

Tennessee Student Assistance Corporation

Wednesday, September 27th 2017

DECISION ITEM C Adoption of 2018-19 TSAA Over-commitment Ratio

Staff Recommendation That the Tennessee Student Assistance Corporation continues the same over-commitment ratio for the 2018-19 Tennessee Student Assistance Award (TSAA) program as used in the 2017-18 academic year.

Background In order to fully expend available TSAA resources, it is necessary to offer more aid to students than is available to be spent. This reflects the fact that some students who are offered aid will not accept it.

Supporting Document *Tennessee Student Assistance Award Program History, September 27, 2017.*

Tennessee Student Assistance Award Program
Actual and Projected Expenditures

| | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15</u> | <u>2015-16</u> | <u>2016-17</u> | <i>Estimated</i> <u>2017-18</u> | <i>Estimated</i> <u>2018-19</u> |
|-------------------------------|----------------|----------------|----------------|----------------|----------------|------------------------------------|------------------------------------|
| Total Funding | \$ 61,863,000 | \$ 68,863,000 | \$ 66,263,000 | \$ 78,263,000 | \$ 91,463,000 | \$ 98,763,000 | \$ 97,463,000 |
| State Appropriations | 52,563,000 | 57,563,000 | 57,463,000 | 67,463,000 | 80,663,000 | 90,663,000 | 90,663,000 |
| Lottery Funds | 6,800,000 | 6,800,000 | 6,800,000 | 6,800,000 | 6,800,000 | 6,800,000 | 6,800,000 |
| Reserve Transfer | 2,500,000 | 4,500,000 | 2,000,000 | 4,000,000 | 4,000,000 | 1,300,000 | - |
| Year-end expenditures | \$ 61,100,000 | \$ 61,400,000 | \$ 62,200,000 | \$ 80,100,000 | \$ 91,821,000 | \$ 98,763,000 | \$ 97,463,000 |
| Unspent Funds | 763,000 | 7,463,000 | 4,063,000 | (1,837,000) | (358,000) | - | - |
| Total funding spent | 98.8% | 89.2% | 93.9% | 102.3% | 100.4% | 100.0% | 100.0% |
| Over-commitment ratio | 153.0% | 153.0% | 153.0% | 153.0% | 153.0% | 153.0% | 153.0% |
| Students received aid | 32,958 | 32,600 | 34,300 | 44,800 | 53,500 | 54,540 | 53,800 |
| Average expenditure amount | \$ 1,854 | \$ 1,883 | \$ 1,813 | \$ 1,788 | \$ 1,716 | \$ 1,811 | \$ 1,811 |
| Remaining TSLP Reserve - TSAA | \$13,800,000 | \$12,100,000 | \$15,100,000 | \$9,300,000 | \$5,100,000 | \$3,800,000 | \$3,800,000 |