

System Enrollment and Financial Overview

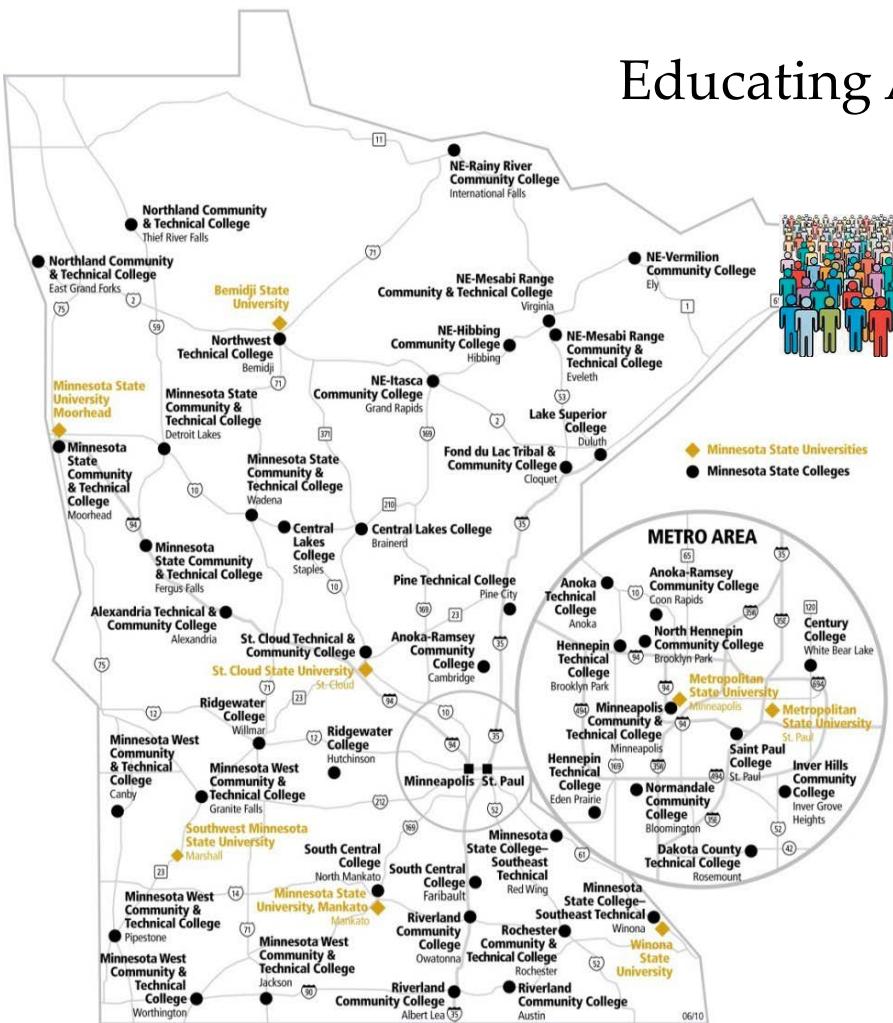


House of Representatives
Ways and Means Committee
February 23, 2015

Minnesota State Colleges and Universities

The Minnesota State Colleges and Universities system is an Equal Opportunity employer and educator.

System Overview



Educating All of Minnesota

410,000 STUDENTS
ATTEND ONE OF OUR 31 COLLEGES
OR UNIVERSITIES

264,000 in credit classes
146,000 in non-credit programs

 7 STATE UNIVERSITIES
offer BACCALAURATE AND
POST-GRADUATE PROGRAMS

 24 STATE COMMUNITY
COLLEGES, TECHNICAL
COLLEGES AND
COMPREHENSIVE
COLLEGES offer CERTIFICATES
AND TWO-YEAR ASSOCIATES
PROGRAMS



Minnesota
STATE COLLEGES
& UNIVERSITIES

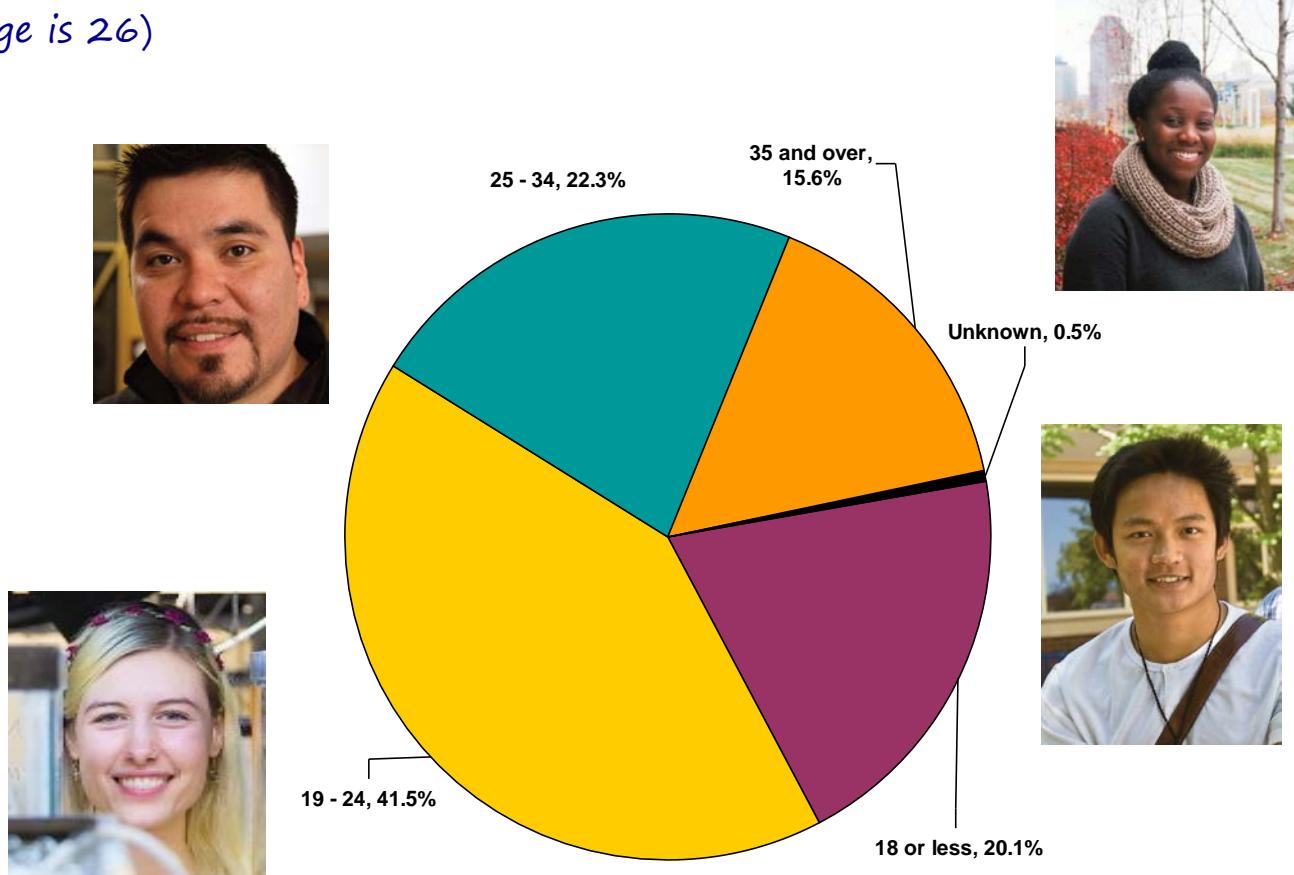


We serve a diverse student body still in high school, right out of high school, adult learners, and working adults updating their skills or preparing for a new career

- 52,500 first generation students
- 62,000 American Indians or students of color
- 99,000 low-income (Pell-eligible) students
- 11,000 veterans

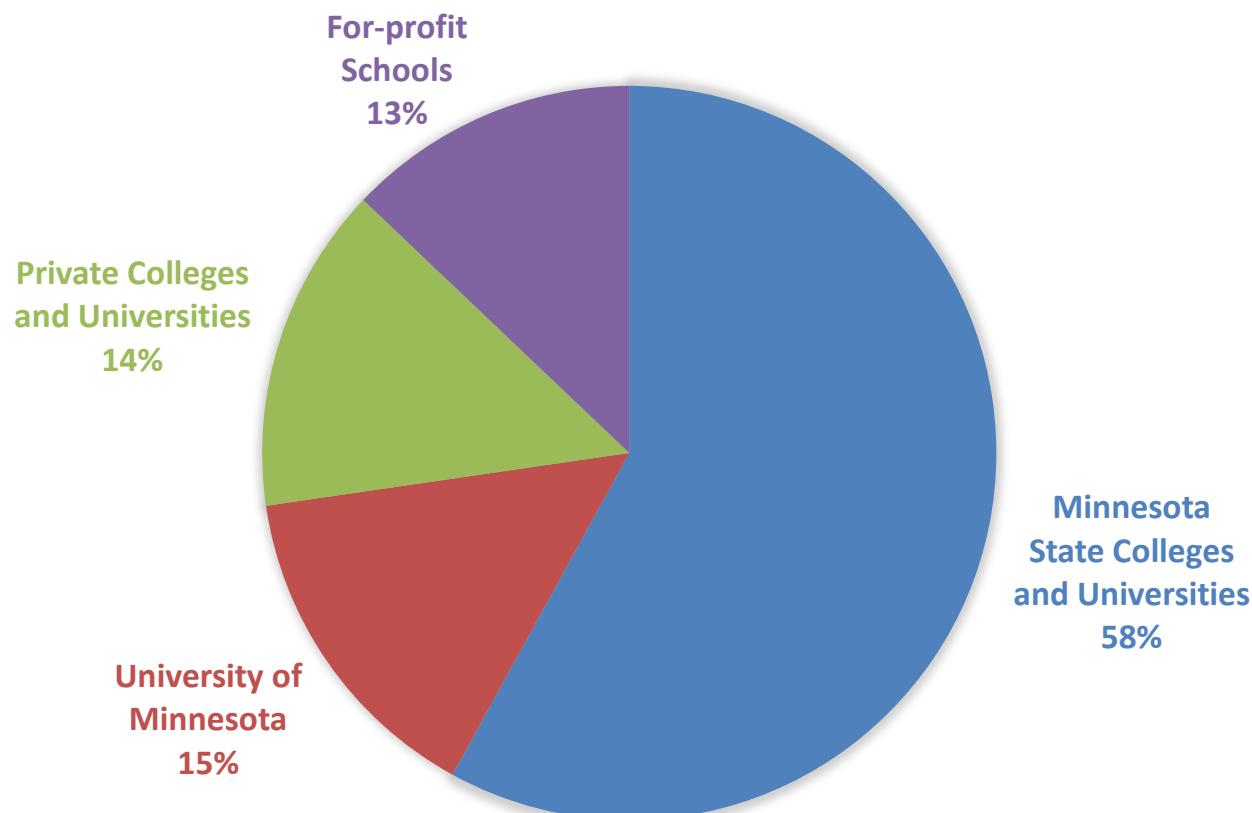
MnSCU colleges and universities serve more students in each of these categories than all of Minnesota's other higher education options combined.

38% of our students are 25 or older
(average age is 26)



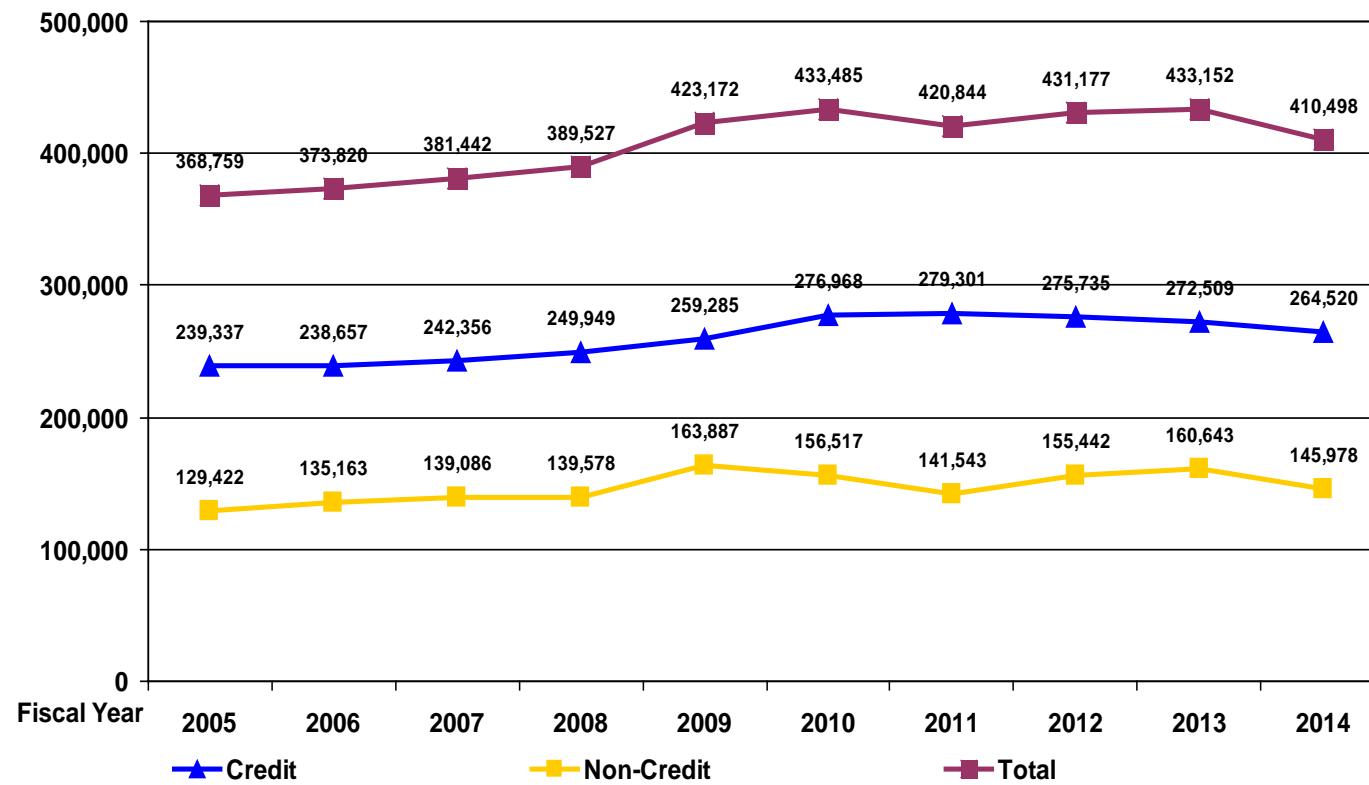
Minnesota
STATE COLLEGES
& UNIVERSITIES

Educating 58% of Minnesota's Undergraduates

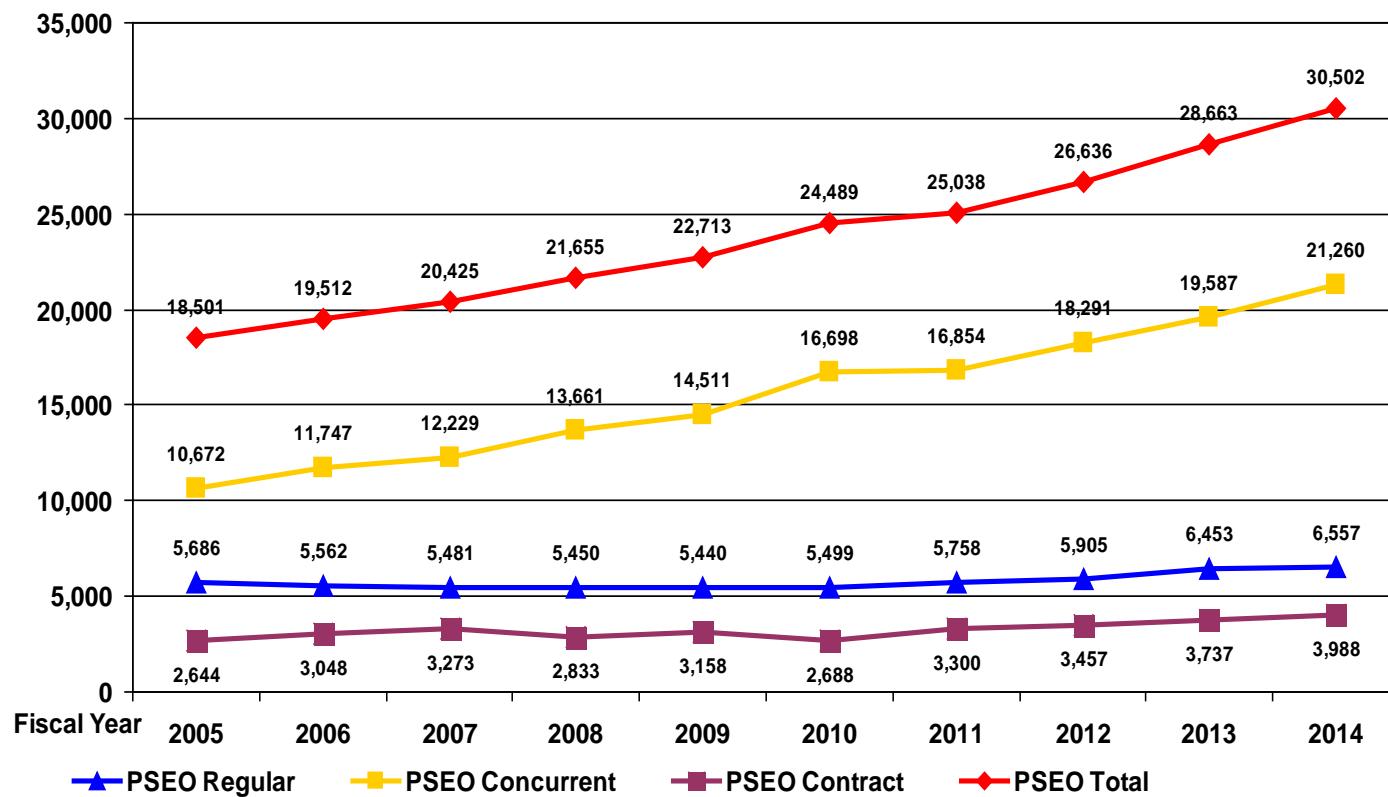


#1 Enrollment

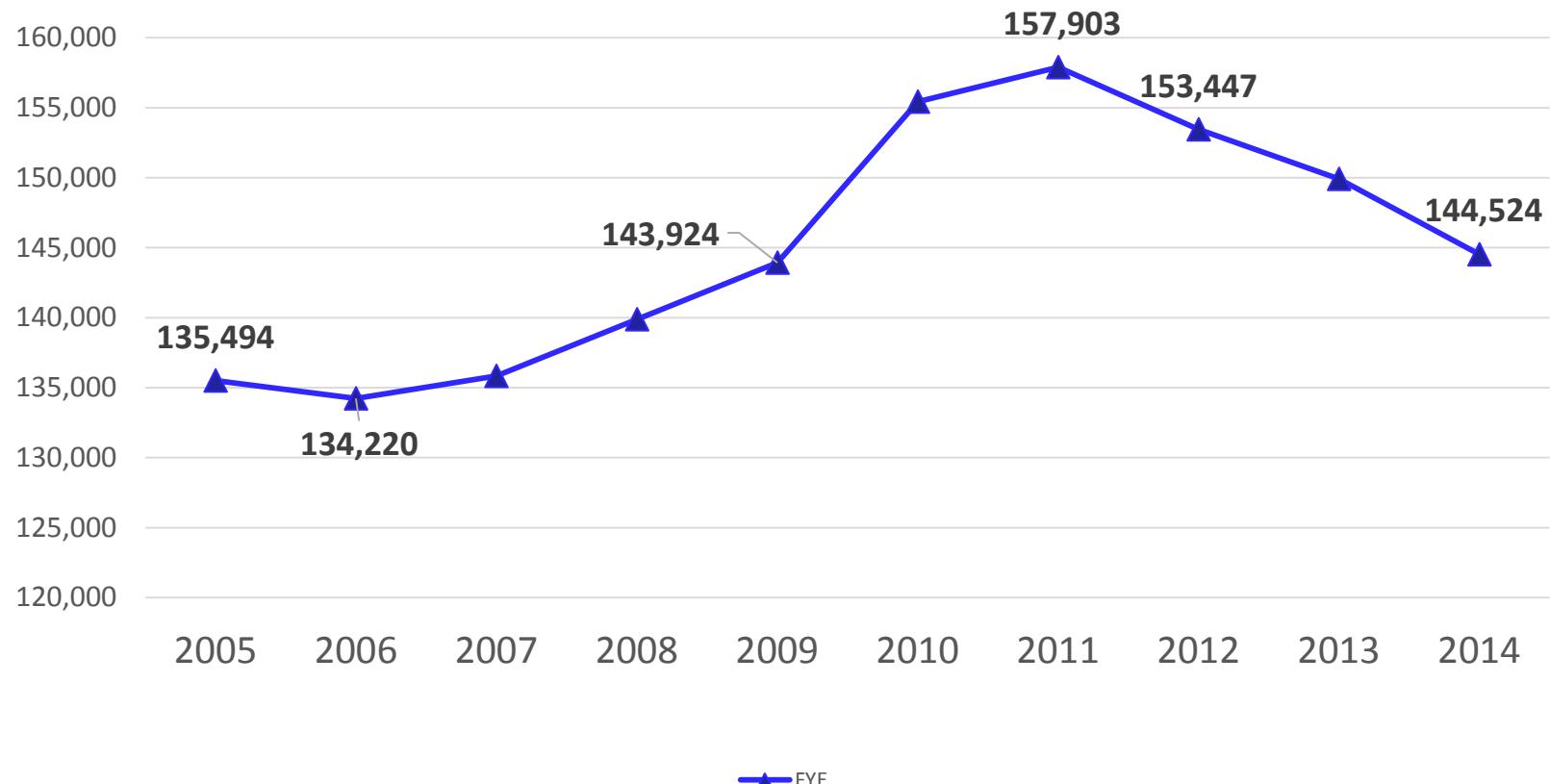
Headcount enrollment is returning to pre-recession levels



PSEO total headcount has grown by 65 percent and Concurrent headcount has doubled



FYE enrollment is 7% above 2005 levels



▲ FYE

#2 PSEO and Concurrent Enrollment

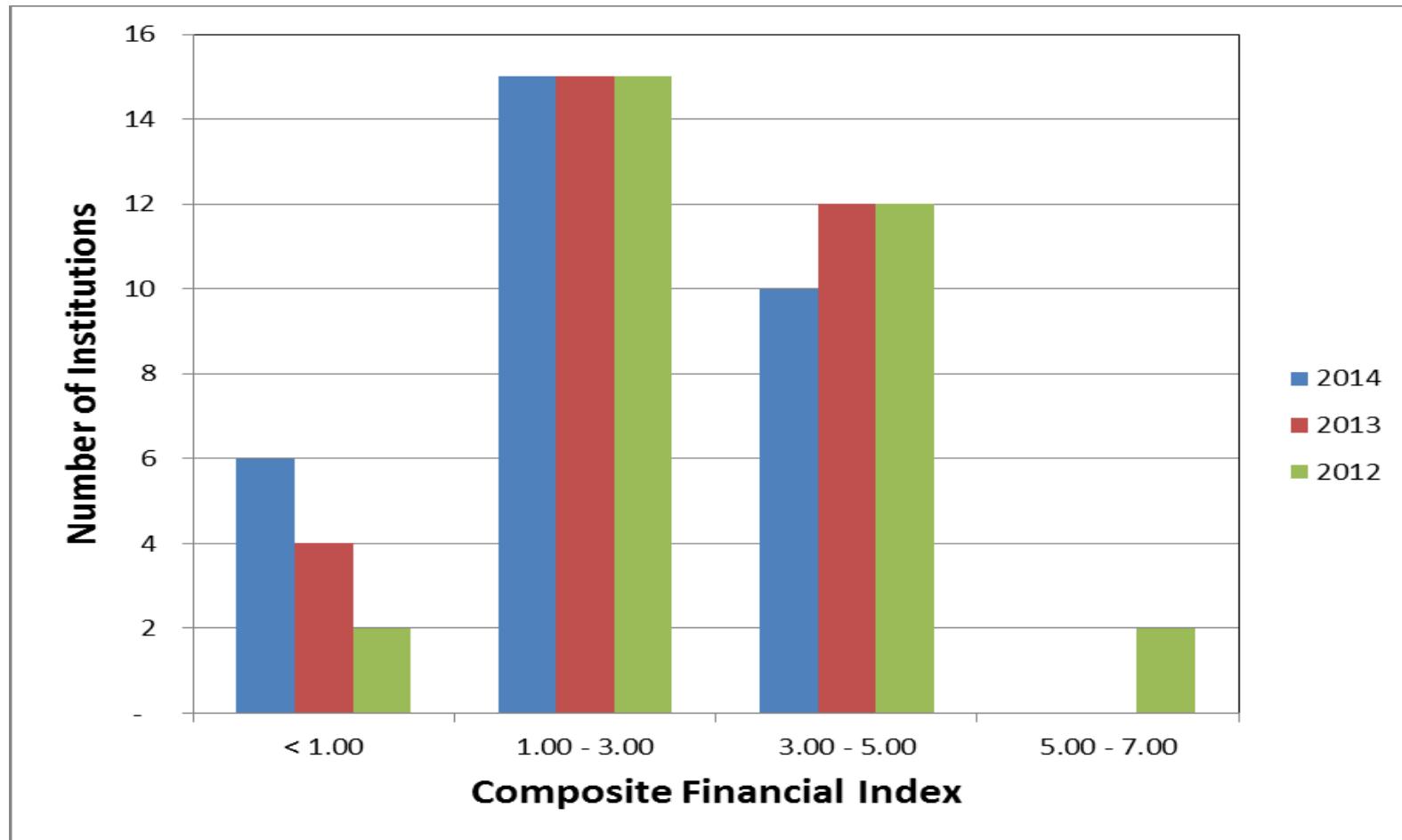
PSEO and Concurrent Enrollment

- PSEO - Post-secondary Education Options is an opportunity for eligible high school students to enroll in college or university courses that earn credits simultaneously for both their high school diploma and their college degree
- Concurrent - Concurrent enrollment is a college or university course taught by a credentialed high school instructor and mentored by a college or university faculty member at a high school.
- Contract – Contract enrollment is a college or university course typically taught by a college or university faculty member at the high school.
- Compensation
 - Traditional method – MDE redirects state support from school districts and reimburses colleges and universities \$190.29 per-credit
 - Direct contract method – typically used in “concurrent” PSEO arrangements, the school district contracts directly with the college/university to provide PSEO courses

#3 Composite Financial Index

Composite Financial Index 2012-2014

Trends for College and Universities





System Composite Financial Index

(includes colleges, universities and system office results, excludes all foundation results)

Components of CFI

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Return on Net Position	0.08	0.46	0.65
Net Operating Revenue	(0.18)	(0.01)	0.26
Primary Reserve	0.86	0.91	0.92
Viability	<u>0.89</u>	<u>0.90</u>	<u>0.95</u>
CFI	1.65	2.26	2.78

Composite Financial Index

Variability in Colleges and Universities

	2014 Averages		2013 Averages		2012 Averages	
	<u>Colleges</u>	<u>Universities</u>	<u>Colleges</u>	<u>Universities</u>	<u>Colleges</u>	<u>Universities</u>
Primary Reserve	0.84	0.76	0.81	0.90	0.82	0.92
Viability	1.19	0.56	1.16	0.60	1.17	0.67
Net Operating Revenue	(0.08)	(0.29)	(0.07)	0.02	0.13	0.38
Return on Net Position	<u>0.33</u>	<u>(0.20)</u>	<u>0.48</u>	<u>0.41</u>	<u>0.60</u>	<u>0.68</u>
CFI	2.28	0.83	2.38	1.93	2.72	2.6

FY2014 Financial Summary

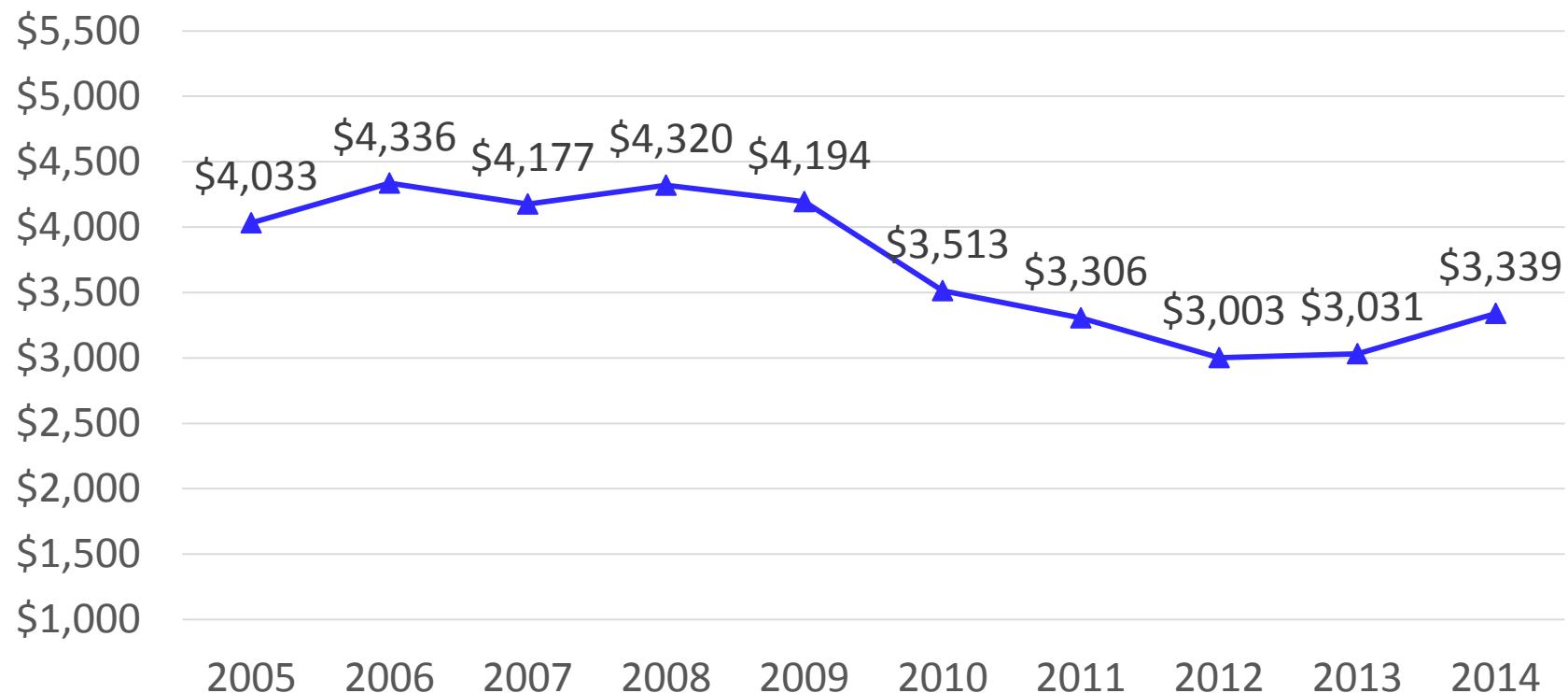
- CFI variability narrows amongst colleges & universities
- CFI trends have been declining the last two years, following enrollment declines
- System CFI relatively flat in the two long term measurements, with declines in the two short term measurements
- Campuses displaying focused budgeting, planning and analysis

FY2014 Monitoring Results

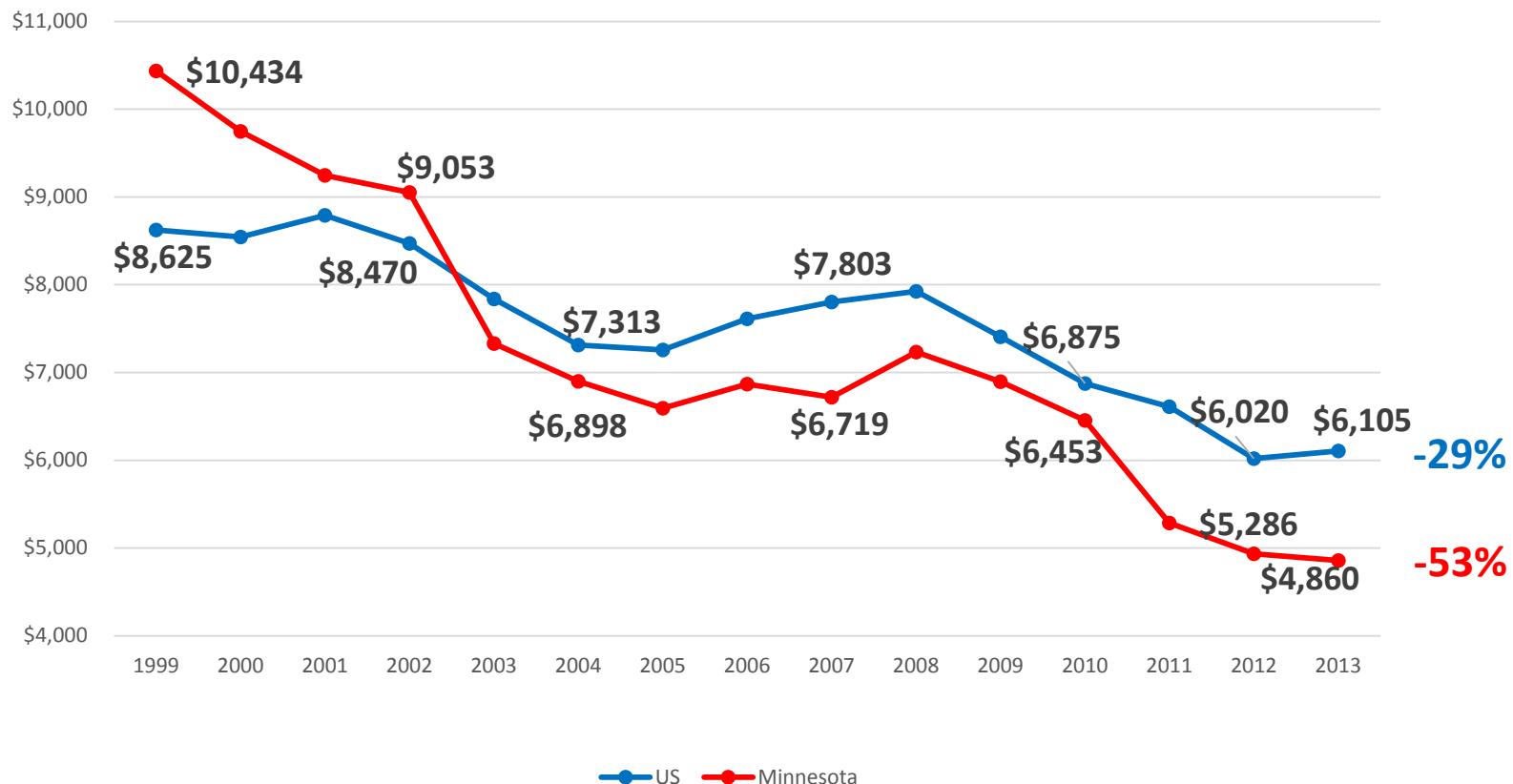
- 15 colleges and 5 universities reported negative accrual based operating revenue two years running
- 7 colleges and 4 universities reported CFI below 1.50 based on 2 year average or less than .5 in most recent year
- In total, eight colleges and three universities are under special review

#4 State support per FYE

State Support per FYE *declined by 17% (adjusted)*



Minnesota higher education cuts are *deeper than national average*



State higher education appropriations per public FTE, Constant 2013 dollars
Source: State Higher Education Executive Officers Organization

End