



## Mississippi State Institutions of Higher Learning

Presentation to the

### Joint Legislative Budget Committee

#### STATEWIDE GOAL FOR HIGHER EDUCATION

To make available an **accessible, quality** public higher education at an **affordable cost** that prepares Mississippians to become **productive, financially self-sufficient members** of society while meeting the **human resource needs** of **Mississippi** and its **employers**, including the creation of **new jobs** through the commercialization of **university-based research**

September 22, 2015

Board of Trustees of State Institutions of Higher Learning

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## Strengths & Challenges of the University System

### • Strengths

- Enroll 93,833 students (AY 2015)
- Award a record 16,813 degrees (AY 2015)
- More than 28,000 in-patient admissions at UMMC
- Lead more than 2,500 research projects
- Highest Fall enrollment in history at 81,132 students

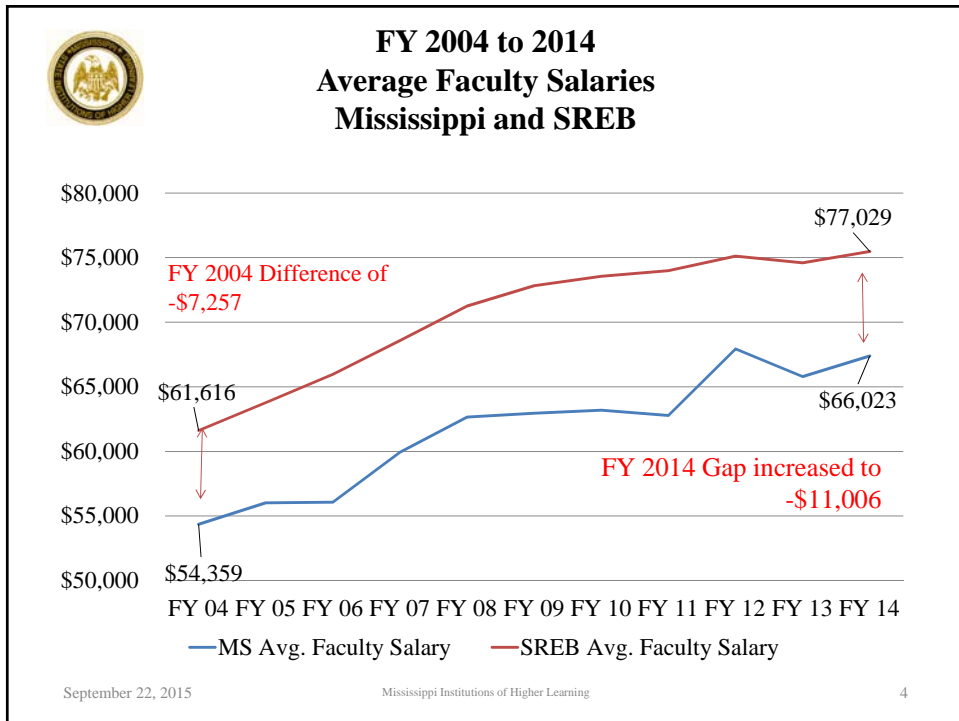
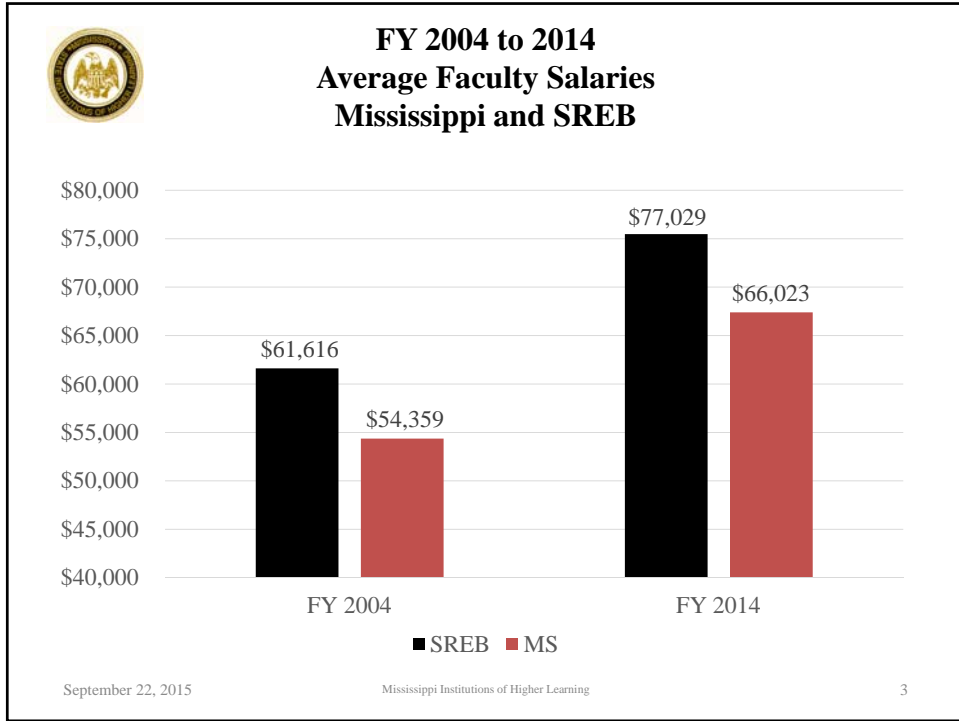
### • Challenges

- Cost of attendance more than 50% of median income in Mississippi
- Faculty salaries are 86% of SREB average
- Ranked 14<sup>th</sup> of 16 SREB states in faculty salaries
- 47% of Academic space and 50% of Residential space is more than 25 years old.

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## Facilities Quick Facts

- **8 Main University Campuses**
  - University of Mississippi Medical Center
  - 12 satellite centers
- **1,653 Buildings**
  - Comprises approximately 23% of State's 7,078 buildings
- **Over 34 million Gross Square Feet**
  - 46% of State's 74 million GSF
- **Approximately 47% of E&G space is over 25 years old. Approximately 50% of Residential space is over 25 years old.**
- **Campuses are located on over 12,000 Acres of land**
- **Estimated Replacement Value of \$7.5 billion**
  - Accounts for approximately 50% of all the state building's \$15.0 billion replacement value

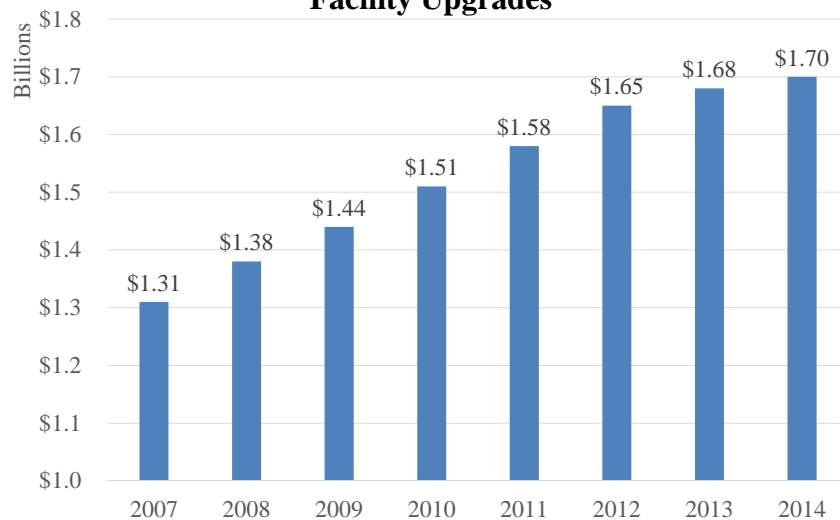
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## IHL Academic Building Total Estimated Cost of Repair, Renovation, & Facility Upgrades



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## Mississippi Postsecondary Education Financial Assistance Board

- Dr. Jim Turcotte, Chairman, Governor’s Representative
- Dr. Ben Burnett, MAICU Association Representative
- Mr. Lee Bush, MCCB Board Representative
- Mr. Mack Grubbs, Lt. Governor’s Representative
- Dr. Cynthia Melvin, MAICU Institutional Representative
- Dr. Al Rankins, IHL Institutional Representative
- Ms. Sharon Ross, Governor’s Representative
- Mr. C D Smith, IHL Board Representative
- Mr. Bob Walker, MCCB Institutional Representative

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## Student Financial Aid Deficit FY 2016 Request

- \$5.5 million deficit request
- Without deficit appropriation, prorate by 15%
- Estimated 29,900 students impacted

	Eligible Students	Full Award	Prorated Award	Per Award Difference
<b>MTAG- Freshmen/Sophomores</b>	17,169	\$ 500	\$ 425	\$ (75)
<b>MTAG-Juniors/Seniors</b>	7,358	\$ 1,000	\$ 850	\$ (150)
<b>MESG</b>	2,513	\$ 2,500	\$ 2,125	\$ (375)
<b>HELP</b>	2,869	\$ 6,000	\$ 5,100	\$ (900)
<b>Totals</b>	<b>29,909</b>			

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## Student Financial Aid FY 2017 Request

Need for Additional Request	Additional Request (millions)
FY 2016 underfunding	\$ 5.7
Annual average award amount increases	\$ 0.6
Increase in number of awards	\$ 5.6
Loss of re-appropriated funds	\$ 0.9
Loss of other Special Source funds	\$ 1.4
<b>Total</b>	<b>\$ 14.2</b>

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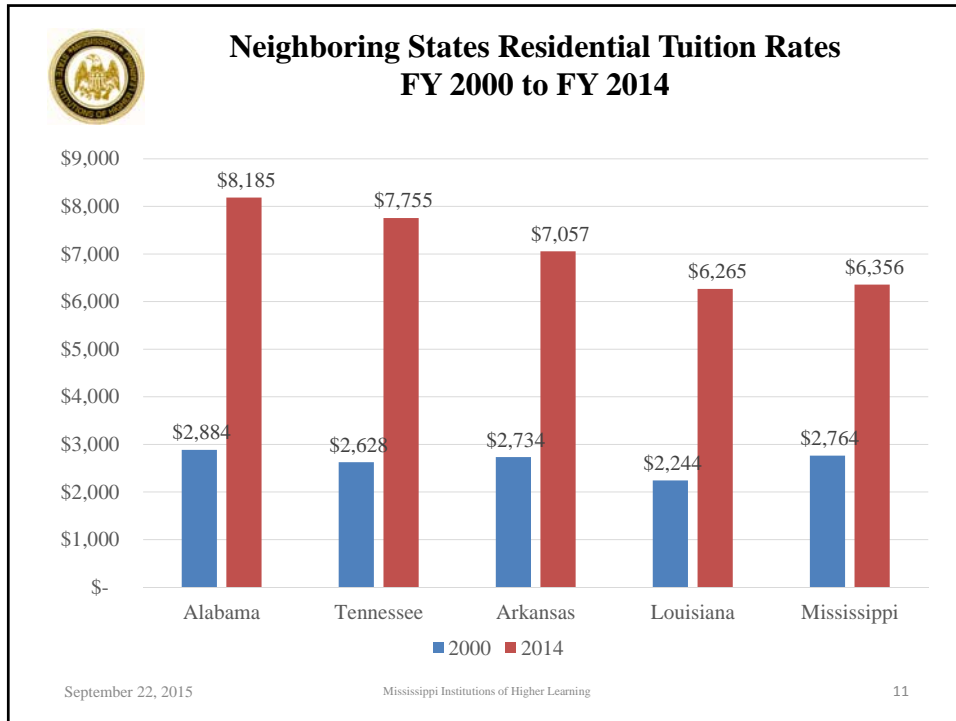
## Support the Growth of HELP

- ✓ HELP is the state's *only* need-based aid program.
- ✓ HELP recipients are college-ready.
- ✓ HELP improves access for low-income students.
- ✓ HELP improves success for low-income students. Recipients have an 81% six-year graduation rate!
- ✓ HELP reduces the need for student loans.

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**Cost-Saving Measures**

- Making campus buildings, facilities and grounds more energy efficient, resulting in savings of \$70 million.**
  - Example:* The Center for Manufacturing Excellence at the University of Mississippi has an installation of more than 400 photovoltaic solar panels complete and is the largest roof-mounted solar power complex in the state. On sunny days, the building can generate 57 kilowatt-hours of electricity, enough power to run the center’s administrative offices and classrooms, before lunch.
- Utilizing system purchasing power to reduce cost of Insurance Coverage.**
  - Example:* By using the system approach to purchasing insurance we have saved \$45 million.
- Partnering to share services.**
  - Example:* Mississippi State University provided internal audit as a shared service for Mississippi University for Women.
- Outsourcing some operations to reduce costs and provide revenue streams.**
  - Example:* All universities outsource food service and bookstore operations.
- Maximizing classroom and laboratory space.**
  - Example:* The system office contracted with Ad-Astra to allow universities to track, analyze and maximize the use of space.

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### **Higher Education Mission:** *Supporting Economic Development*

- Partnering with MDA to recruit new companies to our state and grow existing companies
- Developing tools such as the Mississippi Business Engagement Network (MBEN) for economic developers and business leaders to have greater and easier access to university assets
- Engaging economic developers through the creation of the IHL Economic Development Advisory Group
- Increasing collaboration between universities and with external partners

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### **Higher Education Mission:** *Solving Mississippi's Most Pressing Problems*

- In FY 2014, Mississippi's Public Universities received \$400 million in external funding for research and were engaged in 2,570 research projects.
- UMMC is the state's leader in addressing Mississippi's healthcare issues.
- The Agricultural Units at MSU and ASU support the agriculture and forestry industries, which are the largest sectors of Mississippi's economy, representing 29% of Mississippi's workforce.
- The Ag programs at our universities touch the lives of hundreds of thousands of Mississippians through educational, outreach and technical assistance programs.

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**Mississippi Institutions of Higher Learning  
Budget Request to the Legislature  
For Fiscal Year 2017**

<b>Legislative Bills</b>	<b>FY 2016 Appropriation</b>	<b>Total Additional Request</b>	<b>FY 2017 Appropriation Request</b>
<b>On and Off Campus (including Ayers)</b>	\$407,053,400	<b>\$22,396,091</b>	\$429,449,491
<b>UMMC</b>	188,754,483	<b>24,150,306</b>	212,904,789
<b>Agriculture Programs</b>	89,346,974	<b>2,971,305</b>	92,318,279
<b>Subsidiaries</b>	33,917,379	<b>994,422</b>	34,911,801
<b>Salary Requests</b>	719,072,236	<b>50,512,124</b>	769,584,360
<b>State Financial Aid</b>	37,855,077	<b>14,233,095</b>	52,088,172
<b>Capital Request</b>	14,185,000	<b>2,815,000</b>	17,000,000

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