

State Board for Private Postsecondary Education

	FY 2015 ACTUAL	FY 2016 ESTIMATE	FY 2017 BASELINE
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	4.0	4.0	4.0
Personal Services	217,600	234,500	234,500
Employee Related Expenditures	80,500	86,600	86,600
Professional and Outside Services	17,300	27,400	27,400
Travel - In State	100	0	0
Travel - Out of State	1,700	2,000	2,000
Other Operating Expenditures	44,900	40,000	40,000
Equipment	1,900	5,800	5,800
OPERATING SUBTOTAL	364,000	396,300	396,300
SPECIAL LINE ITEMS			
Student Tuition Recovery Fund Deposit	0	600,000	0
AGENCY TOTAL	364,000	996,300	396,300

FUND SOURCES

Other Appropriated Funds

Board for Private Postsecondary Education Fund	364,000	996,300	396,300
SUBTOTAL - Other Appropriated Funds	364,000	996,300	396,300
SUBTOTAL - Appropriated Funds	364,000	996,300	396,300
Other Non-Appropriated Funds	197,200	322,700	223,600
TOTAL - ALL SOURCES	561,200	1,319,000	619,900

AGENCY DESCRIPTION — The board licenses and regulates 255 private postsecondary education institutions that service approximately 711,097 students annually. The board processes license applications, determines compliance, investigates complaints and violations, and takes disciplinary action on all private postsecondary institutions that offer vocational and/or degree programs. However, the board does not have jurisdiction over cosmetology, barber, real estate, or professional driving schools. In addition to regulatory duties, the board administers the Student Tuition Recovery Fund, which provides restitution to students financially injured by private postsecondary institutional closures.

Operating Budget

The Baseline includes \$396,300 and 4 FTE Positions from the Board for Private Postsecondary Education Fund in FY 2017 for the operating budget. These amounts are unchanged from FY 2016.

Student Tuition Recovery Fund Deposit

The Baseline includes no funding from the Board for Private Postsecondary Education Fund in FY 2017 for the Student Tuition Recovery Fund Deposit. FY 2017 adjustments would be as follows:

Eliminate One-Time Transfer OF FY 2017 \$(600,000)

The Baseline includes a decrease of \$(600,000) from the Board for Private Postsecondary Education Fund in FY 2017 for the elimination of a one-time fund transfer to the Student Tuition Recovery Fund in FY 2016.

* * *

FORMAT — Lump Sum by Agency

SUMMARY OF FUNDS	FY 2015 Actual	FY 2016 Estimate
Board for Private Postsecondary Education Fund (PVA2056/A.R.S. § 32-3004)		Appropriated
Source of Revenue: Monies collected by the board from the examination and licensing of private postsecondary institutions. The board retains 90% of these monies and deposits 10% in the General Fund.		
Purpose of Fund: To examine, license, investigate, and regulate private postsecondary institutions. Monies are also used for board administration costs.		
Funds Expended	364,000	996,300
Year-End Fund Balance	887,100	382,800
Student Tuition Recovery Fund (PVA3027/A.R.S. § 32-3072)		Non-Appropriated
Source of Revenue: Assessments on prepaid tuition paid by newly-enrolled students at private postsecondary institutions. Pursuant to A.R.S. § 32-3072, if the fiscal year-end fund balance exceeds \$500,000, only newly or provisionally licensed institutions pay the assessment.		
Purpose of Fund: To compensate persons suffering damages as the result of a private postsecondary institution ceasing operations.		
Funds Expended	197,200	322,700
Year-End Fund Balance	445,300	733,600