

HB 5043 BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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Higher Education Coordinating Commission

2015-17

PRELIMINARY

Budget Summary

	2015-17 Legislatively Approved Budget ⁽¹⁾	2017 Committee Recommendation	Committee Change from 2015-17 Leg. Approved	
			\$\$ Change	% Change
Other Funds	\$ 579,755,952	\$ 603,605,952	\$ 23,850,000	4.1%
Federal Funds	\$ 34,888,304	\$ 34,888,304	\$ 0	-
Total	\$ 614,644,256	\$ 638,494,256	\$ 23,850,000	3.9%

	2013-15 Legislatively Approved Budget	2017 Committee Recommendation	Committee Change from 2013-15 Leg. Approved	
			\$\$ Change	% Change
Other Funds	\$ 268,714,299	\$ 268,714,299	\$ 0	-
Federal Funds	\$ 12,107,053	\$ 12,107,053	\$ 0	-
Total	\$ 280,821,352	\$ 280,821,352	\$ 0	-

(1) Includes adjustments through December 2016

Summary of Revenue Changes

Other Fund revenues are from the proceeds of the issuance of Article XI-G general obligation bonds.

Summary of Capital Construction Subcommittee Action

HB 5043 provides six-year expenditure limitation for capital construction projects. Projects in excess of \$1.0 million for the acquisition of land and the acquisition, planning, constructing, altering, repairing, furnishing, and equipping of building and facilities are categorized as capital construction projects.

Higher Education Coordinating Commission

Community Colleges:

The Subcommittee approved \$23,850,000 in Other Funds expenditure limitation (Article XI-G bonds) for construction and renovation projects at three community colleges, which were originally authorized in 2013. During the 2015 session, the Department of Community Colleges and Workforce Development (CCWD) became the Office of Community Colleges within the Higher Education Coordinating Commission (HECC). This required projects authorized under CCWD to be transferred to HECC. Only nine projects, which had raised their required match and were

scheduled to sell bonds by the end of the 2013-15 biennium, were transferred and the corresponding expenditure limitation was established within HECC. The three projects below are expecting to have secured their required match, sell the bonds reauthorized in 2015 during the current 2015-17 biennium, and therefore, require corresponding expenditure limitation.

- ***Klamath Community College Student Success and Career-Technical Center***: approved \$7,850,000 Other Funds (Article XI-G bonds) for construction of a new facility housing a research library and computer labs, a testing center, tutoring and advising areas, and space for GED, Adult Basic Education, and English as a Second Language programs. The project will also expand the Career Technical Education center for auto and diesel mechanics and construction management programs. Match for the Article XI-G bonds will come from college reserve funds, foundation and federal grants, and district general obligation bonds.
- ***Rogue Community College Health and Science Center***: approved \$8,000,000 Other Funds (Article XI-G bonds) to increase space for health science programs by constructing new facilities or buying and remodeling existing ones. Match for the Article XI-G bonds will come from partnership contributions, grants, and capital campaign contributions.
- ***Southwestern Oregon Community College Health and Science Building***: approved \$8,000,000 Other Funds (Article XI-G bonds) for renovation and expansion of the existing Health Building. Match for the Article XI-G bonds will come from grants and donations and, if necessary, revenues from a district bond levy.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

**Higher Education Coordinating Commission
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<u>DESCRIPTION</u>	<u>GENERAL FUND</u>	<u>LOTTERY FUNDS</u>	<u>OTHER FUNDS</u>	<u>FEDERAL FUNDS</u>	<u>TOTAL FUNDS</u>	<u>POS</u>	<u>FTE</u>
<u>COMMITTEE AUTHORIZATIONS</u>							
<u>EDUCATION PROGRAM AREA</u>							
<u>Higher Education Coordinating Commission</u>							
Klamath Comm. College Student Success & Career/Tech Center	0	0	7,850,000	0	7,850,000	0	0.00
Rogue Community College Health and Science Center	0	0	8,000,000	0	8,000,000	0	0.00
Southwestern Oregon Comm. College Health & Science Building	0	0	8,000,000	0	8,000,000	0	0.00
TOTAL	0	0	23,850,000	0	23,850,000	0	0.00