

**Department of Education**  
**COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM ACCOUNT**  
**Fiscal Year 2013 Budget Request**

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## COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM

For Federal administrative expenses to carry out activities related to existing facility loans pursuant to section 121 of the Higher Education Act of 1965, [~~\$460,000~~] \$459,000.<sup>1</sup>  
(Department of Education Appropriations Act, 2012)

### NOTE

Each language provision that is followed by a footnote reference is explained in the Analysis of Language Provisions and Changes document which follows the appropriation language.

**COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM ACCOUNT**

**Analysis of Language Provisions and Changes**

Language Provision	Explanation
<p><sup>1</sup> For Federal administrative expenses to carry out activities related to existing facility loans pursuant to section 121 of the Higher Education Act of 1965, [\$460,000] <u>\$459,000</u>.</p>	<p>In accordance with the Federal Credit Reform Act of 1990, this language appropriates funds to service existing facilities loans obligations. Section 121 of the Higher Education Act extends the legal requirements of the program authorities, which have expired.</p>

**COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM ACCOUNT**

**Amounts Available for Obligation**  
(dollars in thousands)

Appropriation and Adjustments	2011	2012	2013
Discretionary appropriation:.....			
Appropriation .....	\$461	\$460	\$459
Across-the-board reduction (P.L. 112-10) .....	-1	0	0
Across-the-board reduction (P.L. 112-74) .....	<u>0</u>	<u>-1</u>	<u>0</u>
Subtotal, discretionary appropriation .....	460	459	459
Mandatory appropriation .....	<u>1,286</u>	<u>167</u>	<u>0</u>
Subtotal, discretionary and mandatory appropriation...	1,746	626	459
Unobligated balance expiring.....	<u>-1</u>	<u>0</u>	<u>0</u>
Total, direct obligations .....	1,745	626	459

**COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM ACCOUNT**

**Obligations by Object Classification**  
(dollars in thousands)

Object Class	2011	2012	2013
Full-time permanent.....	\$289	\$279	\$274
Awards.....	3	1	1
Benefits.....	<u>72</u>	<u>60</u>	<u>63</u>
Subtotal, personnel.....	364	340	338
Travel.....	0	2	1
Rent to GSA.....	30	40	38
Other services.....	34	0	0
Training.....	1	1	1
Goods/Services from Government.....	3	40	42
Information technology services/contracts...	24	35	38
Supplies.....	3	1	1
Subsidies for credit program.....	<u>1,286</u>	<u>167</u>	<u>0</u>
Total.....	1,745	626	459

**COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM ACCOUNT**

**Summary of Changes**  
(dollars in thousands)

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2012.....	\$459
2013.....	<u>459</u>
Net change.....	0

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<b>Increases:</b>	<u>2012 base</u>	<u>Change from base</u>
<u>Built-in:</u>		
Increase in benefits	\$60	+\$3
<u>Program:</u>		
Increase in Goods/Services from Government	40	+2
Increase in Technology Services/Contracts	35	<u>+3</u>
Subtotal, increases		+8

<b>Decreases:</b>	<u>2012 base</u>	<u>Change from base</u>
<u>Built-in</u>		
Decrease in compensation	280	-\$5
Decrease in Rental Payment to GSA	40	-2
<u>Program:</u>		
Decrease in travel	2	<u>-1</u>
Subtotal, decreases		-8
Net change		0

**COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM ACCOUNT**

**Authorizing Legislation**  
(dollars in thousands)

Activity	2012 Authorized	2012 Estimate	2013 Authorized	2013 Request
Federal administration ( <i>Federal Credit Reform Act of 1990, section 505(e) and Higher Education Act, section 212</i> )	Indefinite	\$459	Indefinite	\$459
Reestimate of existing loan subsidies (Federal Credit Reform Act of 1990, section 504 (f)) (Mandatory)	<u>Indefinite</u>	<u>167</u>	<u>Indefinite</u>	<u>0</u>
Total definite authorization				
Total discretionary appropriation		459		459
Total mandatory appropriation		167		0

**COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM ACCOUNT**

**Appropriations History**  
(dollars in thousands)

Year	Budget Estimate to Congress	House Allowance	Senate Allowance	Appropriation
2002	\$762	\$762	\$762	\$762
2003	787	762	762	757
2004	774	774	774	769
2005	578	578	578	573
2006	573	573	573	567
2007	486	N/A <sup>1</sup>	N/A <sup>1</sup>	571
2008	481	481	481	473
2009	461	461 <sup>2</sup>	461 <sup>2</sup>	461
2010	461	461	461 <sup>3</sup>	461
2011	461	461 <sup>4</sup>	461 <sup>3</sup>	460
2012	478	460 <sup>5</sup>	460 <sup>5</sup>	459
2013	459			

<sup>1</sup> This account operated under a full-year continuing resolution (P.L. 110-5). House and Senate allowance amounts are shown as N/A (Not Available) because neither body passed a separate appropriations bill.

<sup>2</sup> The levels for the House and Senate reflect action on the regular annual 2009 appropriations bill, which proceeded in the 110<sup>th</sup> Congress only through the House Subcommittee and the Senate Committee.

<sup>3</sup> The level for the Senate allowance reflects Committee action only.

<sup>4</sup> The level for the House allowance reflects Committee action only.

<sup>5</sup> The level for the House allowance reflects an introduced bill; the level for the Senate allowance reflects Senate Committee action only.

## COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM ACCOUNT

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### Federal administration

(Federal Credit Reform Act of 1990, section 505(e) and Higher Education Act, section 121)

(dollars in thousands)

FY 2013 Authorization: Indefinite

Budget Authority:

	<u>2012</u>	<u>2013</u>	<u>Change</u>
Personnel costs	\$340	\$338	-\$2
New loan subsidy costs	<u>119</u>	<u>121</u>	<u>+2</u>
Total	459	459	0
Full-time equivalent	3	3	0

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### PROGRAM DESCRIPTION

Funds for this activity pay the Federal costs of administering the College Housing and Academic Facilities Loans (CHAFL), College Housing Loans (CHL), and Higher Education Facilities Loans (HEFL) programs. Prior to fiscal year 1994, these programs provided financing for the construction, reconstruction, and renovation of housing, academic, and other educational facilities. Although no new loans have been awarded since fiscal year 1993, costs for administering the outstanding loans will continue through fiscal year 2030.

The major administrative costs for these programs are the personnel compensation and benefits for full-time equivalent employees (FTE). The FTE funded through this account are responsible for the day-to-day administration of the CHAFL, CHL, and HEFL programs. The non-personnel costs include administrative overhead, and loan servicing. In accordance with Federal Credit Reform requirements, loan servicing costs for CHL and HEFL are paid from their respective collections.

Funding levels for the past 5 fiscal years were:

	(dollars in thousands)
2008 .....	\$473
2009 .....	461
2010 .....	461
2011 .....	460
2012 .....	459

## COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM ACCOUNT

### Federal administration

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#### **FY 2013 BUDGET REQUEST**

For fiscal year 2013, the Administration requests \$459,000 for Federal administration of the facilities loans programs. Between 1950 and 1993, the College Housing Loans, Higher Education Facilities Loans, and College Housing and Academic Facilities Loans programs helped to ensure that postsecondary institutions were able to make the capital improvements they needed to maintain and increase their ability to provide a high-quality education. Since 1994, no new loans have been made, and the Department's role has been to manage the outstanding loans.

For presentation purposes, the full-time equivalent employees (FTE) and administrative costs associated with this account are also included under the justification materials in the [Salaries and Expenses Overview](#).

#### **PROGRAM OUTPUT MEASURES** (dollars in thousands)

<u>Measures</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<b>College Housing and Academic Facilities Loans (CHAFL):</b>			
Number of outstanding loans	43	39	34
Outstanding principal	\$52,716	\$43,962	\$35,208
<b>College Housing Loans (CHL):</b>			
Number of outstanding loans	175	165	155
Outstanding principal	\$85,783	\$74,548	\$63,313
<b>Higher Education Facilities Loans (HEFL):</b>			
Number of outstanding loans	12	10	8
Outstanding principal	\$8,936	\$8,233	\$7,530
Total number of outstanding loans	230	214	197
Total outstanding principal	\$147,435	\$126,743	\$106,051