

Establishing appropriate and predictable levels of critical State funding, without further appropriation reductions, is essential to minimizing tuition increases for our students and their families.

COMMUNITY COLLEGE PARTNERSHIPS

Providing Opportunities for Iowans:

- Our partnership programs with Iowa's 15 community colleges include more than 1,000 agreements that contribute to the annual transfer of more than 10,000 community college credits to Iowa's Public Universities.
- In FY 2010, Iowa's Public Universities continued to expand their partnerships with Iowa's community colleges to increase the availability of important educational opportunities for Iowans statewide.



APPROPRIATION REDUCTIONS

FY 2009–FY 2010 appropriation reductions to Iowa's Public Universities and Special Schools totaled \$133.6 million, our greatest appropriation reduction in 20 years.

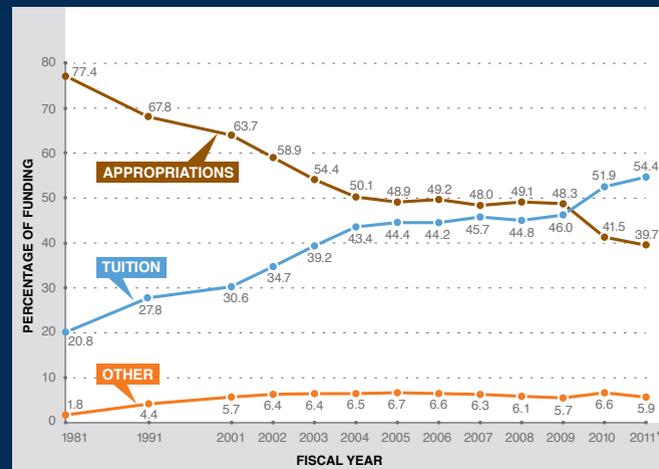
In response, we realized savings through:

- Enhanced collaborations, efficiencies, savings;
- Early Retirement Incentive Programs; and
- Reduced retirement plan contributions.

We are continuing our work to identify savings for the benefit of all Iowans, particularly our students, in an effort to:

- Minimize future tuition increases; and
- Continue appropriate levels of financial aid support.

REGENT UNIVERSITY GENERAL EDUCATION FUNDING



*Budget

In FY 1981, 77.4% of our general education funds came from State appropriations. With 30 years of budget cuts that followed, in FY 2010, for the first time ever, the State's contribution to the general education budget for Iowa's Public Universities fell below the amount paid by student tuition (41.5% vs. 51.9%, respectively), which is consistent with FY 1997 funding levels (without adjusting for inflation).

According to the State Legislative Services Agency, more than \$259 million in additional State appropriations would be required to return tuition and fees at Iowa's Public Universities to FY 2000 levels (64.5% from the State and 30% from student tuition).

FACILITIES/FLOOD RECOVERY

- Our institutions are making significant investments in the future of their campuses and their many high quality programs through continued development of world-class facilities, including projects that have received critical funding from the State.
- The University of Iowa continues to make progress in flood recovery thanks to its invaluable partnerships with FEMA and the city of Iowa City.

FISCAL YEAR 2010 Annual Report

IOWA'S PUBLIC UNIVERSITIES
AND SPECIAL SCHOOLS

HIGHLIGHTS

We must ensure that all Iowans qualified to attend Iowa's Public Universities are able to do so, regardless of financial circumstances.

ACCESS, AFFORDABILITY, AND STUDENT SUCCESS

A KEY PRIORITY OF THE BOARD OF REGENTS 2010–2016 STRATEGIC PLAN

In support of our students and their families, in FY 2010, the Board of Regents:

- Approved a moderate tuition increase of 6% (well below national trends);
- Increased student financial aid; and
- Rescinded the \$100 tuition surcharge.

Board of Regents, State of Iowa

President David W. Miles,
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State support is critical to fueling the economic engine that is Iowa's Public Universities.

Salary Funding: Full funding for any and all State-supported salaries, to ensure that Iowa's Public Universities and Special Schools remain premier institutions among their peers, will be a top priority for the Board of Regents in FY 2012.

Higher Education Operating Appropriations Request: \$493.6 million for continuation of FY 2011 recurring appropriations (\$465.7 million), incremental funding to support new strategic initiatives (\$19.1 million), and replacement of one-time funds with recurring appropriations (\$8.7 million).

Economic Development Operating Appropriations Request: \$5 million per year for a jobs and wealth creation initiative to address critical gaps inhibiting the fullest use of the universities' research and outreach assets for economic development, and to more closely align our research and innovation with new statewide innovation initiatives.

Iowa Public Radio: \$414,445 in operating funds to build capacity in Iowa Public Radio fund-raising resources to continue toward the goal of self-sufficiency.

Higher Education Legislative Special Purpose Appropriations Request: \$98.1 million to fund specific programs that provide statewide services at each institution (Hygienic Lab at the UI, Cooperative Extension Service and Ag Experiment Station at ISU, and the Iowa Math and Science Education Partnership [IMSEP] at UNI).

Special School Education Operating Appropriations Request: \$14.9 million for the Iowa School for the Deaf and the Iowa Braille and Sight Saving School and Statewide System for Vision Services to allow the Board to continue providing high-quality, individualized instructional opportunities to children and youth who are deaf or hard of hearing, and to those who are blind or visually impaired, including those with additional disabilities. Includes continuation of FY 2011 recurring appropriations for general operations (\$13.7 million), incremental funding representing the K-12 allowable growth rate of 4% (\$543,893), and replacement of one-time funding with recurring appropriations (\$625,311).

UIHC IowaCare Program Appropriations Request: Full funding of IowaCare claims.

Non-appropriations Request: To seek collaboration and partnerships between Iowa's Public Universities and Special Schools and other sectors of State government that result in improved productivity, more effective stewardship of State resources, and enhanced economic development opportunities for Iowa's citizens. The Board also seeks relief from statutory and administrative State mandates that demonstrably impede the Regents flexibility in governance, require unnecessary staff work, or require significant reporting that no longer serves a critical State or Regent strategic purpose.

Our economic impact on the State (FY 2009) totaled between \$8 and \$9 billion, outstanding evidence of significant contributions from our external research dollars, our students, employees, alumni, and hundreds of thousands of campus visitors each year.

- In FY 2010, our contributions to the Iowa economy included total external funding of \$896.4 million, more than 71,000 students, 45,000 employees, and 210,000 alumni in Iowa.

Contributions of Iowa's Public Universities to Iowa businesses in FY 2010:

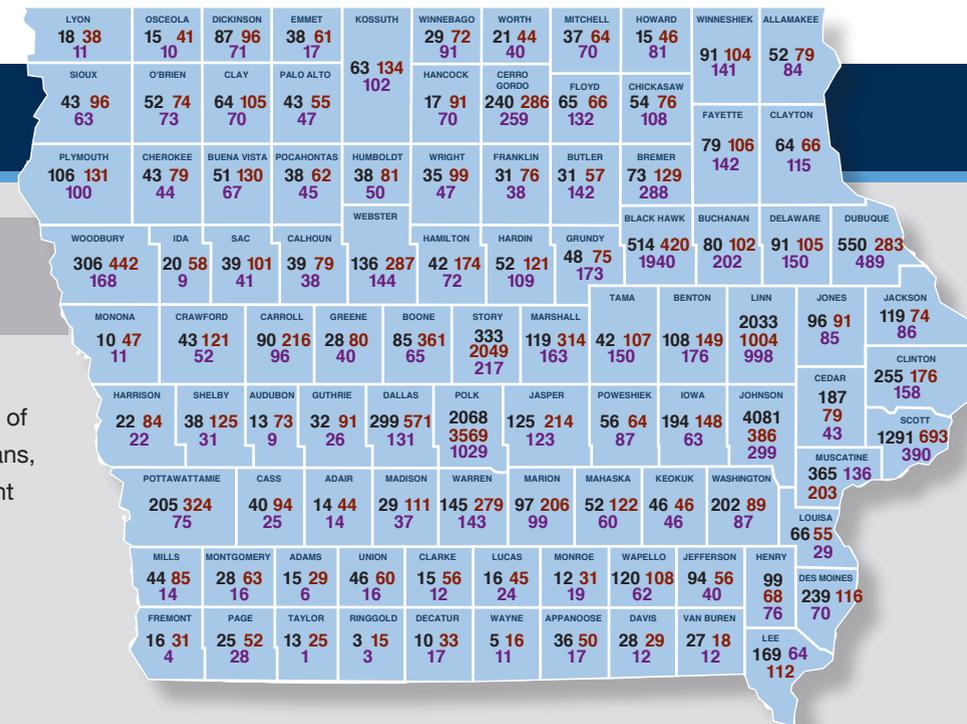
- Generated \$62.7 million in business revenue for Iowa companies; and
- Provided business and technical support to 135 companies employing 2,829 Iowans.

- Adequate State funding to leverage our external investment is necessary to move external innovations and expertise into the hands of Iowans.
- Our most important economic contributions are the highly educated, productive citizens and leaders for Iowa, the nation, and the world—more than 9,200 (60%) of our 2009-2010 graduates will work or continue their education in Iowa.
- Investment in Iowa's Public Universities is a critical contribution to the State's economy as it provides highly qualified graduates to meet the future needs of Iowa's workforce.

ENROLLMENT AT IOWA'S PUBLIC UNIVERSITIES

2010 FALL ENROLLMENT BY COUNTY
 UNIVERSITY OF IOWA ■
 IOWA STATE UNIVERSITY ■
 UNIVERSITY OF NORTHERN IOWA ■

- Fall 2010 enrollment at Iowa's Public Universities reached a new record total of 72,708 students, including 48,024 Iowans, representing 60% of the total enrollment (see map).
- This surpasses the fall 2009 total record enrollment of 71,353 students at Iowa's Public Universities.



See the full Board of Regents Fiscal Year 2010 Annual Report of Iowa's Public Universities and Special Schools at www.iowaregentsannualreport.com.