#### M. M. Chambers Education Building, Indiana University Bloomington, Indiana 47401

SINCE 1958		Y	NTH EAR
Number_107	November 1967	_Page	<u> 5</u> 8 <u>7</u>
	GRAPEVINE * * * * *		
for universities affecting educa GRAPEVINE, but	n state tax legislation; state appropres, colleges, and junior colleges; legation at any level. There is no charge recipients are asked to send timely repective state	gislati ge for mewsnot	Lon
	IN THIS ISSUE		
. (	PPROPRIATE \$4.37 BILLION FOR ANNUAL OPERATING EXPENSES OF HIGHER EDUCATION FOR FISCAL YEAR 1967-68	<b>J</b>	688 689
THE ONE-FAGE T	•	,	690
	provides for a technical institute at Springfield		691
	progress in state support of local public junior colleges		691
	by statute that each of its state universities is a "body politic and corporate", dispelling any lingering doubt of the corporate status of the Ohio State University, and saluting t identity and dignity of each of the other state universities	he • • •	692

Statement of ownership and circulation of GRAPEVINE is on Page 688 (reverse hereof).

# FIFTY STATES APPROPRIATE \$4.37 BILLION FOR ANNUAL OPERATING EXPENSES OF HIGHER EDUCATION FOR FISCAL YEAR 1957-68

On page 690 appears GRAPEVINE's annual 50-state summary tabulation. This exhibit marks a sort of climactic point in the autumn of each year. It receives some attention by the national press services and in local news media. It is included in the more detailed 30page annual summary document issued each autumn by the National Association of State Universities and Land-Grant Colleges, 1785 Massachusetts Ave., N.W., Washington, D. C. 20036. Some use is made of it by the national bi-weekly newspaper, The Chronicle of Higher Education, published by Editorial Projects for Education, Inc., at 3301 North Charles Street, Baltimore, Md. 21218.

This eighth annual summation shows that over the period of 8 years since 1959, the annual 50-state totals have been more than tripled:

Table 74. Appropriations of state tax funds for annual operating expenses of higher education in fifty states, for selected fiscal years 1959-60 through 1967-68, in thousands of dollars.

<u>Fiscal years</u>	Sums appropriated
(1)	(2)
1959-60	\$1,396,904
1963-64	2,182,473
1965-66	3,053,698
<u> 1967-68</u>	4,369,955
	417071727

This large expenditure, formerly often erroneously regarded as an unrecoverable <u>cost</u>, is now increasingly widely recognized as a magnificently productive <u>investment</u>, from the standpoints of the states and of the nation, as well as from the standpoints of the families and individuals involved.

One of the nation's major banking concerns, the Morgan Guaranty and Trust Company, has this to say in a recent survey:

"The general conclusion reached by virtually all investigators who have sought to measure lifetime rates of return associated with varying levels of educational attainment is that the United States still has a long way to go before the costs of additional education offset the incremental benefits.

"Stated differently, the United States is judged to be under-investing in human capital in the sense that further increases in both high school and college attendance and further improvement in the quality of education at all levels would be economically profitable."

Increasing appropriations will continue through the next decade, pacing greatly increasing college and university enrollments. This is established as a paramount public policy. It is no cause for alarm, but a prime matter of congratulation.

GRAPEVINE is owned and circulated by M. M. Chambers. It is not a publication of any institution or association. Responsibility for any errors in the data, or for opinions expressed, is not to be attributed to any organization or person other than M. M. Chambers. GRAPEVINE is circulated chiefly to persons in position to reciprocate by furnishing prompt and accurate reports from their respective states regarding tax legislation, appropriations for higher education, and legislation affecting education at any level.

Address communications to M. M. Chambers, Education Building, Indiana University, Bloomington, Indiana 47401.

1.1

## THE ONE-PAGE SUMMARY OF FIFTY STATES, FISCAL YEAR 1967-68

Condensing into one page the data collected by GRAPEVINE during a career of eight years requires the application of considerable pressure.

Since many persons in every state seem to want the product, we apply the pressure and incur the risks involved.

Here are set out two classes of qualifications to accompany the table on the reverse of this sheet: (1) Inklings of what the tabulation includes, and (2) Footnotes to the figures for 1967-68, which appear in Column 5 of the table.

#### What Is Included

We say "State Tax Funds Appropriated for Operating Expenses of Higher Education" because we exclude, whether appropriated or not, funds originally derived from student fees, other institutional receipts, or any source other than state tax funds. We can not say "General Fund of the State" because some states commingle student fees with that fund.

Of course we try rigidly to exclude any and all appropriations for capital outlays.

In the case of land-grant universities and other large cosmopolitan state universities, we try for a total that includes appropriations for the medical center, if any; outlying branch campuses, by whatever name; the agricultural experiment station; the cooperative agricultural extension service; and any other research or public service enterprises belonging to the university.

In the half of the states which appropriate state funds for operating support of local public junior colleges, the amounts of state aid to these institutions are <u>included</u> in the state-wide totals.

Included are Pennsylvania's large appropriations to private institutions, and New York's large appropriations for scholarships and related student aids.

Included also are state appropriations to municipal universities. Small appropriations to private institutions are also found in a few states other than Pennsylvania; and appropriations for student aids occur in perhaps half the states, though several of them are so small as to be almost negligible.

Other comparatively small items usually included, but not invariably with absolute uniformity, are appropriations to statewide governing or "coordinating" boards where they exist; and to the three regional interstate boards (Southern, New England, Western).

#### Footnotes for 1967-68

Alabama dangled \$9 million in conditional appropriations, in addition to the total entered in Column 5.

The <u>Massachusetts</u> entry is only an approximation because there existed the possibility of additional supplementary appropriations at the time the table was completed.

Ohio's appropriations to the major universities individually are slightly understated because their respective branch campuses are not carried with them, but reported separately as a total group.

The total entered for <u>Pennsylvania</u> is an "educated guesstimate" because the appropriations had not been made when the table was completed.

In North Carolina, Wisconsin, and some other states it is difficult to make a precise division between the funds going to education-beyond-high-school and those going for less-than-college-level education when appropriated to vocational-technical schools.

The tabulation goes out with journalistic speed, subject to some subsequent rectification, but substantially correct. APPROPRIATIONS OF STATE TAX FUNDS FOR OPERATING EXPENSES OF HIGHER EDUCATION, IN THOUSANDS OF DOLLARS, FOR SELECTED FISCAL YEARS FROM 1959-60 THROUGH 1967-68, WITH DOLLAR GAINS AND PERCENTAGE GAINS OVER MOST RECENT 2 YEARS AND OVER 8 YEARS.

<u>DOLLAR</u>	GAINS AND P	ERCENTAGE C	ALNO UVER P	bons monni	~	1966-68		1960-68	<u> </u>
	<u>Fiscal ye</u>	ars ending	in even num	noers	3		ď	8-yr gain	<del>,</del> %
States		1963-64	1965-66	1967-68	<u> ~-</u>	yr gain	<del>%</del>		<u>(9)</u>
(1)	(2) .	(3)	(4)	(5)	H.	(6)	(7)	(8)	
Ala	\$ 21,283 \$	29,133	3 40 <b>,</b> 327		<u> </u>	17,865		\$ 36,909	173늴
Alaska	" 2 <b>,</b> 111	4,817	6,108	8,619		2,511	41	6,508	308
Ariz	14,042	25,683	35,459	46,281		10,822	30호,	32 <b>,</b> 239	$229\frac{1}{2}$
		20,369	28,722	38,985		10,263	353/4	25 <b>,</b> 434	18734
Ark	13,551		413,103	534,075		120,972	29 <u>幸</u>	345,471	183
Cal	188,604	301,304		61,856		17,783	$40\frac{1}{2}$	44,585	258
Colo	17,271	35,279	44,073			22,595	$72\frac{5}{2}$	41,382	337
Conn	12,273.	18,585	31,060	53,655		2 023		7,582	203
Del_	3,731 <sup>·</sup>	5,831	7,390	11,313		3,923	53		
Fla	40,392	143, 68	95 <b>,</b> 476	128,109		32,633	34 3/1	87,717	217
Ga	24,058	35,270	50,859	87,369		<u> 36,510</u>	7134	63,311	<u> 263</u>
Hawaii	4,958	10,867	17,006	26,320		9,314	55	21,362	431
Idaho	8,799	11,203	15,490	20,101		4,611	30	11,302	128 <del>ફે</del>
		148,170	204,403	301,136		96,733	47壶	210,847	233 <del>½</del>
Ill	90,289			132,628		42,523	47	87,165	19134
Ind	45,463	70,866	90,105	05 772		24,489	40	51,143	147늘
Iowa	34,630	48,275	61,284	85,773			21불	33,967	135 <del>\frac{1}{2}</del>
Kas	25,036	38,390	48,598	59,003		10,405			
Ку	14,954	32,164	49 <b>,</b> 507	74,371		24,864	50초	59,417	397士
<u>La</u>	40,062	55,847	72,318	93,123		20,805	29	53,061	132 <del>‡</del>
Maine	3,356	9,099	12,771	18,167		. 5 <b>,</b> 396	42½	14,811	441章,
	23,818	34,812	48,275	67,700		19,425	40분	43,882	<u> 184</u> ¾
Md		19,874	32,022	57,667		25,645	80	45,500	374
Mass	12,167	17,074		231,567		55,187	31냪	135,968	142 <del>1</del>
Mich	95,599	115,604	176,380			29,823	452	58,861	$162\frac{1}{2}$
Minn	36,173	49,710	65,211	95,034			41章	21,602	143
Miss	15 <b>,</b> 118	19,873	25,931	36,720		10,789			275
Мо	24,744	44,526	62,168	92,934		766,766	49호	68,190	•
Mont	11,230	12,177	14 <b>,</b> 749	21,375		6,626	45	10,145	90幸
Nebr	15,217	18,820	21,894	33 <b>,</b> 248		11,354	52	18,031	118ģ
	3,682	6,042	7,114	11,773		4,659	65호	8,091	220
Nev	3,973	5,146	7,335	9,201		1,866	25늴	5,228	131출
NH		40.020	50,826	83,758		32,932	65	61,776	281
<u>N</u> J	21,982			28,954	_	7,305	333/		159 <sup>1</sup> / <sub>4</sub>
M M	11,165	15,960	21,649			147,490	52	352,666	449
NY	78,546	182,918	283,722	431,212			39날	78,131	275
ИC	28,419	46,768	76,323	106,550		30,227			
N D	9,368	12,079	13,989	19,888		5,899	42	10,520	
Ohio	43,331	60,670	85,045	150,527		65,482		107,196	
Okla	27,014	33,505	41,867	46,858		4,991	12	19,844	
Ore	28,719	39,923	49,252	67,305		18,053	36불	38,586	134 <del>2</del>
-	43,471	66,064	102,611	150,000*		47,389	* 46 <del>}</del> ;	* 106 <b>,5</b> 29	* 245*
Pa D. T	479411	7,963	12,868	18,401		5,533	43	13,924	. 311
RI	4,477	17,360	21.403	35,148		13,745	64 <del>1</del>	23,035	190
s c	12,113				-	1,005		8,864	
S D	8,128	10,133	15,987	16,992				47,450	279
Tenn	17,022	28,324	41,106	64,472		23,366	1 71		
Texas	71,021	114,924	165,301	234,109		68,808		163,088	
Utah	13,139	19,1,54	24,891	33,695		8,804		20,556	
Vt	3,264	4,986	6,395	10,304		3,909		7,040	
	25,544	35,858	40,830	74,335		33,505	83	48,791	191
Va .		69,913	94,979	137,051		42,072		90,142	
Wash	46,909		32,294	44,448		12,154	373		
W Va	16,919	21,875				30,079			
Wis	34,834	51,490	78,451	108,530				少,5,576 4 6,188	3 125号
Wyo	4,935	6,707	8,771	11,123		2,352			
Total	s 1,396,904	2,132,473	3,053,698	4,369,955	<u> </u>	1,316,25		2,973,05	
Weigh	tod overeges	-	-				43		213
	imated. Rep	ort not ava	ilable when	this tabul	.at	ion was c	omplet	sed Sept. 3	0. 167
» тяр	July House 210 p		A CHOL DETERMINE						

IMPORTANT LAST-MINUTE CORRECTION

53 05/ 671

03 671 2/7

MASSACHUSETTS. Appropriations of state tax funds for operating expenses of higher education, <u>fiscal year 1967-68</u>:

Table 76. State tax-fund appropriations for operating expenses of higher education in Massachusetts, <u>fiscal</u> <u>year 1967-68</u>, in thousands of dollars.

Institutions	Crown a resonance of a d
(1)	Sums appropriated (2)
U of Massachusetts	
(Main campus at Amhe	\$29,362
branch at Boston; me	arso;
college at Worcester	orcar
Subtotal, U of M *	
State colleges	
Boston	2.055
Salem	2,955
Bridgewater	2,232
Fitchburg	2,117
Worcester	1,433
Westfield	1,305
	1,217
Framingham Lowell	1,138
	1,096
North Adams	754
Mass Coll of Art	531
Maritime Academy	496
Bd of Trustees, st col	<u>ls 468</u>
Subtotal, st colls **	
Technological institut	
Lowell Tech Inst	3,438
Southeastern Mass Te	
TOTAL MINDOS	**
Community colleges	
Massachusetts Bay	924
Quinsigamond	672
Northern Essex	611
Holyoke	602
Massasoit	545
North Shore	534
Berkshire	452
Cape Cod	406
Mount Wachusett	379
Bristol	377
Greenfield	350
Springfield Tech Inst	t + 1,000
Bd of Regional comm co	lls 257
Subtotal, comm colls +	+ 7,109
State Bd of Higher Edn	953
Total @	59,346@

(Continued in next column)

MASSACHUSETTS (Continued from preceding column)

Footnotes to Table 76.

- @ This total is slightly larger than the approximation used in the 50-state summary table on page 690; and a strictly firm figure can not yet be stated until after the legislature adjourns and the likelihood of additional supplementary appropriations this year melts away. Final figures will be shown later when possible. The present total is not far from the mark.
- \* \$29,362, as stated
- \*\* \$15,742.
- \*\*\* \$6,180.
  - + A new institution created by the 1967 legislature.
- ++ The eleven "regional community colleges" are in fact 2-year state colleges.

It seems that the statewide total shown in Table 74 represents a gain of about 85 per cent over the comparable figure for fiscal year 1965-66, two years earlier; and the 8-year gain since 1969 would be about 388 per cent — in step with the high rates of gain shown by Maine, Connecticut, and Rhode Island, and the adjacent state of New York.

MISSOURI. Progress in state support for local public two-year colleges has been rapid since 1961, when the first stateaid act provided \$200 for each thirty semester hours of college credit completed by all students in the junior college during the preceding year.

An act of 1965 raised this to \$240 for each twenty-four credit hours; and an act of 1967 made it \$320 for each 24 credit hours, up to a maximum of one-half the total operating cost of the junior college district. The estimated amount for fiscal year 1967-68 exceeds \$6 mil-

(Continued on page 692)

### MISSOURI (Continued from page 691)

lion, for an estimated full-time-equivalent enrollment of more than 19,000 students in the local public junior colleges of the state.

GRAPEVINE is indebted for this information to Dr. Charles J. McClain, President of Jefferson College at Hillsboro, Missouri 63050, and president of the active Missouri Association of Junior Colleges.

OHIO. One of the new acts of 1967 declares each of the state universities is a "body politic and corporate". While the terminology is somewhat antique, presumably it means that each of the institutions is a public corporation.

To many observers unlettered in the law, this may seem hardly more than of academic interest. It is, however, of real importance, because it may have some weight in determining the degrees of autonomy possessed by the several governing boards in various circumstances.

The matter is of special concern in Ohio because for almost a century there has been doubt and ambivalency, and recurring differences of opinion among judges and attorneys-general as to whether the Ohio State University really was a public corporation.

Almost all the major state universities in the nation are regarded by the courts as public corporations; and in the absence of statutes or decisions to the contrary, this status would generally be taken to imply certain usual corporate attributes such as the right to sue and be sued in the corporate name, to employ attorneys—at—law to represent it in court and to provide other professional legal services, and others.

It is possible, of course, to regard a state university merely as a non-corporate agency or department of the state government, having no legal identity apart from that of the state tself. In earlier years this status

OHIO (Continued from preceding column)

sometimes seemed a convenient one when a complainant sought to sue the institution for damages for negligence. The institution had only to point to its integration with the state and to the prevailing doctrine that the state can not be sued except with the consent of the legislature.

It was not always necessary to be non-corporate in order to escape liability in that manner, "but it helped." Now, however, the doctrine that the state is non-suable without its consent is in slow decline. Besides, several states have established state courts of claims and expressly provided that they may be sued therein. New York and Michigan are among these.

More important are the bearings that the corporate status of the university governing board may have upon its autonomy. Certainly recognition is growing that hardly anything could be more repugnant to the nature and functioning of a state university than to be regarded solely as a "branch office" of the state administration.

The institution derives a certain identity and dignity from being designated a public corporation; a certain impression of separateness and self-control that comports much better with its nature and purpose than does the notion that it is only a non-corporate segment of an all-encompassing state government.

Scarcely anything could be more inappropriate for a university or college
than to be commingled in a vast bureaucracy, with its apparently inevitable
tendencies toward routinism, red-tape
busywork, and operating "by the rulebook". This is in almost total antipathy
with the spirit of independent intellectual effort, the ozone of discovery,
which must characterize students and
faculty of a real university.

ot copyrighted. If you quote or paraphrase, please credit the source in appropriate manner. M. M. Chambers, Indiana University, Bloomington 47401.