disabled Officers (CVO)

- ▶ \$3.7M above budget
- ▶ \$3M transfer from EARN
- ▶ Anticipated FY25 deficit

- ▶ EARN Work Study

- ▶ \$2M below budget
- ▶ Gradual increase in expenditures



AGENCY OPERATIONS

- ▶ \$465K surplus/reversion (6% of appropriation)
 - ▶ \$155K (2%) Management Reserve
 - ▶ IT Expenditures – \$363K below budget
 - ▶ Savings support IT contract extension and transition into FY25
- ▶ Philanthropy - \$2M in additional grants to CHE
 - ▶ Expenditures will continue through FY25

SPEND PLAN

FY 2025 SPEND PLAN

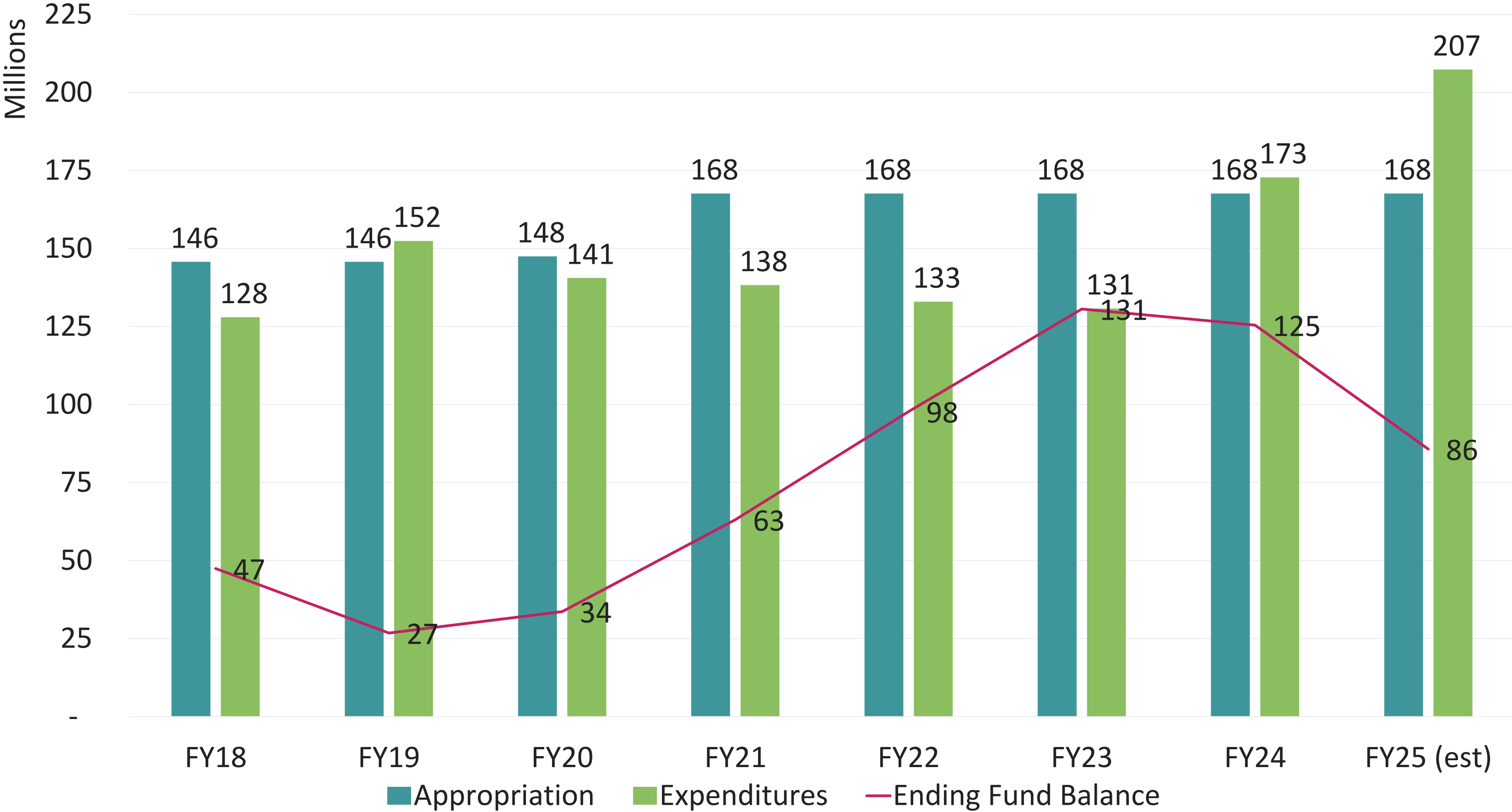


FINANCIAL AID

- ▶ 21st Century Scholars
 - ▶ \$82M fund balance
 - ▶ Estimate 5% expenditure increase (\$152M)
 - ▶ \$14M below appropriation
 - ▶ Estimated ending balance: \$96M
- ▶ Frank O'Bannon
 - ▶ \$125M fund balance
 - ▶ Estimate 20% expenditure increase (\$207M) – FAFSA uncertainty
 - ▶ \$40M over appropriation
 - ▶ Estimated ending balance: \$85M

FINANCIAL AID

Frank O'Bannon Fund History



FINANCIAL AID

- ▶ Children of Disabled Veterans and Disabled Officers (CVO)
 - ▶ Estimate \$36M spend
 - ▶ \$4.2M over appropriation
 - ▶ Seek state funding increase in current year & FY26-27
- ▶ Next Generation Hoosier Educator Scholarship (Next Gen)
 - ▶ \$4M fund balance
 - ▶ Estimate \$9.9M spend
 - ▶ \$2.1M below appropriation
 - ▶ On Track to equilibrium

PROGRAMS

- ▶ Career Coaching: \$15M
 - ▶ Appropriated to DOE, transferred to CHE per HEA 1002-2023
- ▶ CTE Industry Certifications: \$2M
 - ▶ Appropriated to GWC, transferred to CHE
- ▶ College Success Grants: \$2.5M
 - ▶ Second and final year
- ▶ Martin University: \$2.5M
 - ▶ Second and final year

AGENCY OPERATIONS

- ▶ Agency Operations:
 - ▶ Same appropriations as FY24
 - ▶ Personnel: \$700K increase
 - ▶ 14% increase cost in benefits
 - ▶ Retirement changes
 - ▶ Grant & Federal funded positions
 - ▶ IT Contract: TBD. Seek state funding
 - ▶ Communications: Direct Mail to students (e.g., FAFSA, Pre-Admissions, Scholars Auto-Enroll)
 - ▶ National Student Clearinghouse (Cost share with DOE & MPH)

AGENCY OPERATIONS

- ▶ Philanthropy

- ▶ Estimate \$2.4M spend from existing grants

- ▶ Grants ending this year:

- ▶ INvestED – Teach Dual Credit

- ▶ Reach University – Digital Credentials

- ▶ Strada Education Foundation – Credit for Prior Learning

- ▶ Strada Education Foundation – Dual Credit & Dual Enrollment in Indianapolis

- ▶ Lilly Endowment – College Value

- ▶ Grants continuing next year:

- ▶ RMFF – College Matters

The background of the slide features a large, faint, circular seal of the State of Indiana. The seal contains the text "SEAL OF THE STATE OF INDIANA" around the top and "1816" at the bottom. In the center of the seal is a landscape with a plowman, a shearer, and a sower, with a star above them.

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HIGHER EDUCATION