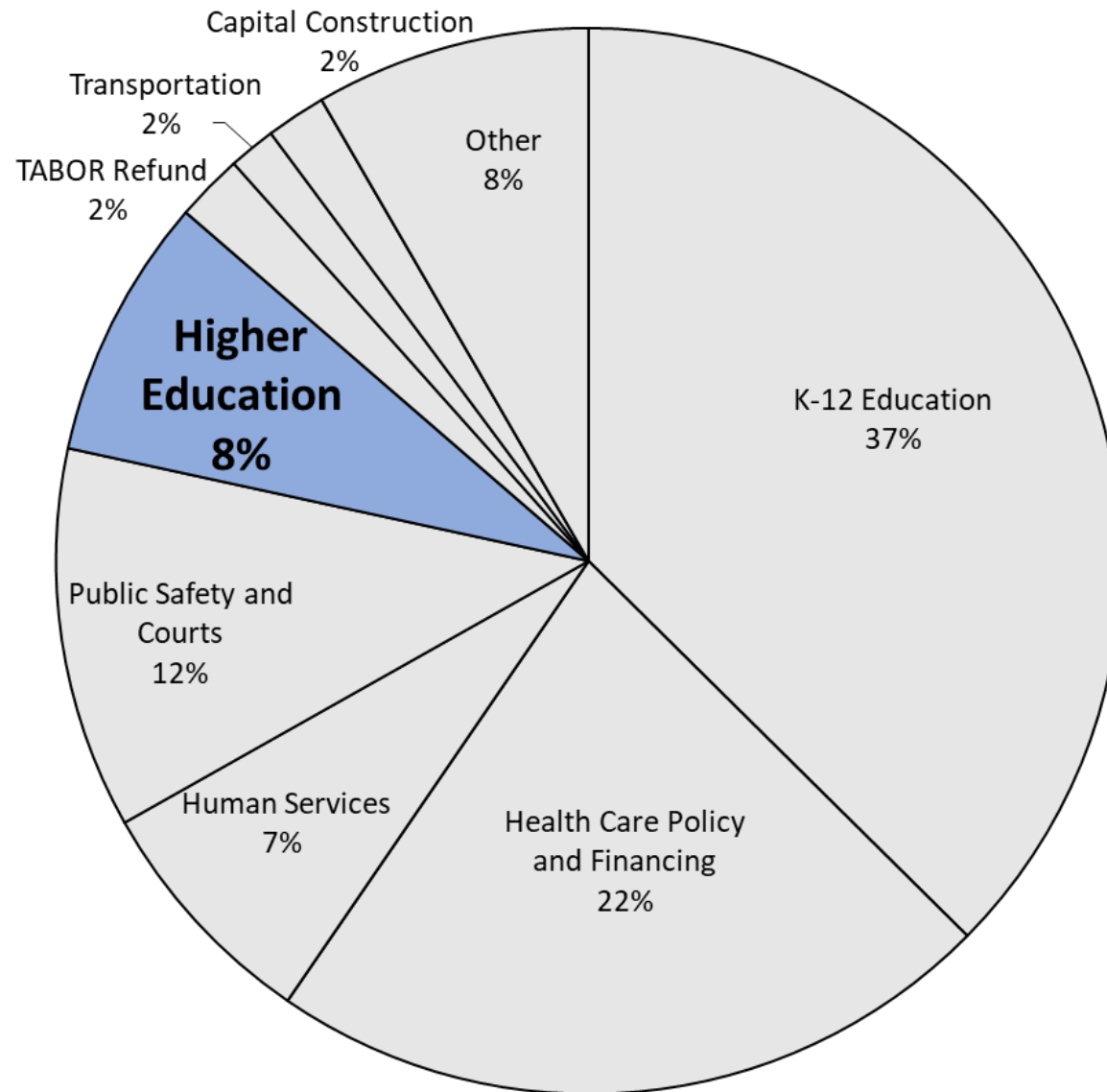




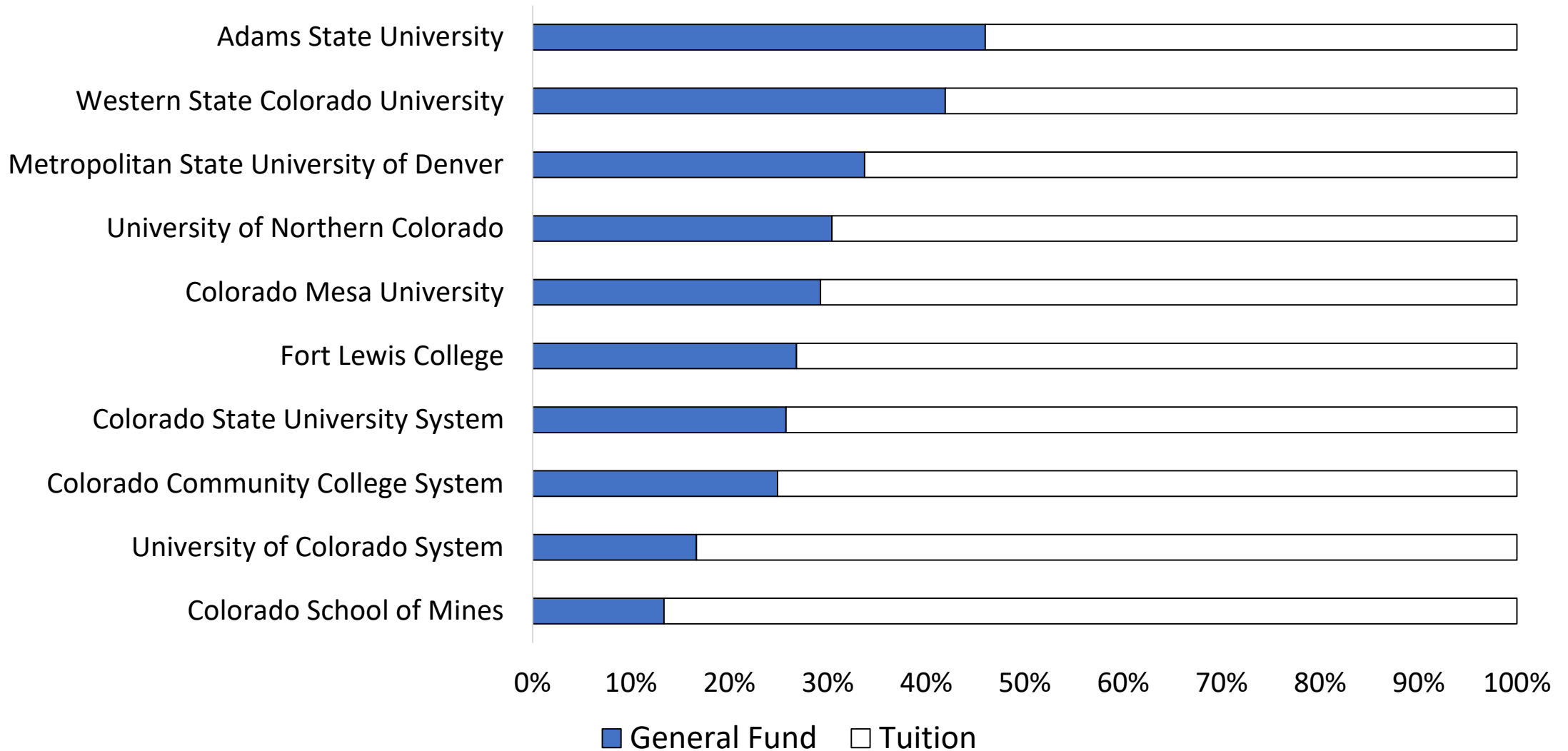
Higher Education Performance Funding: Past, Present, Future

General Fund Budget for FY 19-20

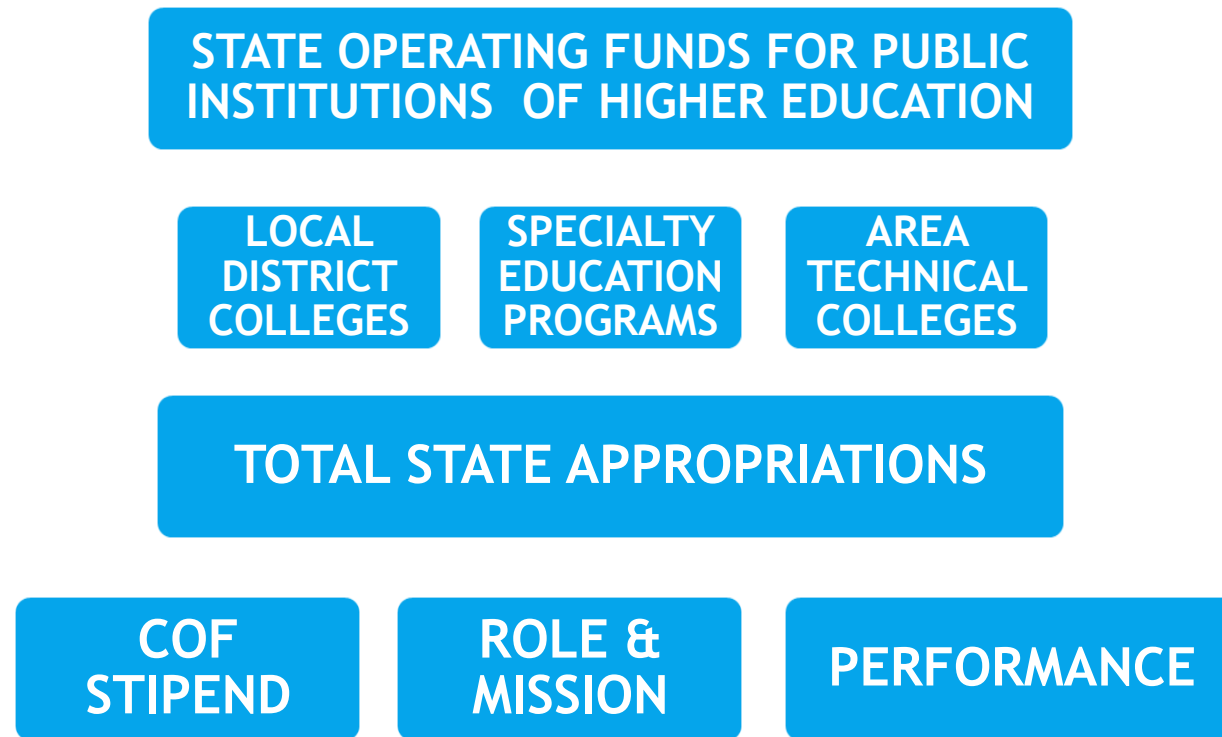
Includes State Education Fund




Revenue Breakdown by Higher Education Institution



The Higher Education Funding Allocation Model's Structure



The Details



COF Stipend	<ul style="list-style-type: none">• Must be at least 52.5% of Total State Appropriations
Role and Mission	<ul style="list-style-type: none">• Mission Differentiation (Base-like)• Weighted Student Credit Hours (Capped at \$20 million)• Pell (Percentage of COF Stipend Rate)
Outcomes	<ul style="list-style-type: none">• Completion• Retention• Institutional Productivity (Capped at \$10 million)

Colorado's Higher Education Funding Allocation Formula

- Policy Variables (Levers) -

College Opportunity Fund (COF)

COF STIPEND

Calculated as the number of credits at X dollars per credit.

- The stipend amount can be adjusted, *however must be at least 52.5%* of "Total State Appropriations" running through the model.

Role & Mission

MISSION DIFFERENTIATION:

This amount is provided to offset the cost of providing programs based on the unique role and mission of the individual institution.

- The amount can be modified as desired based on policy priorities: fixed, adjusted by the change in overall funding, changes specific to a governing board, etc.

PELL-ELIGIBLE

A bonus provided for each credit hour completed by a Pell-eligible student. This is calculated as the number of credit hours completed by "X" percent of the COF Stipend rate.

- This percentage could be increased or decreased based on policy decisions.

Outcomes/ Performance

COMPLETION & TRANSFER:

Rewards each completion and transfer of a student based on weights for different academic award levels.

Additional bonuses are provided for Pell and STEM+H completions.

- The weights and bonus amount can be modified.

RETENTION

Rewards each student who makes academic progress, measured and weighted by the level of progress – 25%, 50%, 75%.

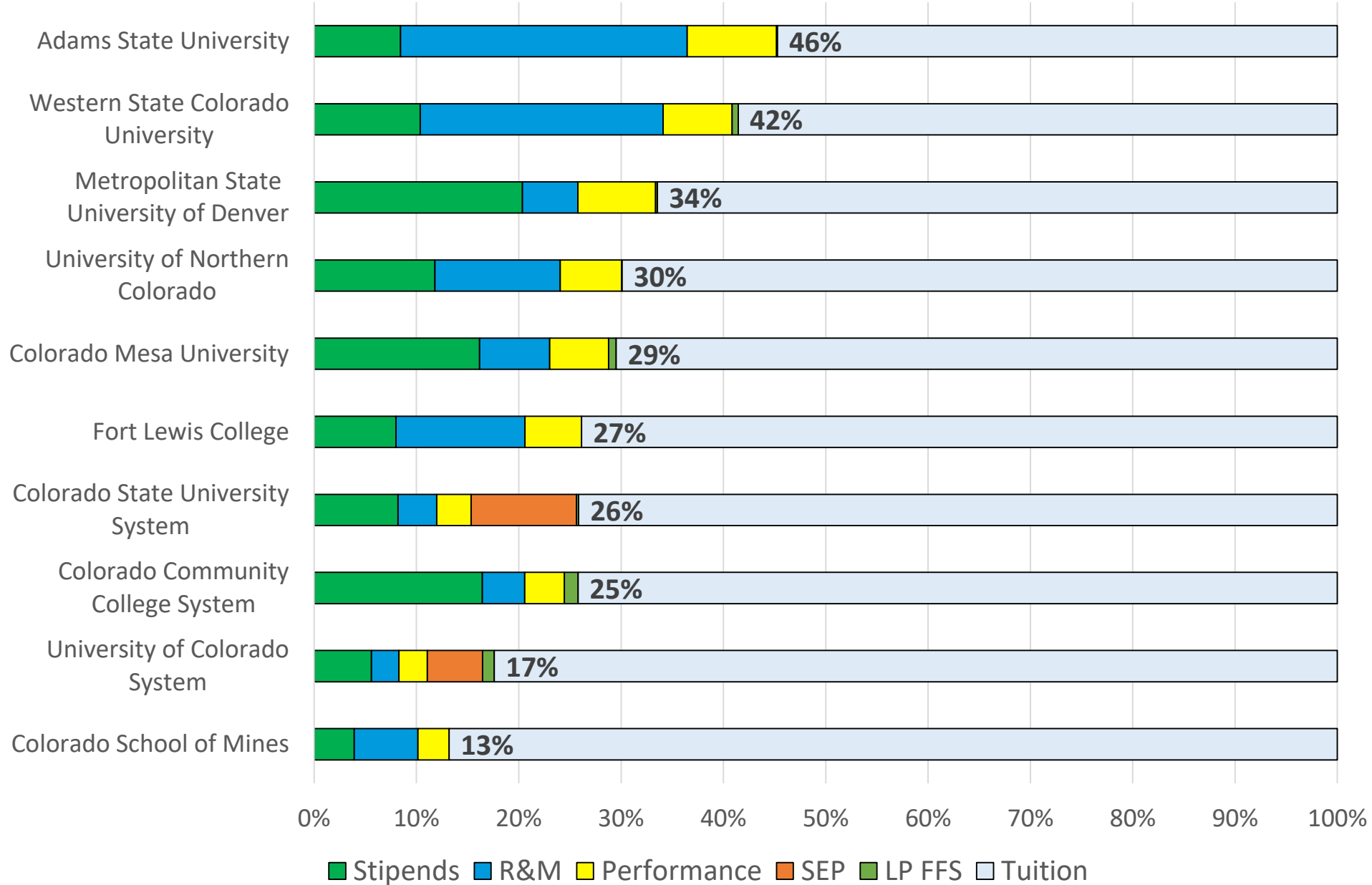
- The weights can be modified.

INSTITUTIONAL PRODUCTIVITY

Funding carved out to reward institutions for their performance relative to their size - measured by indexing "Awards per SFTE".

- The total amount of this carve-out can be adjusted.

General Fund as a Percentage of Combined State Support & Tuition Revenue



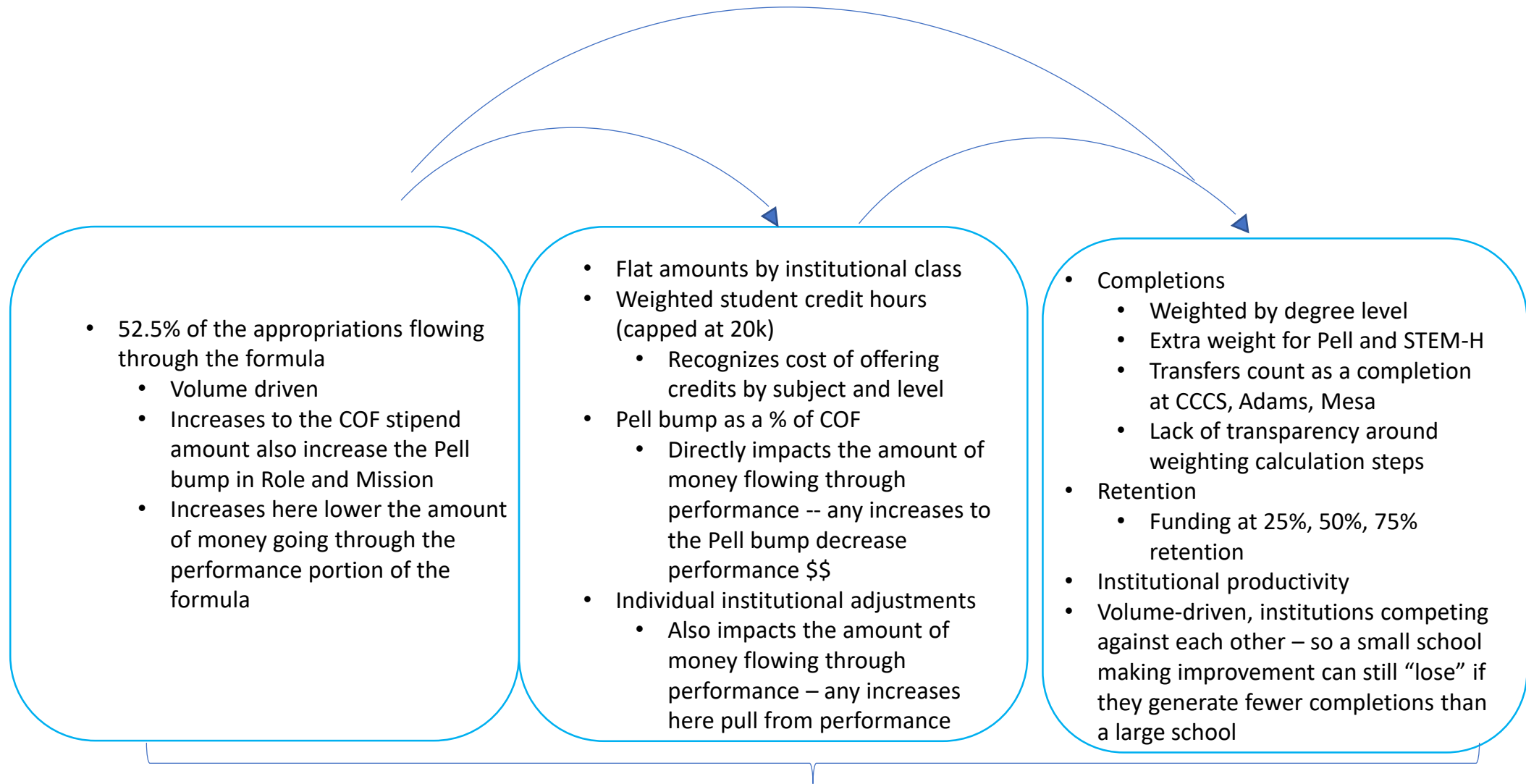
Allocation Formula Evaluation

- Meetings with Governing Boards
- Required by SB19-095
- Working Group of CCHE
- Changes Submitted with November Budget Request

Funding Allocation Formula Revisions

What We Heard:

- Need better recognition of equity goals
- Increased alignment with Master Plan goals
- Predictability, transparency, mitigate volume driven



Final Model Distribution + SEPs at CU and CSU = Final Appropriations

Draft New Allocation Formula

All new investment made would be subject to performance metrics with particular emphasis on:

- Pell students
- URM students
- Existing Completions metrics
 - Degree level weight
 - STEM-H and Educators
 - Pell
 - URM

FY 2019-20 Model Allocations

Step One: 40% Operational Support

- Higher growth factor for non-system schools recognizes lack of efficiencies of scale

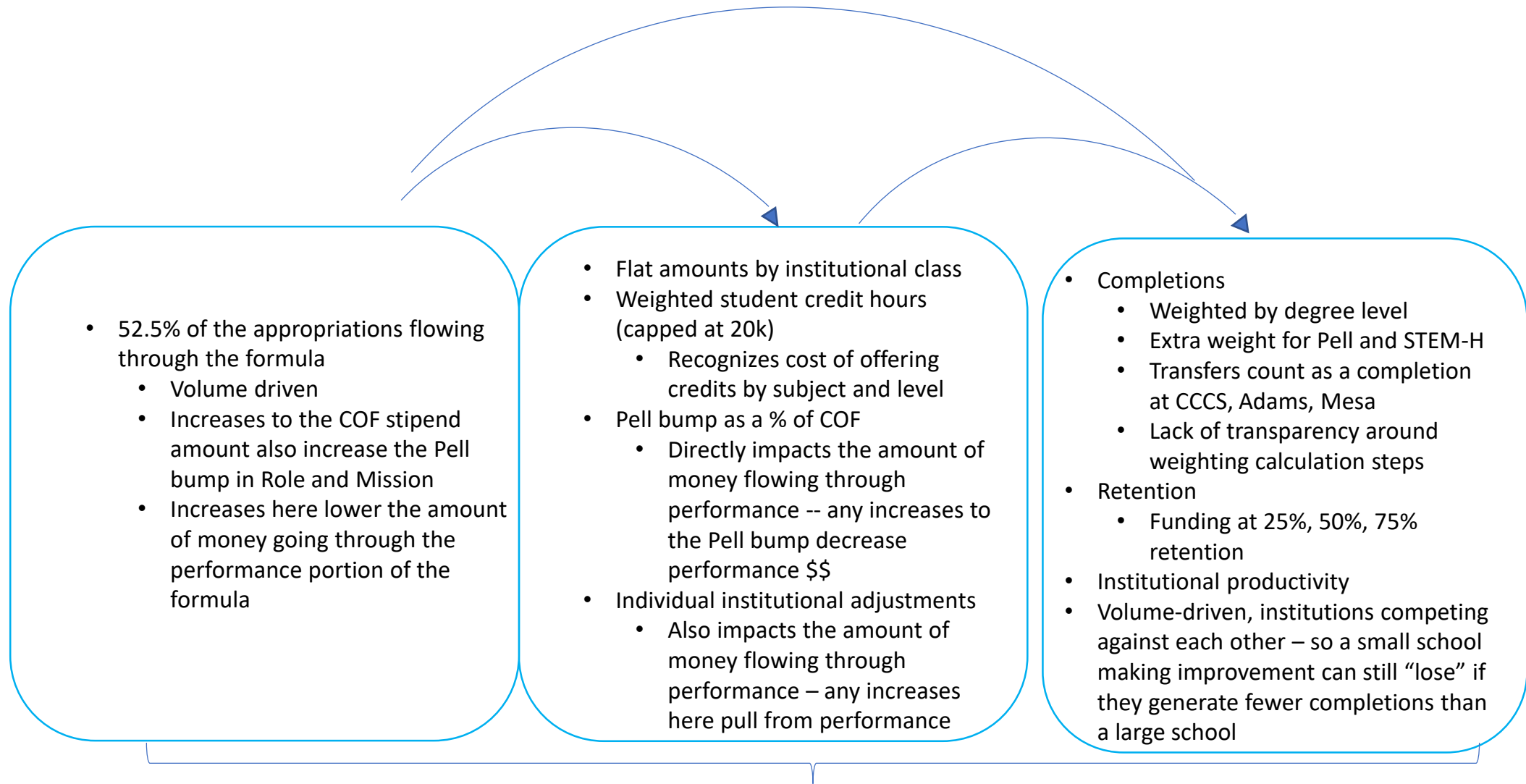
Step Two: 30% Performance Completions

- 1319 Outcome Metrics
 - Includes Pell, URM, Educator and STEM-H Bumps
 - Non-Residents excluded

Step Three: 30% Equity-Focused Enrollment

- Pell and URM enrollment as a proportion of statewide enrollment and of individual IHE student body

FY 2020-21 Model Allocations



Final Model Distribution

+ SEPs at CU and CSU = Final Appropriations

Outcomes by Governing Board

Adams	Mesa	Metro	Western	CSU System	FLC
\$ 610,958	\$ 966,364	\$ 2,346,727	\$ 394,531	\$ 4,660,013	\$ 425,936
3.54%	3.00%	3.69%	2.62%	2.73%	3.01%

SEP		UNC	CCCS	CMC	Aims	ATC	Total
CU System	Mines	\$ 1,343,813	\$ 6,262,501	\$ 262,017	\$ 309,818	\$ 404,512	\$ 25,509,707
\$ 6,784,703	\$ 737,811	2.86%	3.30%	2.91%	2.91%	2.91%	
2.81%	2.91%						

Additional Ideas

- Award concurrent enrollment/dual enrollment credit hours
- Award improvement
- Award efficiency

Accountability Dashboard

- Master Plan dashboard goals at institutional level
- Tracking performance on key metrics outlined by the Governor and Legislature
- Data democratization: existing data publications become more public-facing and accessible

Innovation Fund:

- Grant fund administered by CCHE
- One-time investments to meet targets to make progress to Master Plan Goals, the Governor's Bold Goals, and key goals identified by the Legislature
- Criteria to be developed similar to the CCHE Capital Prioritization criteria for prioritization of project proposals

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