

Commissioner's Spotlight

December 3, 2024

Spotlight Overview

- Overview of DHE's Imperative, Goal and Strategic Priorities
- Budget Proposal
- High-Impact Innovation Goals

Leadership Team Member Presenting Today

Matt Cole, Deputy Commissioner
Administration, Finance, and
Operations



Overview of DHE's Imperative, Goal and Strategic Priorities

DHE Imperative

Create the conditions for equitable and affordable high-quality postsecondary opportunities for all learners in MA.

DHE's Goal and Strategic Priorities

Equity Goal

Reduce by at least half the racial, ethnic, and economic disparities that persist in the provision of postsecondary opportunity and success in MA

Priorities

1

Continue to roll out and sustain a compelling set of clear and consistent state financial commitments to making college affordable for students & well-supported to raise success

2

Significantly increase the socioeconomic mobility benefits of postsecondary participation in MA

3

Improve alignment between postsecondary education opportunities and MA workforce and civic needs

4

Expand the role of the Board and Department in facilitating and fostering high-impact innovation among IHEs and our system through advancing new approaches to postsecondary opportunity and success for the full range of potential learners

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Strategic Higher Education Finance (SHEF) Goals

The system for financing public higher education in the Commonwealth must address the following five high-level goals:

- Make college more accessible and affordable for students.
- Bolster institution funding to support student success.
- Ensure system-level capacity to foster innovation and collaboration.
- Align incentives on cost sharing between the state and campuses.
- Increase simplicity, transparency, and predictability for all.

Fair Share – FY24 and FY25 Funding

Education and Transportation Fund

Sector	FY24 Allocation	FY25 Allocation	FY24 % of Fair Share	FY25 % of Fair Share
Education Allocation	476,500,000	538,500,000	48%	41%
Transportation Allocation	523,500,000	761,500,000	52%	59%
	1,000,000,000	1,300,000,000	100%	100%
Revenue Collections:		2,200,000,000		

- 1st year of Fair Share funded at \$1B with 52% dedicated to Education
- 2nd year of Fair Share funded at \$1.3B with 59% dedicated to Education
 - \$2.2B in actual collections in FY25 with use of surplus funds still under consideration

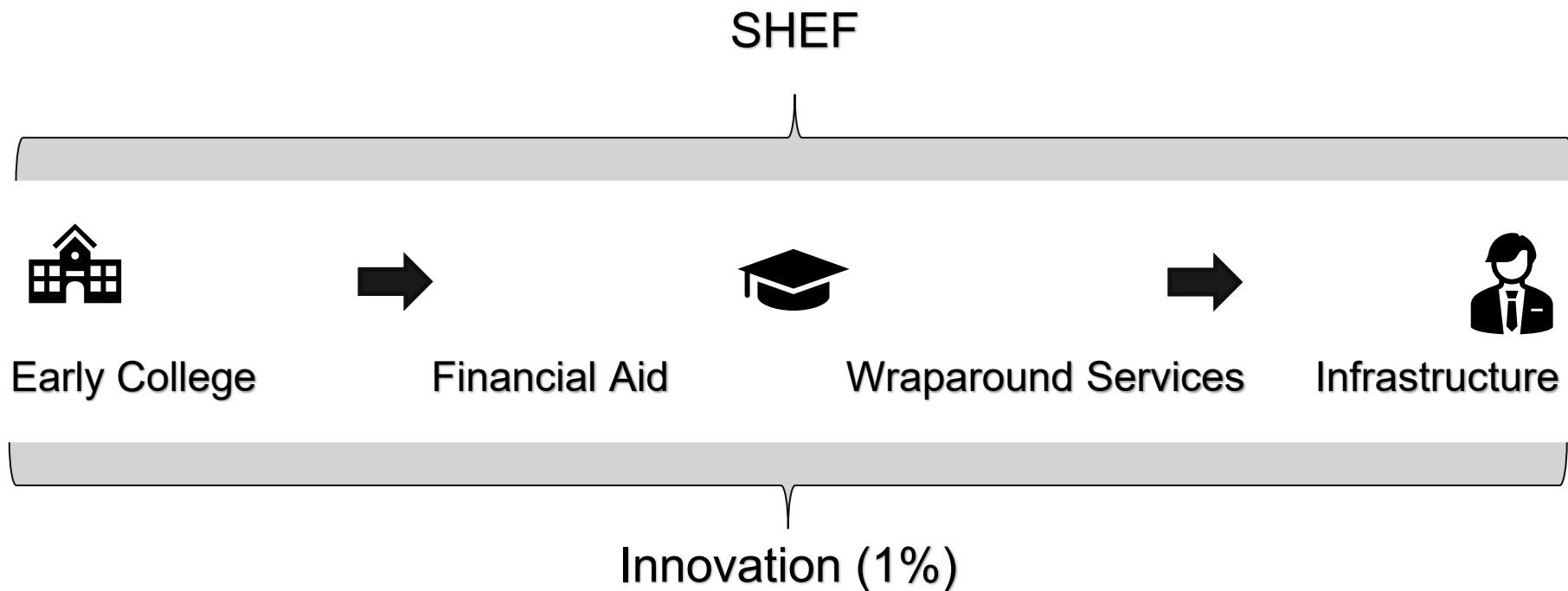
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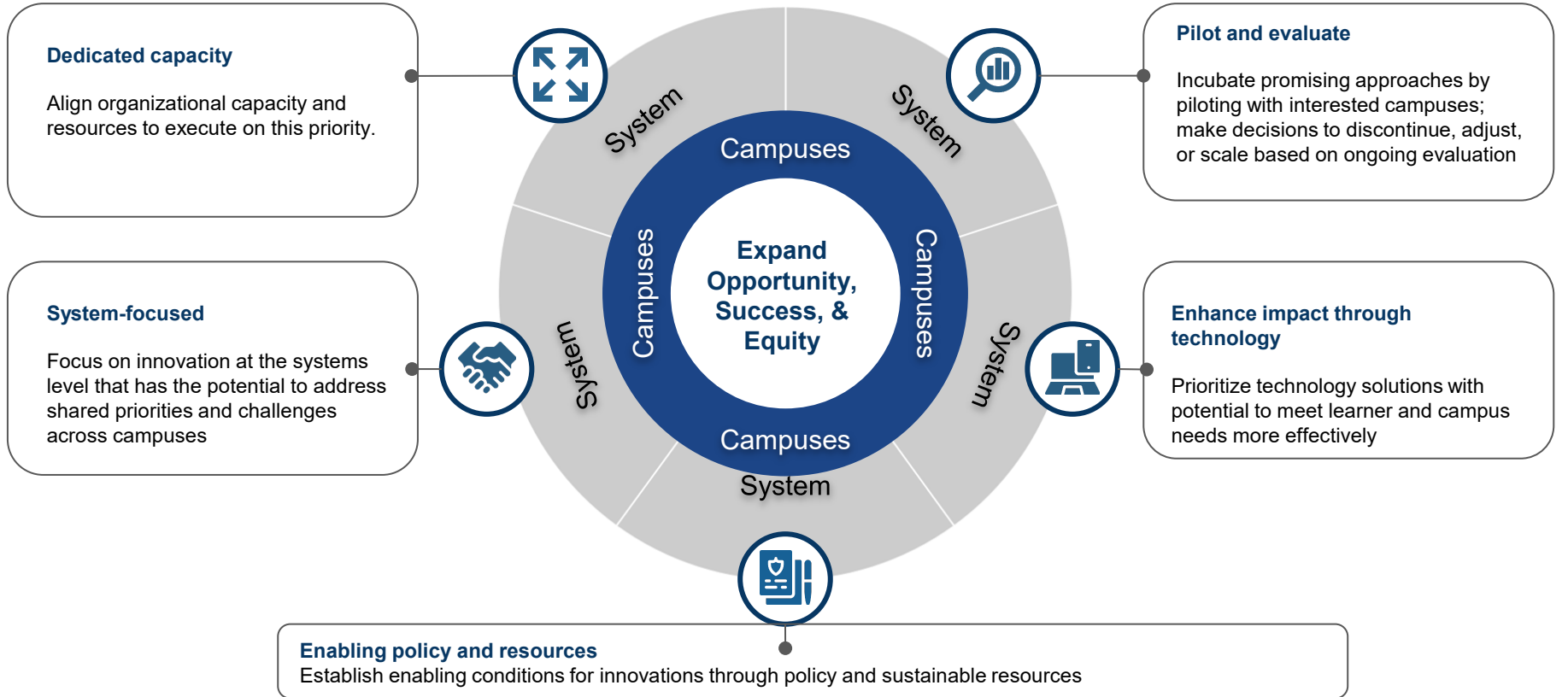
<u>Higher Education</u>	<u>FY24 Allocation</u>	<u>FY25 Allocation</u>	<u>FY24 % of Fair Share</u>	<u>FY25 % of Fair Share</u>
Department of Higher Education	219,000,000	229,000,000	22%	18%
University of Massachusetts	10,000,000	10,000,000	1%	1%
	1,000,000,000	1,300,000,000	23%	18%
Revenue Collections:		2,200,000,000		

- 1st year of Fair Share funded DHE at 22% of budgeted funds
- 2nd year of Fair Share funded DHE at 18% of budgeted funds
- DHE maintained overall funding, however, budgeted funds grew by \$300M over year 1 with expansion allocated to other initiatives

DHE Fair Share Investment Proposal: Theory of Change



Facilitating and Fostering High-Impact Innovation



Thank You!