



Docket Item:

Summary of Temporary Administrative Rule 715-013-0062 relating to the allocation and distribution of legislatively appropriated Engineering Technology Sustaining Funds (ETSF).

Summary:

- | | |
|---|---|
| <input type="checkbox"/> New Rule | <input checked="" type="checkbox"/> Temporary |
| <input checked="" type="checkbox"/> Amend Existing Rule | <input type="checkbox"/> Permanent |
| <input type="checkbox"/> Repeal Rule | |

Prompted by:

- | |
|--|
| <input type="checkbox"/> State law changes |
| <input type="checkbox"/> Federal law changes |
| <input checked="" type="checkbox"/> Other |

The amendments to **715-013-0062** specify the allocation and distribution of legislatively appropriated Engineering Technology Sustaining Funds in fiscal year (FY) 2017-18. These distributions for the third quarter are identical to those in the current temporary rule and the fourth quarter distributions are based on the consensus of the ETSF workgroup members, who represent each of the public universities. This temporary rule allows the workgroup to complete its work while these necessary funds are allocated and distributed to institutions.

The final 2017-18 ETSF allocation implemented through this temporary rule is based on the following two principles:

1. A \$500,000 allocation, for the full year, to University of Oregon to acknowledge declines in the institution's ETIC-related funding due to changes in allocation methodologies that began in 2013-14.
2. An allocation to the remaining six public universities proportionate to their 2016-17 allocations of Engineering Technology Sustaining Funds.

Specifically, the final allocation incorporated in this temporary OAR will amend the distribution schedule to the following:

2017-18 DISTRIBUTION SCHEDULE FOR ETSF				
Institution	Q2	Q3	Q4	Total
EOU	\$ 93,211	\$ 37,337	\$ 21,805	\$ 152,353
OIT	\$ 574,574	\$ 230,152	\$ 416,175	\$ 1,220,901
OSU	\$ 4,223,146	\$ 1,691,625	\$ 987,907	\$ 6,902,678
PSU	\$ 1,908,441	\$ 764,445	\$ 550,135	\$ 3,223,021
SOU	\$ 141,625	\$ 56,729	\$ 50,105	\$ 248,459
UO	\$ 64,710	\$ 25,920	\$ 409,370	\$ 500,000
WOU	\$ 180,092	\$ 72,137	\$ 42,702	\$ 294,931
Total	\$ 7,185,799	\$ 2,878,345	\$ 2,478,199	\$ 12,542,343

While what is being considered in this temporary rule is an allocation for only the 2017-18 fiscal year, the ETSF workgroup has made significant progress towards a recommended long-term ETSF allocation formula based on outcomes and anticipates advancing a recommendation for Commission consideration in early 2018.

Docket Material:

Temporary Rule Text attached in Appendix A.

Staff Recommendation:

Staff recommends approval of the temporary administrative rule amendment to 715-013-0062 relating to Engineering Technology Sustaining Funds distribution, as presented in the docket material.

Appendix A:

Temporary Rule Text

715-013-0062

Engineering Technology Sustaining Funds

(1) Definitions

(a) The “Higher Education Coordinating Commission” or “HECC” is the body established by ORS 350.075 and appointed by the Governor.

(b) A “Public University” is any institution as defined in ORS 352.002, including; Eastern Oregon University (EOU), Oregon Institute of Technology (OIT), Oregon State University (OSU), Portland State University (PSU), Southern Oregon University (SOU), University of Oregon (UO) and Western Oregon University (WOU).

(2) The funds distributed through this rule are those defined in the SB 5524 (2017) budget report as “Engineering Technology Sustaining Funds,” which is listed in the Public University State Programs section of the budget report.

(3) The rule allocates and distributes Engineering Technology Sustaining Funds to Public Universities for fiscal year (FY) 2018.

(4) Distributions shall be made by the HECC to Public Universities as follows;

(a) For the quarter beginning October 1, 2017, distributions shall be as follows;

(A) Eastern Oregon University shall receive \$93,211.

(B) Oregon Institute of Technology shall receive \$574,574.

(C) Oregon State University shall \$4,223,146.

(D) Portland State University shall receive \$1,908,441.

(E) Southern Oregon University shall receive \$141,625.

(F) The University of Oregon shall receive \$64,710.

(G) Western Oregon University shall receive \$180,092.

(b) For the quarter beginning January 1, 2018, distributions shall be as follows;

(A) Eastern Oregon University shall receive \$37,337.

(B) Oregon Institute of Technology shall receive \$230,152.

(C) Oregon State University shall receive \$1,691,625.

(D) Portland State University shall receive \$764,445.

(E) Southern Oregon University shall receive \$56,729.

(F) The University of Oregon shall receive \$25,920.

(G) Western Oregon University shall receive \$72,137.

(c) For the quarter beginning April 1, 2018, distributions shall be as follows:

(A) Eastern Oregon University shall receive \$21,805

(B) Oregon Institute of Technology shall receive \$416,175

(C) Oregon State University shall receive \$987,907

(D) Portland State University shall receive \$550,135

(E) Southern Oregon University shall receive \$50,105

(F) The University of Oregon shall receive \$409,370

(G) Western Oregon University shall receive \$42,702

(5) This rule shall expire upon the promulgation of an alternative rule or on June 30, 2018, whichever is sooner.

Stat. Auth.: ORS 350,057(6)

Stats. Implemented: Chapter 595 Oregon Laws 2017