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POSTSECONDARY TECHNICAL INSTITUTES

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CHAPTER 24:59:02

POSTSECONDARY TECHNICAL INSTITUTE FUNDING DISTRIBUTION

Section

24:59:02:01 Tuition.

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24:59:02:04 Yearly revision of formula for funding.

24:59:02:02. Set-asides. The Board of Technical Education shall set aside facility funds and National Guard Tuition Benefit funds from the total appropriated to the postsecondary technical institutes under "Postsecondary Vocational Education."

In fiscal year 2019 2020, the facility fund set aside shall be \$2,327,362 \$2,317,668, an amount equal to twenty- seven percent of the current year lease purchase agreement payments.

The amount set aside for the National Guard Tuition Benefit fund in fiscal year 2019
2020 shall be \$214,190. The National Guard Tuition Benefit funds shall be distributed each academic term to the postsecondary technical institutes based on the actual state tuition benefits applied for qualifying National Guard members after federal tuition benefits are applied.

In fiscal year 2019 2020, the maintenance and repair fund set aside shall be \$223,675 \$505,103.

Source: 23 SDR 139, effective March 10, 1997; 32 SDR 117, effective January 5, 2006; 35 SDR 306, effective July 1, 2009; 40 SDR 40, effective September 11, 2013; 43 SDR 9, effective August 4, 2016; 43 SDR 176, effective July 3, 2017. Readopted from 24:10:42:27.

General Authority: SDCL 1-16A-94, 13-39A-12, 13-39A-18.

Law Implemented: SDCL 1-16A-43, 1-16A-96, 13-39A-12, 13-39A-18, 33-6-6.

24:59:02:03. Formula for funding. The postsecondary technical institutes shall receive state funding, from the amount appropriated by the Legislature less funds reserved in §24:59:02:02, under a formula that distributes these funds based on full-time equivalent students as follows:

- (1) Subtract the total set-asides reserved in § 24:59:02:02 from the total amount appropriated by the Legislature within the general appropriations act;
- (2) Determine the number of full-time equivalent students at each institution for the preceding fiscal year using the following calculation:
 - (a) One "full-time equivalent student" equals 30 credit hours of instruction;
- (b) The number of full-time equivalent students for an institution is calculated by dividing tuition collected for the preceding fiscal year by program as per chart of accounts prescribed within the South Dakota School District Accounting Manual by the tuition fee per credit and the quotient is divided by 30 credit hours;
- (3) Multiply the number of full-time equivalent students at each institution by the per student allocation to determine the total allocation for the distribution formula. The distribution formula is as follows:
- (a) "Per student allocation," for school fiscal year 2019 2020 is \$3,522.26 \$3,610.32;
- (b) Twenty-five percent (25%) of the total allocation will be distributed equally among the four institutions as a baseline for common operations at each technical institute. The funds shall be divided by four (4);

(c) Seventy-five percent (75%) of the total allocation will be distributed within

three program categories: high cost-low density programs, high cost programs, and standard cost

programs. The funds shall be distributed by determining each program's full-time equivalent

students, multiplied by the weighted program factor multiplied by the weighted per student

value:

(d) The executive director will identify the weighted program factor of each

program documented on the South Dakota School District Accounting Manual;

(e) The weighted per student value is determined by the allocation divided by

adding the total high cost-low density program's full-time equivalent students multiplied by a

weighted program factor, plus the total high cost program's full-time equivalent students

multiplied by a weighted program factor, plus the total standard cost program's full-time

equivalent students by a weighted program factor.

Source: 23 SDR 139, effective March 10, 1997; 25 SDR 150, effective June 6, 1999;

28 SDR 169, effective June 17, 2002; 32 SDR 117, effective January 5, 2006; 35 SDR 306,

effective July 1, 2009; 36 SDR 169, adopted April 21, 2010, effective July 1, 2010; 40 SDR 229,

effective July 1, 2014; 42 SDR 35, effective September 14, 2015; 43 SDR 9, effective August 4,

2016; 43 SDR 176, effective July 3, 2017. Readopted from 24:10:42:28.

General Authority: SDCL 13-39A-18 and 13-39A-21.

Law Implemented: SDCL 13-39A-18 and 13-39A-21.

Proposed Hearing Draft (March 28, 2019)

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