



**Department of
Higher Education**

Mike DeWine, Governor
Randy Gardner, Chancellor

To: Senator Matt Dolan, Chairman, Senate Finance Committee
Representative Scott Oelslager, Chairman, House Finance Committee
Senator Vernon Sykes, Ranking Minority Member, Senate Finance Committee
Representative Jack Cera, Ranking Minority Member, House Finance Committee
Mr. Kimberly Murnieks, Director, Office of Budget & Management
Mr. Mark Flanders, Director, Legislative Service Commission

From: Randy Gardner **RG**
Chancellor

Date: March 5, 2019

Subject: Second Quarter Financial Reports for FY 2019

Please find enclosed the quarterly financial reports for the second quarter of fiscal year 2019, which were submitted by Ohio's 37 public institutions of higher education. Pursuant to Ohio Revised Code §3345.72, these reports are to be distributed to you.

The report contains twelve questions to be answered by the campus fiscal officer or an appropriate designee. The questions are designed to probe for any serious cash flow problems and to provide early warnings of significant problems with the current year budget. The desirable answer to each question is *No*.

Shawnee State University responded to the following questions in the affirmative:

- Relative to its original budget for the fiscal year, [has your institution] experienced any actual or anticipate any projected financial changes that will result in a substantially reduced fund balance or larger deficit this fiscal year?
- [Do you have knowledge] that an unanticipated decrease in operating cash and investments this fiscal year will negatively impact your institution's annual SB 6 composite score?

Shawnee State realized a 9% decline in their fall 2018 enrollment and spring term enrollment is projected to decline by 3% from spring 2018. Shawnee State continues to monitor and reduce expenditures as needed and increase revenue through expansion of athletic programs, development of strategic recruitment plan along with more focused recruiting activities, and increased online course and program offerings.

Columbus State Community College responded affirmative to the following question:

- [Did or will the institution have] an increase in liabilities that do not occur during normal business operations (including new debt issues)?

Columbus State closed on \$9 million General Receipts Bonds in August 2018 for the purpose of financing a portion of the costs of building the School of Hospitality Management and Culinary Arts.

I am pleased to report that there were no additional instances of a campus affirmatively responding to any of the six questions.

Should you have any questions concerning the content of the enclosed reports, please contact me at 466-6000.

Enclosures

Date: March 5, 2019

RECOMMENDATION

The Office of the Vice Chancellor of Finance and Data Management has reviewed and analyzed the second quarter fiscal year 2019 Senate Bill 6 quarterly reports. The attached memo is ready for the Chancellor's signature.



3/5/19

Signature

Date