

BILL SUMMARY
1st Session of the 55th Legislature

Bill No.:	HB 1732
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Author:	Rep. Roberts, Sean
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Impact:	Pending

Research Analysis

Please see previous summary of this measure.

Prepared By: Marcia Goff

Fiscal Analysis

Per TSET, since 2012 the TSET Board of Directors has allocated 22 percent to 25 percent of the endowment's earnings to grants to OSU, OU, and OMRF for research and treatment in cancer and tobacco-related diseases, including recruitment of faculty.

The TSET Board of Directors understands the importance of endowments. To date, the board has chosen to put TSET's earnings to work as quickly as possible. At this time 100 percent of the board's current research budget of over \$10 million annually allows the institutions to recruit the best investigators who have brought large grants that pay a significant portion of their compensation.

If the Board of Directors were to redirect its priorities and allocate 2 percent of TSET earnings for endowed chairs, that funding would be tied up in investments, and only 5 percent would be generated in earnings annually, thereby slowing the resources directly funding research institutions and limiting their progress toward their strategic objectives.

Currently for every dollar TSET invests in research another \$3 is generated in federal grants and other external sources

Prepared By: Stacy Johnson

Other Considerations

None.