



Docket Item:

Temporary Rule Adoption, Engineering Sustaining Funds (ETSF)

Summary:

This docket item seeks formal adoption of the temporary OAR necessary to distribute ETSF funds in quarters two and three of the 2017-18 fiscal year.

Docket Material:

A temporary OAR is needed to allow the distribution of ETSF funds in fiscal year 2017-18. This temporary rule is consistent with distributions provided to institutions in the second and third quarters of fiscal year 2015-16, the first year of the prior biennium. The fourth quarter distribution (April) will incorporate, through a settle-up process, the outcome of a workgroup to be convened with the purpose of establishing an allocation formula for 2017-18 and subsequent years. No funds have been distributed so far this fiscal year due to the lack of an administrative rule allowing the HECC to do so.

Specifically, the temporary OAR will distribute funds as follows:

Preliminary 2017-18 ETIC distributions under proposed temporary rule			
FY 2018 Distributions	Q2 - October 2017	Q3 - January 2018	Total
EOU	\$93,211	\$37,337	\$130,548
OIT	\$574,574	\$230,152	\$804,726
OSU	\$4,223,146	\$1,691,625	\$5,914,771
PSU	\$1,908,441	\$764,445	\$2,672,886
SOU	\$141,625	\$56,729	\$198,354
UO	\$64,710	\$25,920	\$90,630
WOU	\$180,092	\$72,137	\$252,229
Total	\$7,185,799	\$2,878,345	\$10,064,144

\$2,478,199 in ETIC funds will be available for distribution in April 2018 (Q4).

This temporary OAR will expire on April 10, 2018. Staff anticipates that it will be replaced by a permanent OAR that will govern all future ETSF allocations and distributions.

Staff Recommendation:

Adopt the temporary OAR allowing for distribution of ETSF during the second and third quarters of the 2017-18 fiscal year.