



House of Representatives

General Assembly

File No. 715

January Session, 2001

Substitute House Bill No. 6630

House of Representatives, May 9, 2001

The Committee on Appropriations reported through REP. DYSON of the 94th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

AN ACT CONCERNING VARIOUS HIGHER EDUCATION ISSUES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subdivision (2) of subsection (a) of section 10a-77a of the
2 general statutes is repealed and the following is substituted in lieu
3 thereof:

4 (2) For each of the fiscal years ending June 30, 2000, to June 30,
5 [2009] 2014, inclusive, as part of the state contract with donors of
6 endowment fund eligible gifts, the Department of Higher Education, in
7 accordance with section 10a-8b, shall deposit in the endowment fund
8 for the Community-Technical College System a grant in an amount
9 equal to half of the total amount of endowment fund eligible gifts
10 received by or for the benefit of the community-technical college
11 system as a whole and each regional community-technical college for
12 the calendar year ending the December thirty-first preceding the
13 commencement of such fiscal year, as certified by the chairperson of
14 the board of trustees by February fifteenth to (A) the Secretary of the

15 Office of Policy and Management, (B) the joint standing committee of
16 the General Assembly having cognizance of matters relating to
17 appropriations and the budgets of state agencies, and (C) the
18 Commissioner of Higher Education, provided such sums do not
19 exceed the endowment fund state grant maximum commitment for the
20 fiscal year in which the grant is made. In any such fiscal year in which
21 the total of the eligible gifts received by the community-technical
22 colleges exceeds the endowment fund state grant maximum
23 commitment for such fiscal year the amount in excess of such
24 endowment fund state grant maximum commitment shall be carried
25 forward and be eligible for a matching state grant in any succeeding
26 fiscal year from the fiscal year ending June 30, 2000, to the fiscal year
27 ending June 30, [2009] 2014, inclusive, subject to the endowment fund
28 state grant maximum commitment. Any endowment fund eligible gifts
29 that are not included in the total amount of endowment fund eligible
30 gifts certified by the chairperson of the board of trustees pursuant to
31 this subdivision may be carried forward and be eligible for a matching
32 state grant in any succeeding fiscal year from the fiscal year ending
33 June 30, 2000, to the fiscal year ending [June 20, 2009] June 30, 2014,
34 inclusive, subject to the endowment fund state matching grant
35 commitment for such fiscal year.

36 Sec. 2. Subsection (b) of section 10a-77a of the general statutes is
37 repealed and the following is substituted in lieu thereof:

38 (b) For the purposes of this section: (1) "Endowment fund eligible
39 gift" means a gift to or for the benefit of a regional community-
40 technical college or the community-technical college system as a whole
41 of cash or assets which may be reduced to cash or which has a value
42 that is ascertainable by such regional community-technical college or
43 the community-technical college system as a whole which the donor
44 has specifically designated for deposit in the endowment fund or
45 which explicitly or implicitly by the terms of the gift the regional
46 community-technical college or community-technical college system as

47 a whole may and does deposit or permit to be deposited in the
48 endowment funds. (2) "Endowment fund state grant" means moneys
49 that are transferred by the Department of Higher Education from the
50 fund established pursuant to section 10a-8b to the endowment fund
51 established pursuant to this section in an aggregate amount not
52 exceeding the endowment fund state grant maximum commitment. (3)
53 "Endowment fund state grant maximum commitment" means an
54 amount not exceeding two million dollars for the fiscal year ending
55 June 30, 2000, two and one-half million dollars for the fiscal year
56 ending June 30, 2001, three million dollars for the fiscal year ending
57 June 30, 2002, [three and one-half million dollars for the fiscal year
58 ending June 30, 2003, four million dollars for the fiscal year ending
59 June 30, 2004, four and one-half million dollars for the fiscal year
60 ending June 30, 2005,] and five million dollars for each of the fiscal
61 years ending June 30, [2006, June 30, 2007, June 30, 2008, and June 30,
62 2009] 2003, to June 30, 2014, inclusive.

63 Sec. 3. Section 10a-77a of the general statutes is amended by adding
64 subsection (c) as follows:

65 (NEW) (c) Notwithstanding the endowment fund state grant
66 maximum commitment levels for each fiscal year pursuant to
67 subsection (b) of this section, as amended by this act, the total of the
68 endowment fund state grant maximum commitments for the fiscal
69 years ending June 30, 2000, to June 30, 2014, inclusive, shall not exceed
70 thirty-nine million five hundred thousand dollars.

71 Sec. 4. Notwithstanding the provisions of section 10a-149 of the
72 general statutes, upon authorization by the Board of Governors of
73 Higher Education, the Board of Trustees for the Connecticut State
74 University System may establish a five-year program to award
75 education doctoral degrees until program completion for students
76 entering from May 1, 2002, until January 30, 2007. The Board of
77 Governors shall evaluate the program.

78 Sec. 5. Section 10a-88 of the general statutes is repealed and the
79 following is substituted in lieu thereof:

80 There shall continue to be a Board of Trustees for the Connecticut
81 State University System to consist of eighteen members, fourteen to be
82 appointed by the Governor, who shall reflect the state's geographic,
83 racial and ethnic diversity; two of whom shall be state college or
84 Connecticut State University system alumni; and four students, one
85 from each state university elected by the students enrolled at such state
86 university. On or before July 1, 1983, the Governor shall appoint
87 members to the board as follows: Five members, one of whom shall be
88 a state college or Connecticut State University system alumnus, for a
89 term of two years from said date; five members, one of whom shall be
90 a state college or Connecticut State University system alumnus, for a
91 term of four years from said date, and four members for a term of six
92 years from said date. Thereafter the Governor shall appoint members
93 of said board to succeed those appointees whose terms expire, such
94 members to serve for terms of six years each from July first in the year
95 of their appointment, provided two of the members appointed for
96 terms commencing July 1, 1995, and their successors shall be state
97 college or Connecticut State University system alumni, one of the
98 members appointed for a term commencing July 1, 1997, and his or her
99 successors shall be such alumni and two of the members appointed for
100 terms commencing July 1, 1999, and their successors shall be such
101 alumni. On and after July 1, 1999, the board shall at all times include at
102 least one member from each county in which a state university is
103 located. (1) On or before November 1, 1975, the students enrolled at the
104 institutions under the jurisdiction of the board shall, in such manner as
105 the board determines, elect two members of the board, each of whom
106 shall be enrolled as a full-time student at an institution under the
107 jurisdiction of the board at the time of his or her election. One such
108 member shall be elected for a term of one year from November 1, 1975,
109 and one for a term of two years from said date. On or before
110 November 1, 1976, until July 1, 1997, such students shall, in such

111 manner as the board determines, elect one member of the board, who
112 shall be so enrolled at any such institution at the time of his or her
113 election and who shall serve for a term of two years from November
114 first in the year of his or her election, except that the term of the
115 member due to expire on October 31, 1998, shall expire on October 31,
116 1997. (2) On and after July 1, 1997, the student members of the board
117 shall be elected as follows: (A) (i) On or before November 1, 1997, the
118 students enrolled at Central Connecticut State University shall, in such
119 manner as the board determines, elect one member of the board who
120 shall be a full-time student at such state university at the time of his or
121 her election and who shall serve for a term of one year from said
122 November first, and (ii) on or before November 1, 1998, and biennially
123 thereafter, the students enrolled at Central Connecticut State
124 University shall, in such manner as the board determines, elect one
125 member of the board who shall be a full-time student at such state
126 university at the time of his or her election and who shall serve for a
127 term of two years from November first in the year of his or her
128 election; (B) (i) on or before November 1, 1997, the students enrolled at
129 Eastern Connecticut State University shall, in such manner as the
130 board determines, elect one member of the board who shall be a full-
131 time student at such state university at the time of his or her election
132 and who shall serve for a term of one year from said November first,
133 and (ii) on or before November 1, 1998, and biennially thereafter, the
134 students enrolled at Eastern Connecticut State University shall, in such
135 manner as the board determines, elect one member of the board who
136 shall be a full-time student at the time of his or her election and who
137 shall serve for a term of two years from the November first in the year
138 of his or her election; (C) on or before November 1, 1997, and
139 biennially thereafter, the students enrolled at Southern Connecticut
140 State University shall, in such manner as the board determines, elect
141 one member of the board who shall be a full-time student at such
142 university at the time of his or her election and who shall serve for a
143 term of two years from the November first in the year of his or her

144 election; and (D) on or before November 1, 1997, and biennially
145 thereafter, the students at Western Connecticut State University shall,
146 in such manner as the board determines, elect one member of the
147 board who shall be a full-time student at such state university at the
148 time of his or her election and who shall serve for a term of two years
149 from the November first in the year of his or her election. The term of
150 any student member of the board elected on or after November 1, 2001,
151 shall terminate if such student member ceases to be a full-time
152 matriculating student in good standing at the state university such
153 student member represents. The Governor shall, pursuant to section 4-
154 9a, appoint the chairperson of the board. The board shall, biennially,
155 elect from its members such other officers as it deems necessary. The
156 Governor shall fill any vacancy in the appointed membership of the
157 board by appointment for the balance of the unexpired term. Any
158 vacancies in the elected membership of said board shall be filled by
159 special election for the balance of the unexpired term. The members of
160 said board shall receive no compensation for their services as such but
161 shall be reimbursed for their necessary expenses in the course of their
162 duties.

163 Sec. 6. Subdivision (2) of subsection (a) of section 10a-99a of the
164 general statutes is repealed and the following is substituted in lieu
165 thereof:

166 (2) For each of the fiscal years ending June 30, 2000, to June 30,
167 [2009] 2014, inclusive, as part of the state contract with donors of
168 endowment fund eligible gifts, the Department of Higher Education, in
169 accordance with section 10a-8b, shall deposit in the Endowment Fund
170 for the Connecticut State University system a grant in an amount equal
171 to half of the total amount of endowment fund eligible gifts received
172 by or for the benefit of the Connecticut State University system as a
173 whole and each state university for the calendar year ending the
174 December thirty-first preceding the commencement of such fiscal year,
175 as certified by the chairperson of the board of trustees by February

176 fifteenth to (A) the Secretary of the Office of Policy and Management,
177 (B) the joint standing committee of the General Assembly having
178 cognizance of matters relating to appropriations and the budgets of
179 state agencies, and (C) the Commissioner of Higher Education,
180 provided such sums do not exceed the endowment fund state grant
181 maximum commitment for the fiscal year in which the grant is made.
182 In any such fiscal year in which the total of the eligible gifts received
183 by the Connecticut State University system as a whole and each state
184 university exceed the endowment fund state grant maximum
185 commitment for such fiscal year the amount in excess of such
186 endowment fund state grant maximum commitment shall be carried
187 forward and be eligible for a matching state grant in any succeeding
188 fiscal year from the fiscal year ending June 30, 2000, to the fiscal year
189 ending June 30, [2009] 2014, inclusive, subject to the endowment fund
190 state grant maximum commitment. Any endowment fund eligible gifts
191 that are not included in the total amount of endowment fund eligible
192 gifts certified by the chairperson of the board of trustees pursuant to
193 this subdivision may be carried forward and be eligible for a matching
194 state grant in any succeeding fiscal year from the fiscal year ending
195 June 30, 2000, to the fiscal year ending June 30, [2009] 2014, inclusive,
196 subject to the endowment fund state matching grant maximum
197 commitment for such fiscal year.

198 Sec. 7. Subsection (b) of section 10a-99a of the general statutes is
199 repealed and the following is substituted in lieu thereof:

200 (b) For the purposes of this section: (1) "Endowment fund eligible
201 gift" means a gift to or for the benefit of any of the state universities of
202 the Connecticut State University system or the system as a whole of
203 cash or assets which may be reduced to cash or which has the value
204 that is ascertainable by the state universities or the system as a whole
205 and which the donor has specifically designated for deposit in the
206 endowment fund or which explicitly or implicitly by the terms of the
207 gift, the universities or the system as a whole may and does deposit or

208 permit to be deposited in the endowment funds. (2) "Endowment fund
209 state grant" means moneys transferred by the Department of Higher
210 Education from the fund established pursuant to section 10a-8b to the
211 endowment fund established pursuant to this section in an aggregate
212 amount not exceeding the endowment fund state grant maximum
213 commitment. (3) "Endowment fund state grant maximum
214 commitment" means an amount not exceeding two and one-half
215 millions dollars in the fiscal year ending June 30, 2000, five million
216 dollars for each of the fiscal years ending June 30, 2001, and June 30,
217 2002, [June 30, 2008, and June 30, 2009,] and seven million five
218 hundred thousand dollars for each of the fiscal years ending June 30,
219 2003, [June 30, 2004, June 30, 2005, June 30, 2006, and June 30, 2007] to
220 June 30, 2014, inclusive.

221 Sec. 8. Section 10a-99a of the general statutes is amended by adding
222 subsection (c) as follows:

223 (NEW) (c) Notwithstanding the endowment fund state grant
224 maximum commitment levels provided for each fiscal year pursuant to
225 subsection (b) of this section, as amended by this act, the total of the
226 endowment fund state grant maximum commitments for the fiscal
227 years ending June 30, 2000, to June 30, 2014, inclusive, shall not exceed
228 sixty million dollars.

229 Sec. 9. Notwithstanding sections 45a-526 to 45a-534, inclusive, of the
230 general statutes and section 10a-99a of the general statutes, as
231 amended by this act, any monetary gifts donated to the foundations of
232 Central Connecticut State University, Eastern Connecticut State
233 University, Southern Connecticut State University or Western
234 Connecticut State University by their respective alumni associations
235 from July 1, 1997, to June 30, 2001, inclusive, for deposit in the
236 endowment funds of such foundations shall be eligible for matching
237 funds pursuant to subdivision (2) of subsection (a) of section 10a-99a of
238 the general statutes, as amended by this act, provided any endowment

239 fund matching state grant so made shall not exceed the limits
240 established in subdivision (3) of subsection (b) of section 10a-99a of the
241 general statutes, as amended by this act.

242 Sec. 10. Section 10a-103 of the general statutes is repealed and the
243 following is substituted in lieu thereof:

244 There shall continue to be a Board of Trustees for The University of
245 Connecticut to consist of nineteen persons, twelve to be appointed by
246 the Governor, who shall reflect the state's geographic, racial and ethnic
247 diversity; two to be elected by the university alumni; two to be elected
248 by the students enrolled at the institutions under the jurisdiction of
249 said board; and three members ex officio. On or before July 1, 1983, the
250 Governor shall appoint members to the board as follows: Four
251 members for a term of two years from said date; four members for a
252 term of four years from said date; and four members for a term of six
253 years from said date. Thereafter the Governor shall appoint trustees of
254 said university to succeed those appointees whose terms expire, and
255 each trustee so appointed shall hold office for a period of six years
256 from the first day of July in the year of his or her appointment,
257 provided two of the trustees appointed for terms commencing July 1,
258 1995, and their successors shall be alumni of the university, one of the
259 trustees appointed for a term commencing July 1, 1997, and his or her
260 successors shall be such alumni and one of the members appointed for
261 a term commencing July 1, 1999, and his or her successors shall be such
262 alumni. The Commissioner of Agriculture and the Commissioner of
263 Education shall be, ex officio, members of the board of trustees. The
264 Governor shall be, ex officio, president of said board. The graduates of
265 all of the schools and colleges of said university shall, prior to
266 September first in the odd-numbered years, elect one trustee, who shall
267 be a graduate of the institution and who shall hold office for four years
268 from the first day of September succeeding his or her election. Not less
269 than two nor more than four nominations for each such election shall
270 be made by the alumni association of said university, provided no

271 person who has served as an alumni trustee for the two full
272 consecutive terms immediately prior to the term for which such
273 election is to be held shall be nominated for any such election. Such
274 election shall be conducted by mail prior to September first under the
275 supervision of a canvassing board consisting of three members, one
276 appointed by the board of trustees, one by the board of directors of the
277 alumni association of the university and one by the president of the
278 university. No ballot in such election shall be opened until the date by
279 which ballots must be returned to the canvassing board. In such
280 election all graduates shall be entitled to vote by signed ballots which
281 have been circulated to them by mail and which shall be returned by
282 mail. Vacancies occurring by death or resignation of either of such
283 alumni trustees shall be filled for the unexpired portion of the term by
284 special election, if such unexpired term is for more than eighteen
285 months. When the unexpired term is eighteen months or less, such
286 vacancy shall be filled by appointment by the board of directors of said
287 alumni association. On or before November 1, 1975, the students of
288 The University of Connecticut shall, in such manner as the board of
289 trustees of said university shall determine, elect two trustees, each of
290 whom shall be enrolled as a full-time student of said university at the
291 time of his or her election. One such member shall be elected for a term
292 of one year from November 1, 1975, and one for a term of two years
293 from said date. Prior to July first, annually, such students shall, in
294 accordance with this section and in such manner as the board shall
295 determine, elect one member of said board, who shall be so enrolled at
296 said university at the time of his or her election and who shall serve for
297 a term of two years from July first in the year of his or her election. The
298 student member elected to fill the term expiring on June 30, 2002, and
299 such elected member's successors shall be enrolled as full-time
300 undergraduate students at a school or college of the university and
301 shall be elected by the undergraduate students of the schools and
302 colleges of the university. The student member elected to fill the term
303 expiring on June 30, 2003, and such elected member's successors shall

304 be enrolled as a full-time student in the School of Law, the School of
305 Medicine, the School of Dentistry, the School of Social Work, or as a
306 graduate student of a school or college of the university, and shall be
307 elected by the students of the School of Law, the School of Medicine,
308 the School of Dentistry, the School of Social Work and the graduate
309 students of the schools and colleges of the university. Any vacancies in
310 the elected membership of said board shall, except as otherwise
311 provided in this section, be filled by special election for the balance of
312 the unexpired term.

313 Sec. 11. Subdivision (8) of section 10a-109c of the general statutes is
314 repealed and the following is substituted in lieu thereof:

315 (8) "Endowment fund state grant maximum commitment" means an
316 amount not exceeding ten million dollars for the fiscal year ending
317 June 30, 1999, seven million five hundred thousand dollars for each of
318 the fiscal years ending June 30, 2000, June 30, 2002, June 30, 2003, June
319 30, 2004, and June 30, 2005, [and] five million dollars for [each of] the
320 fiscal [years] year ending June 30, 2001, ten million dollars for the fiscal
321 years ending June 30, 2006, and June 30, 2007, and fifteen million
322 dollars for the fiscal years ending June 30, 2008, to June 30, 2014,
323 inclusive.

324 Sec. 12. Subdivision (2) of subsection (b) of section 10a-109i of the
325 general statutes is repealed and the following is substituted in lieu
326 thereof:

327 (2) For each of the fiscal years ending June 30, 1999, to June 30,
328 [2007] 2014, inclusive, as part of the state contract with donors of
329 endowment fund eligible gifts, the Department of Higher Education, in
330 accordance with section 10a-8b shall deposit in the endowment fund
331 for the university a grant in an amount equal to half of the total
332 amount of endowment fund eligible gifts, except as provided in this
333 subparagraph, received by the university or for the benefit of the
334 university for the calendar year ending the December thirty-first

335 preceding the commencement of such fiscal year, as certified by the
336 chairperson of the board of trustees by February fifteenth to (i) the
337 Secretary of the Office of Policy and Management, (ii) the joint
338 standing committee of the General Assembly having cognizance of
339 matters relating to appropriations and the budgets of state agencies,
340 and (iii) the Commissioner of Higher Education, provided such sums
341 do not exceed the endowment fund state grant maximum commitment
342 for the fiscal year in which the grant is made. For the fiscal years
343 ending June 30, 1999, and June 30, 2000, the Department of Higher
344 Education shall deposit in the endowment fund for the university
345 grants in total amounts which shall not exceed the endowment fund
346 state grant, as defined in subdivision (7) of section 10a-109c of the
347 general statutes, revision of 1958, revised to January 1, 1997, and which
348 shall be equal to the amounts certified by the chairperson of the board
349 of trustees for each such fiscal year of endowment fund eligible gifts
350 received by the university or for the benefit of the university and for
351 which written commitments were made prior to July 1, 1997. For the
352 fiscal year ending June 30, 1999, the funds required to be deposited in
353 the endowment fund pursuant to this subparagraph shall be
354 appropriated to the university for such purpose and not appropriated
355 to the fund established pursuant to section 10a-8b. In any such fiscal
356 year in which the eligible gifts received by the university exceed the
357 endowment fund state grant maximum commitment for such fiscal
358 year the amount in excess of such endowment fund state grant
359 maximum commitment for such fiscal year, shall be carried forward
360 and be eligible for a matching state grant in any succeeding fiscal year
361 from the fiscal year ending June 30, 1999, to the fiscal year ending June
362 30, [2007] 2014, inclusive, subject to the endowment fund state grant
363 maximum commitment for such fiscal year. Any endowment fund
364 eligible gifts that are not included in the total amount of endowment
365 fund eligible gifts certified by the chairperson of the board of trustees
366 pursuant to this subparagraph may be carried forward and be eligible
367 for a matching state grant in any succeeding fiscal year from the fiscal

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either House thereof for any purpose:

OFA Fiscal Note

State Impact: See explanation below

Affected Agencies: Constituent Units of Higher Education

Municipal Impact: None

Explanation

State Impact:

The bill extends the state’s higher education matching grant program from 2009 to 2014. The current program, which is intended to encourage fundraising in higher education, provides funding for a 50% match of endowment fund eligible gifts to the constituent units up to specified levels. The table below provides figures for matched funding amounts to date. Prior to FY 2000, only the University of Connecticut (UCONN) was eligible to receive funds under this program.

Fiscal Year	Total Matching Grant Amount
1997	\$8,446,000
1998	\$9,116,795
1999	\$6,778,823
2000	\$8,622,230

2001	\$6,392,822
2002	\$9,273,869

While the proposed bill specifically maintains the current limit for matches over the period of the program for both the community-technical colleges (CTC) and the state university system (CSU), it does not do so for UCONN. Thus, even with an extension to 2014, the maximum state grant is \$39.5 for CTC and \$60 million for CSU, which is the same under the current law. Passage of the bill would result in significant costs by allowing the maximum state grant for UCONN to increase from \$82.5 million to \$167.5 million over the period of the program.

Section 4 of the bill provides that CSU establish a five-year pilot program to award education doctoral degrees. According to the agency, no additional funding will be necessary for this purpose since revenues from those entering the program are expected to cover all costs. It is not clear what would occur if the anticipated revenues, which are based on projected enrollment, fall short of the actual expenditures for the program. Program costs at Central CSU over the five-year period are estimated to be approximately \$2 million. DHE is required to evaluate the program at the end of the five years.

Section 13 of the bill also eliminates a requirement that CSU plan for capital improvements on a rotating schedule with annual requests of no more than \$60 million in bond authorizations. Passage would allow CSU to make requests that exceed \$60 million annually and while this does not imply that such requests will be granted, it may result in potential indeterminate costs.

Finally, the bill clarifies that any student member of the Boards of Governors for the constituent units of higher education must be a full-time matriculating student. This would result in no fiscal impact.

OLR BILL ANALYSIS

sHB 6630

AN ACT CONCERNING VARIOUS HIGHER EDUCATION ISSUES.

SUMMARY:

This bill:

1. authorizes the Board of Governors of Higher Education (BOG) to allow Connecticut State University (CSU) to award educational doctoral degrees for five years;
2. extends the state commitment to match contributions to the CSU, community-technical college (CTC), and University of Connecticut (UConn) endowment funds through FY 2013-14;
3. increases the total state matching grant commitment for UConn endowment fund contributions by \$84.5 million;
4. adjusts annual matching grant limits for all three endowment funds;
5. allows certain past alumni donations to the individual endowments of CSU universities to be eligible for state matching grants;
6. changes the qualifications for future student members of the CSU and UConn boards of trustees;
7. eliminates a July 1, 2007 sunset date for the Board for State Academic Awards unless the General Assembly reauthorizes it; and
8. eliminates a requirement that CSU's Board of Trustees plan for capital improvements on a rotating schedule and submit annual requests to the General Assembly for no more than \$60 million in bond authorizations per year based on the plans.

EFFECTIVE DATE: October 1, 2001 for the provision concerning CSU alumni donations; July 1, 2001 for the remaining provisions.

CSU AWARD OF ED.D DEGREES

The bill allows the BOG to authorize the CSU board of trustees to establish a five-year program to award education doctoral (Ed. D) degrees. Under current law, only UConn can award doctoral degrees.

Under the bill, CSU's Ed. D program runs until students who enter between May 1, 2002 and January 30, 2007 finish. The BOG must evaluate the program.

ENDOWMENT FUND MATCHING GRANTS

CTC Endowment Fund

The bill allows eligible gifts to the CTC system endowment fund to qualify for 50% state matching grants for an additional five years, from FY 2008-09 through FY 2013-14. But it continues to cap the overall state commitment for the entire period at \$39.5 million, which is the same commitment that applies under current law.

The bill extends the \$5 million annual state grant limit currently applicable for only FY 2005-06 through FY 2008-09 to each of the additional years. It also increases annual limits on state grants for FY 2002-03 through FY 2004-05 as follows:

Fiscal Year	Current Limit	Proposed Limit
2002-03	\$3.5 million	\$5 million
2003-04	\$4.0 million	\$5 million
2004-05	\$4.5 million	\$5 million

CSU Endowment Fund

The bill allows eligible gifts to the CSU system endowment fund to qualify for 50% state matching grants for an additional five years, from FY 2008-09 through FY 2013-14. But it continues to limit the state's overall grant commitment to the current \$60 million.

The bill increases the limits on the state CSU endowment fund matching grants from \$5 million to \$7.5 million per year for FY 2007-08 and FY 2008-09 and extends the \$7.5 million annual limit for an additional five years, from FY 2008-09 through FY 2013-14. Under current law, annual grant limits are scheduled to rise from \$5 million to \$7.5 million in FY 2003-04 and remain at that level for five years before dropping back to \$5 million for FY 2007-08 and FY 2008-09.

The bill also makes alumni donations to the foundations of the individual CSU universities between July 1, 1997 and June 30, 2001 retroactively eligible for state matching grants up to the limits specified in the law and the bill.

UConn Endowment Fund

The bill increases the overall state grant commitment for gifts to UConn's endowment fund by \$84.5 million, from \$82.5 million to \$167 million. It does so by (1) extending the 50% state match for such gifts for an additional seven years, from FY 2006-07 through FY 2013-14; (2) increasing annual grant limits for FY 2005-06 and FY 2006-07, from \$5 million to \$10 million; and (3) establishing annual limits of \$15 million per year for FY 2007-08 through FY 2013-14.

Under current law, the \$5 million limit for FY 2000-01 is scheduled to increase to \$7.5 million per year for four years, through FY 2004-05, and then to drop back to \$5 million for FY 2005-06 and FY 2006-07.

UCONN AND CSU STUDENT TRUSTEES

The bill requires any student member of the CSU Board of Trustees elected on or after November 1, 2001 to leave the board if he ceases to be a full-time, matriculating student in good standing at the state university he represents.

The bill requires one of the student members of the UConn Board of Trustees to be an undergraduate and one a graduate student. It requires the student elected to fill the term ending on June 30, 2002 and his successors to be full-time UConn undergraduates elected by all UConn undergraduates. It requires the student elected to fill the term ending June 30, 2003 to be a UConn graduate, law, medical, social

work, or dental student elected by all of UConn's graduate, law, medical, social work, and dental students.

COMMITTEE ACTION

Education Committee

Joint Favorable Substitute Change of Reference

Yea 31 Nay 0

Appropriations Committee

Joint Favorable Substitute

Yea 49 Nay 2