

Monica I. Mezzapelle
STATE TREASURER



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STATE TREASURY
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May 26, 2022

The Honorable Karen Umberger, Chairman
Fiscal Committee of the General Court
State House
Concord, New Hampshire 03301

His Excellency, Governor Christopher T. Sununu
and the Honorable Council
State House
Concord, NH 03301

REQUESTED ACTION

Pursuant to RSA 14:30-a, VI, authorize the State Treasury to accept and expend up to \$3,500,000 of UNIQUE and FA529 College Savings Plan assessment revenues from the New Hampshire Excellence in Higher Education Endowment Trust Fund (“the Trust”) for the purpose of providing UNIQUE Annual Award and Endowment Award educational scholarships to New Hampshire students attending public and private New Hampshire colleges and universities, effective upon Fiscal Committee and Governor and Council approval through June 30, 2022. 100% Other funds (Unique Plan assessment revenues)

01-38-38-381010-10470000, State Treasury, Unique Program

5/2022

| Class | Description | Current Budget | Requested Change | Revised Budget |
|-----------------|-----------------------------------|---------------------|--------------------|---------------------|
| Source of Funds | | | | |
| 009-405288 | Unique Plan Assessment Revenue | \$15,931,124 | 3,500,000 | \$ 19,431,124 |
| Expenditures | | | | |
| 020-500200 | Current Expenses | \$ 373,000 | \$ 0.00 | \$ 373,000 |
| 026-500251 | Organizational Dues | \$ 8,500 | \$ 0.00 | \$ 8,500 |
| 029-500290 | Intra-Agency Transfers | \$ 36,432 | \$ 0.00 | \$ 36,432 |
| 040-500800 | Indirect Cost | \$ 169 | \$ 0.00 | \$ 169 |
| 049-584956 | Transfers to Other State Agencies | \$ 36,000 | \$ 0.00 | \$ 36,000 |
| 070-500704 | In-State Travel | \$ 1 | \$ 0.00 | \$ 1 |
| 080-500714 | Out of State Travel | \$ 1 | \$ 0.00 | \$ 1 |
| 107-500749 | Scholarships & Grants | \$15,477,021 | 3,500,000 | \$18,977,021 |
| | Total Appropriations | \$15,931,124 | \$3,500,000 | \$19,431,124 |

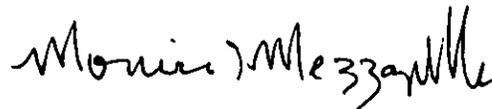
EXPLANATION

Pursuant to RSA 6:38, I, the Trust is credited with assessment revenue to provide scholarships for the benefit of New Hampshire residents studying at eligible and participating New Hampshire colleges. The assessment revenue is collected by Fidelity Investments, the Program Manager, based on a fractional percentage of the balances invested by participants in the New Hampshire College Tuition Savings Plans (“Plans”).

The UNIQUE scholarship expenditures are largely driven by revenue generation and, in fiscal year 2022, revenues have significantly exceeded estimated revenues primarily due to the increase in assets under management of the Plans during the current fiscal year (approximately \$23 billion).

Scholarship disbursements consist of allocations to participating post-secondary education institution restricted endowments, which receive a percentage of gross proceeds from assessments collected, and direct scholarships granted to New Hampshire students. Therefore, approval of this request will enable the State Treasury to continue fulfilling program obligations and disburse scholarship funds to benefit New Hampshire students.

Respectfully,

A handwritten signature in black ink, appearing to read "Monica I. Mezzapelle". The signature is fluid and cursive, with the first name "Monica" written in a larger, more prominent script than the last name "Mezzapelle".

Monica I. Mezzapelle
State Treasurer

NH STATE TREASURY
FISCAL SITUATION
01-38-38-381010-104700000, State Treasury, UNIQUE

| | |
|--|---------------------|
| Fiscal Year 2022 Actual Revenue through May 2022 | \$ 15,739,740 |
| Fiscal Year 2022 Budgeted Revenue | \$ 15,931,124 |
| Fiscal Year 2022 Projected Revenue | \$ 19,431,124 |
| Fiscal Year 2022 Projected Surplus Revenue | <u>\$ 3,500,000</u> |
| Requested Action | \$ 3,500,000 |