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May 29, 2020

Senator Mitch McConnell Majority Leader United States Senate 317 Russell Senate Office Building Washington, DC 20510 Senator Chuck Schumer Minority Leader United States Senate 322 Hart Senate Office Building Washington, DC 20510

Dear Leader McConnell and Minority Leader Schumer,

On behalf of the organizations listed below, we express our appreciation for the financial support provided to postsecondary students and institutions in the several enacted supplemental appropriations acts. As you consider next steps to help America recover from the novel coronavirus pandemic, we write to reiterate our request for the additional support outlined in our April 9 letter<sup>1</sup>.

As you are well aware, institutions of higher education, their students, and faculty and staff continue to face unprecedented challenges as a result of the pandemic, including dealing with shuttered campuses and the rapid transition to online learning, as well as an unwavering commitment to ensuring the health and safety of their entire communities. During the second half of the current school year, our institutions lost billions of dollars beyond the \$14 billion appropriation for students and institutions in the CARES Act. Still, we are deeply grateful that Congress provided those emergency resources. This lifeline enabled colleges and universities to assist their most vulnerable students and address immediate needs related to the effects of the pandemic on our campuses.

In the April 9 letter we detailed our request for \$46.6 billion to help address near-term campus financial needs, including increased need-based aid for students due to declining family incomes, and revenue losses stemming from enrollment declines and closures of campus facilities that provide auxiliary services.

As we look to summer and the 2020-21 school year, we expect even greater losses. Recent surveys conducted by several higher education associations indicate that the \$46.6 billion estimate is far lower than the actual impact will be. For example, in one such survey three-quarters of institutions reported total current-year revenue losses of up to 20 percent, while a smaller percentage, roughly 5 percent, reported even higher losses. The outlook is worse for the upcoming year. Many more institutions believe their losses next year will exceed 20 percent.

As referenced in our April 9 letter, we firmly believe that direct distribution to institutions is the best way to ensure that federal funds actually reach the students and schools they were

<sup>1</sup> The letter can be found at: <u>https://www.acenet.edu/Documents/Letter-House-Higher-Ed-Supplemental-Request-040920.pdf</u>. Underlying assumptions and data used in the letter can be found here:

https://www.acenet.edu/Documents/Higher-Education-Recommendations-4th-Supplemental-Assumptions-040920.pdf.

Higher Education Supplemental Request May 29, 2020

intended to help. While we share many of Congress's concerns regarding the implementation of the CARES Act, it is equally clear that using the existing federal system for providing aid to institutions is the fastest way to get support to where it is needed. By pairing this rapid disbursal of funds with statutory language that gives campuses broad flexibility and authority to use funds in ways that best match the unique needs of students and their institutions, Congress can bypass the kinds of bureaucratic limitations that hampered the effectiveness of some CARES aid. The language included in the HEROES Act effectively addressed this issue, and we recommend its inclusion in any future supplemental legislation.

Unfortunately, federal support for higher education has historically been used by states to supplement other areas of state budgets, leaving higher education vulnerable to massive cuts in state support and students vulnerable to tuition increases. In order to guarantee that states do not simply reduce their funding to institutions of higher education in proportion to new federal assistance, Congress must include a maintenance of effort (MOE) provision as a condition of receiving funding. No state should be allowed to cut higher education disproportionately to cuts in its overall budget. Furthermore, it's critical to include an expansive definition of "higher education" that includes direct support to institutions and state student financial aid programs.

Colleges and universities employ nearly 4 million people nationwide, and are already struggling to maintain their faculty and staff. Some campuses have closed, others have declared financial exigency, and many have furloughed employees and cut budgets further. In addition to massive increases in expenses and precipitous declines in revenues, institutions are now experiencing the effects of cuts to state higher education budgets, which will only get much worse. Additional emergency aid is critical to stabilize institutions financially and support students who will come to campus this fall with substantial unmet need. Losses of the magnitude we expect to see in the fall would necessarily weaken not just colleges and universities, but the economic health of their surrounding communities and regions.

We appreciate your understanding of the substantial needs our institutions have and thank you for the support Congress has already provided to higher education through the CARES Act and other legislation. we are requesting our members understand the federal government cannot fully address all of their existing needs, and we are not asking you to do so. Rather, the \$46.6 billion we are requesting will serve as a lifeline for students and campuses into the fall. We are proud of the innovative measures already underway as campuses strive to serve their students under these unparalleled circumstances and with limited resources, but there is only so much that can be done without additional federal support, given the scope of the crisis institutions are facing.

For these reasons, we look forward to working with you to ensure that this critical funding is included in the legislation you will be considering.

Higher Education Supplemental Request May 29, 2020

Sincerely,

Ted Mitchell President

On behalf of:

Accrediting Commission for Community and Junior Colleges Achieving the Dream American Association of Colleges Nursing American Association of Colleges for Teacher Education American Association of Collegiate Registrars and Admissions Officers American Association of Community Colleges American Association of State Colleges and Universities American Association of University Professors American Council on Education American Dental Education Association American Indian Higher Education Consortium APPA, Leadership in Educational Facilities Associated Colleges of the Midwest Association for Biblical Higher Education Association of American Colleges and Universities Association of American Universities Association of California Colleges and Universities Association of Catholic Colleges and Universities Association of Chiropractic Colleges Association of Community College Trustees Association of Governing Boards of Universities and Colleges Association of Independent California Colleges and Universities Association of Independent Colleges and Universities in Massachusetts Association of Independent Colleges and Universities in New Jersey Association of Independent Colleges and Universities of Pennsylvania Association of Independent Colleges and Universities of Rhode Island Association of Independent Colleges of Art & Design Association of Jesuit Colleges and Universities Association of Presbyterian Colleges and Universities Association of Public and Land-grant Universities Coalition of Urban and Metropolitan Universities College and University Professional Association for Human Resources **Common App Connecticut Conference of Independent Colleges** Council for Advancement and Support of Education Council for Christian Colleges & Universities **Council for Higher Education Accreditation** 

Higher Education Supplemental Request May 29, 2020

**Council of Graduate Schools Council of Independent Colleges** Council of Independent Colleges in Virginia **Council of Regional Accrediting Commissions** Council on Social Work Education Council of Independent Nebraska Colleges Foundation **EDUCAUSE** ETS Georgia Independent College Association Great Lakes Colleges Association **Higher Learning Commission** Hispanic Association of Colleges and Universities Independent Colleges and Universities of Florida Independent Colleges and Universities of Missouri Independent Colleges of Washington Independent Colleges of Indiana Kansas Independent College Association Louisiana Association of Independent Colleges and Universities Maryland Independent College and University Association Michigan Independent Colleges & Universities Minnesota Private College Council NAFSA: Association of International Educators NASPA - Student Affairs Administrators in Higher Education National Association for College Admission Counseling National Association of College and University Business Officers National Association of Independent Colleges and Universities National Association of Schools and Colleges of the United Methodist Church National Association of Student Financial Aid Administrators National Association of System Heads National Collegiate Athletic Association National Council for Community and Education Partnerships Network of Colleges and Universities, Evangelical Lutheran Church in America New England Commission of Higher Education North Carolina Independent Colleges and Universities Northwest Commission on Colleges and Universities **Online Learning Consortium** Oregon Alliance of Independent Colleges & Universities Phi Beta Kappa Society **Quality Matters Rebuilding America's Middle Class** Tennessee Independent Colleges and Universities Assoc. UNCF (United Negro College Fund, Inc.) UPCEA WASC Senior College & University Commission Western Interstate Commission for Higher Education Wisconsin Association of Independent Colleges and Universities Yes We Must Coalition