

# **TEXAS TUITION PROMISE FUND**

## **ACTUARY'S REPORT ON PROGRAM SOUNDNESS**

**AUGUST 31, 2009**

October 2009

# **Texas Tuition Promise Fund**

## **Actuary's Report on Program Soundness August 31, 2009**

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## *Section I – Executive Summary*

### *Plan Description*

The Texas Tuition Promise Fund plan (Plan) is a Section 529 prepaid tuition plan. It allows the contract holder to lock in the cost of undergraduate college tuition and required fees, thus providing protection against future tuition inflation.

The contract holder buys tuition units that represent a fixed amount of resident tuition and required fees. When the beneficiary is ready for college, all or a portion of the tuition and required fees will be covered at all four- or two-year public colleges and universities in Texas. The portion of the fees covered will vary based on the number of units purchased. Tuition units can also be used to help pay for tuition at all private colleges in Texas and out-of-state institutions.

For a more complete plan description, see Section III.

### *Adequacy of the Fund*

As of August 31, 2009, the Texas Tuition Promise Fund (Plan) had an overfunded liability of \$10,224,076. The overfunded liability represents the difference between the sum of the market value of the assets and the present value of the expected future contract payments and the sum of the present value of the expected future tuition and required fees, refunds and expenses.

The table below summarizes current balances:

Assets	
Investments	\$ 97,122,595
Future Contract Collections	<u>113,890,295</u>
Total Assets	211,012,890
Liabilities and Surplus	
Future Contract Benefits and Expenses	\$ 200,788,814
Surplus of Assets over Liabilities	<u>10,224,076</u>
Total Liabilities and Surplus (Deficit)	211,012,890

The program's funded ratio is 105.1%.

The assumptions used to measure the adequacy of the Plan, which were approved by the Texas Prepaid Higher Education Tuition Board (Board), are stated in Section IV. Due to the limited experience, with this being the first year of the Plan, most of the assumptions were based on the Texas Guaranteed Tuition Plan. The most important assumptions are:

- The investment yield;
- The rate of increase in tuition/fees;
- Withdrawal rates; and
- Expense.

### ***Investment Yield***

The investment yield is the expected long-term net earnings rate of return on the assets.

The actuarial valuation of the Plan was determined using the interest rate found in Section IV. We also assumed the Plan is exempt from federal income tax.

Because of its plan design, the Plan is less sensitive to the investment yield assumption than typical pre-paid tuition plans. If the return is higher than expected, the plan will benefit and the schools will potentially receive up to 101% of the current tuition and required fees at benefit redemption. But if the investment yield is unfavorable, the school will bear the risk if the beneficiary matriculates in a Texas public school, and the contract holder will bear the risk if the beneficiary matriculates in a private or out-of-state school.

### ***Rate of Increase in Tuition/Fees***

The Board selected tuition and fee increase assumptions. The assumed annual increase is 6.3% for Public Senior Colleges and 5.2% for Junior Colleges.

Similar to the investment yield assumption the plan design drives the risk that the plan will bear. If tuition increases are lower than expected, then the Texas public schools will have a greater likelihood of receiving the 1% tuition bonus. But if the tuition increases are greater than the investment return, the Texas public schools will bear the risk if the beneficiary matriculates to a Texas public school, and the contract holder will bear the risk if the beneficiary matriculates to a private or out-of-state school.

### ***Future New Entrants***

New contracts in future years would serve: a) to expand the base for spreading fixed expenses; and b) to ensure a large enough fund balance to invest profitably.

Although new contracts are currently being sold, it is assumed that future contracts will not be sold since the purpose of the report is to value the plan “as is” on the valuation date.

### ***Expense***

Expenses of 0.77% are netted against the investment return. In addition, \$50,000 per year, which we assume will increase 4% per year for inflation, is included for state administration costs related to investment reporting and monitoring.

### ***Bias Against the Program by Purchasers and Beneficiaries***

Due to the design of the program, no bias against the Plan is assumed. Note that the bias does exist, but either the schools or the contract holder bears the risk instead of the Plan.

Bias is the result of rational decisions by purchasers and beneficiaries. This is both expected and intrinsic to the purpose of a prepaid tuition program. A basic reason for establishing the Plan is that the purchase of a contract will increase the commitment of the purchaser to a belief the beneficiary will become qualified to enter college and that the ownership of a contract will cause the beneficiary to be comfortable with a commitment to academic achievement.

Bias against the Plan causes the beneficiaries to matriculate in a school with tuition and required fees that exceed the WAT. WAT is the average tuition/fees weighted by the number of full-time equivalent students.

For many pre-paid tuition plan designs, this would result in the plan paying higher benefits than would be expected without taking bias into consideration. But under the Texas Tuition Promise Fund, Texas public schools will receive the lesser of a) the amount paid for units, plus earnings and b) 101% of current tuition. Under this formula, Texas public schools must accept this amount as payment in full. Therefore, it is the Texas public school that bears the bias risk, not the Plan.

Similarly, private or out-of-state colleges will receive the lesser of a) redemption value of tuition units if redeemed at a Texas public college, or b) amount paid for the tuition units plus actual earnings. In this case, it is the contract holder that bears the bias risk, not the Plan.

### ***Use of Report***

This report is prepared solely to assist the Board in evaluating the actuarial soundness of the Plan each year. The report is not intended and is not suitable for any other purpose. Accordingly, Buck Consultants does not intend this report or the data contained therein to be used as personal financial advice. Other readers of this report should consult with their own financial advisors regarding the application of this report to their particular circumstances.

**SECTION II – Summary of Contract Data and Current Assets**

**Contract Data**

A contract inventory report as of August 31, 2009 was extracted from Plan data. The contract inventory report presents the number of units purchased by contract type and payment option.

One hundred units represents one academic year of tuition. The unit inventory (number of units) as of August 31, 2009 is summarized in the following table.

<i>Payment Options</i>	<i>Plans</i>			<i>Total Units</i>
	<i>Type I Units</i>	<i>Type II Units</i>	<i>Type III Units</i>	
<b><u>2009 Enrollment Period</u></b>				
<i>Pay-as-you-go</i>	153,966	64,030	10,737	228,732
<i>Lump Sum</i>	528,625	240,150	31,600	800,375
<i>Extended Monthly</i>	273,900	327,550	45,100	646,550
<i>Extended Annual</i>	73,950	54,750	4,050	132,750
<i>Custom Monthly</i>	17,900	7,800		25,700
<i>Custom Annual</i>	1,100	1,200		2,300
<i>5 Year Monthly</i>	115,650	88,750	18,650	223,050
<i>5 Year Annual</i>	119,050	56,373	2,050	177,473
<i>10 Year Monthly</i>	142,550	117,750	15,700	276,000
<i>10 Year Annual</i>	58,575	34,550	2,600	95,725
<b><i>Total 2009</i></b>	<b>1,485,266</b>	<b>992,903</b>	<b>130,487</b>	<b>2,608,655</b>
<b><u>Total Enrollment Inception to date</u></b>				
<i>Pay-as-you-go</i>	153,966	64,030	10,737	228,732
<i>Lump Sum</i>	528,625	240,150	31,600	800,375
<i>Extended Monthly</i>	273,900	327,550	45,100	646,550
<i>Extended Annual</i>	73,950	54,750	4,050	132,750
<i>Custom Monthly</i>	17,900	7,800		25,700
<i>Custom Annual</i>	1,100	1,200		2,300
<i>5 Year Monthly</i>	115,650	88,750	18,650	223,050
<i>5 Year Annual</i>	119,050	56,373	2,050	177,473
<i>10 Year Monthly</i>	142,550	117,750	15,700	276,000
<i>10 Year Annual</i>	58,575	34,550	2,600	95,725
<b><i>Total Enrollment</i></b>	<b>1,485,266</b>	<b>992,903</b>	<b>130,487</b>	<b>2,608,655</b>

The number of active contracts (for all enrollment years combined) by plan type and projected year of matriculation is included in Appendix A.

***Current Assets***

The value of the assets held by the State Treasury as of August 31, 2009 is \$97,122,595. Total assets do not include securities lending collateral, investment transfers receivable, tuition contracts receivable or the related obligations for those assets.

Assets held as of August 31, 2009:

Investments	\$59,777,775
Cash and cash equivalents	95,506,420
Contracts receivable	926,172
Other receivables	472,353
Administrative fees payable	(108,313)
Management fees payable	(49,838)
Contracts and benefits payable	(64,112)
Payable for securities purchased	<u>(59,337,862)</u>
Total Assets	\$97,122,595

It is assumed that this mix will produce a net annual investment return of 5.53% in fiscal year 2010, as developed below.

Investment Return Assumption	6.30%
Expenses	<u>0.77%</u>
Net Annual Investment Return	5.53%

## ***SECTION III – Plan Description***

### ***Overview***

The Texas Tuition Promise Fund (Plan) is an Internal Revenue Code Section 529 prepaid tuition plan. It allows the contract holder to lock in the cost of undergraduate college tuition and required fees, thus providing protection against future tuition inflation.

The contract holder buys tuition units that represent a fixed amount of resident tuition and required fees. When the beneficiary is ready for college, all or a portion of the tuition and required fees will be covered at all four- or two-year public colleges and universities in Texas. The portion of the fees covered will vary based on the number of units purchased. Tuition units can also be used to help pay for tuition at all private colleges in Texas and out-of-state institutions.

### ***Eligibility***

At the time of enrollment, the beneficiary must be a Texas resident or his/her parent must be both the purchaser and a Texas resident.

### ***Tuition Units***

Tuition units represent a fixed portion of undergraduate resident tuition and required fees charged by Texas public colleges and universities. The Plan offers three types of tuition units: Type I, Type II, and Type III.

#### **➤ Type I Tuition Units, All-Texas College Units**

The value of Type I tuition units is based on undergraduate resident college tuition and required fees at the Texas four-year public college or university with the highest tuition and fee costs in the year of redemption. 100 Type I units will pay for 30 semester hours assuming 15 hours per semester at the most expensive Texas public 4-year school. If the units are redeemed at a less expensive school, more hours would be paid by 100 units.

#### **➤ Type II Tuition Units, Texas 4-Year State School Units**

The value of Type II tuition units is based on the current weighted average cost of tuition and required fees charged by all eligible Texas four-year public colleges or universities. Unlike the Type I units, this unit type may not cover the full tuition and required fees at all Texas public four-year colleges or universities if the institution's costs are above the weighted average cost.

#### **➤ Type III Tuition Units, Texas Junior College Units**

The value of Type III tuition units is based on the current weighted average cost of in-district resident tuition and required fees charged by all eligible Texas public junior and community colleges and public technical institutes. This unit type may not cover the full tuition and required fees at all Texas junior and community colleges and public technical institutes if the costs of the institution are above the weighted average.

Any combination of units (Type I, Type II or Type III) may be redeemed at my accredited Texas public, private or out-of-state school. However, the benefit paid will depend on the type of unit, the number of units, and the school selected.

## ***Payment Plans***

The Plan offers three types of payment plans: Lump Sum, Installment, and Pay-As-You-Go:

- **Lump Sum**
  - Can purchase up to the current dollar equivalent of 600 Type I tuition units in one lump sum payment.
- **Installment Plan**
  - Pay every month or once a year.
  - Payment period of 5 years, 10 years, or the number of years until the beneficiary's projected high school graduation date.
  - Minimum of 25 Type I tuition units or 50 Type II or Type III tuition units.
  - Maximum of the then-current dollar equivalent of 600 Type I tuition units.
  - No prepayment penalties.
  - Subject to an annual interest component charge (8% for the 2008 and 2009 enrollment periods).
- **Pay-As-You-Go**
  - Contract holder can buy tuition units whenever desired during an open enrollment period.
  - Minimum initial purchase of one unit.
  - Additional increments as small as \$15 after a minimum purchase of one unit.
  - Pay the then-current unit price in effect at the time payment is received (unit prices are updated on September 1 of each year).
  - Maximum total purchase of up to the dollar equivalent of 600 Type I tuition units.

## ***Redemption of Units***

- Three year holding period – Tuition units cannot be used until the contract is open for at least three years.
- Units must be paid-in-full prior to use.
- Texas public colleges will receive lesser of
  - a) Amount paid for units, plus earnings,
    - Earnings = greater of actual return on investments or 5% return on investments, subject to the availability of money in the fund for that purpose.
  - b) 101% of current tuition and required fees at the time of redemption.
- Private or out-of-state colleges will receive lesser of
  - a) Redemption value of tuition units if redeemed at a Texas public college, or
  - b) Amount paid for the tuition units plus actual net earnings.

## ***Refund Scenarios***

There are three types of refund calculations: Reduced Refund Value, Transfer Value, and Refund Value.

- **Reduced Refund Value**

This is the refund value for voluntary cancellations before the three year holding period, cancellations due to default, or automatic cancellations. The calculation is the lesser of:

  - a) the purchase price of unused tuition units, or
  - b) the current market value of the contract.

If the fund had a net negative return over the term that the contract was held, the “reduced refund value” would be less than the purchase price.

➤ **Transfer Value**

This is the refund value for transfers to another qualified 529 plan (Texas or otherwise). The calculation is the lesser of:

- a) The current tuition unit redemption value of the units being transferred, or
- b) The current market value of the units being transferred.

➤ **Refund Value**

This is the refund value for voluntary cancellations after the three year holding period, cancellations due to death or disability of the beneficiary, or unused tuition units. The calculation is the purchase price of unused tuition units plus net earnings at a rate of return set by the Board. At August 31, 2009 this rate is capped at 2% less than the actual fund earnings or 5%, whichever is less.

➤ **Purchase Price** – The actual dollar amount (contributions) paid into the contract, excluding amounts applied to administrative fees (e.g. account setup fee, late fees, return payment fees).

➤ **Current Market Value** – The purchase price / contributions associated with any unused units plus net earnings based on the actual rate of return of the fund. This value would include any negative returns, so may be less than the actual contributions made.

➤ **Redemption Value** – The current payout rate of the unit type being transferred multiplied by the number of units.

## ***SECTION IV – Actuarial Methods and Assumptions***

### ***Actuarial Methods***

The actuarial method projects the expected future cash flows from contract payments, tuition and refund benefits and expense. These projected future cash flows are discounted to the present and compared to the market value of the assets to indicate the soundness of the Plan.

The development of the measurement of soundness has six stages:

Project unit costs through the expected term of the contracts, based on assumptions as to future tuition increases;

Determine the nominal cost of expected future tuition based on the contract inventory and assumptions as to voluntary surrender and utilization of benefits;

Determine the nominal cost of expected future administrative expenses, based on the contract inventory and the records administration fee schedule, as well as assumptions as to inflation and utilization of benefits;

Project future contract payments based on the contracts and voluntary surrender assumption;

Determine the present value of expected future benefits, expenses and contract payments, based on the discount rate assumption;

As the indication of soundness, measure the surplus or deficit, which is the difference between the sum of the market value of the assets and the present value of the expected future contract payments and the sum of the present values of the expected future tuition and required fees, refunds and expenses.

### ***Actuarial Assumptions***

Since this is the first valuation of the plan, and there is no experience to draw on, most of the assumptions were based on the Texas Guaranteed Tuition Plan. The assumptions were approved by the Board.

### ***Federal Income Tax***

We assume the income of the Plan is exempt from Federal Income Tax.

### ***Tuition/Fee Increase***

Assumed annual increases in future tuition and required fees are:

Public Senior College	Junior College
6.3%	5.2%

### ***Investment Yield***

Expenses of 0.77% are netted against the Investment Return Assumption of 6.30%, leaving a Net Annual Investment Return of 5.53% per year.

### ***Expenses***

Expenses of 0.77% are netted against the investment return. In addition, \$50,000 per year, which we assume will increase 4% per year for inflation, is included for state administrative costs for investment reporting and monitoring.

### ***Future Participation in the Program***

Although new contracts are currently being sold, it is assumed that future contracts will not be sold since the purpose of the report is to value the plan “as is” on the valuation date.

### ***Mortality and Disability***

Due to the transferability of the contract, there is no mortality or disability assumption.

### ***Early Voluntary Surrender of Contract***

We assumed the following percentages of the public senior college contracts in effect at the beginning of the year would be surrendered during the year. We use similar estimates for the other college types, based on empirical evidence:

Years From Purchase	Lump Sum	Five-Year Payments	Ten-Year Payments	Extended Payments
1 to 2	0.00%	0.00%	0.00%	0.00%
2 to 3	0.00%	0.00%	0.00%	0.00%
3 to 4	4.70%	11.40%	16.40%	22.70%
4 to 5	0.50%	1.00%	2.00%	3.00%
5 to 6	0.50%	0.50%	1.30%	2.00%
After 6 Years	0.80%	1.30%	0.70%	2.30%

### ***Matriculation Percent***

We assumed the beneficiary of a contract, not voluntarily surrendered, matriculates in the year of high school graduation.

### ***Utilization of Credits***

We assumed beneficiaries will use all units necessary to cover the tuition cost of each year as it occurs. For example, if 300 Type II units are available for use at the beginning of year one, 100 will be used in each of the first three years.

### ***Frequency of Beneficiary Replacement***

We assumed no replacement of beneficiaries.

### ***Bias Against the Program by Purchasers and Beneficiaries***

Due to the design of the program, no bias against the Plan is assumed.

## ***SECTION V – Soundness of the Plan as of August 31, 2009***

As a measure of the soundness of the Plan as of August 31, 2009, we determined the difference between the value of the assets and the actuarial present value of the future contract payments and the actuarial present value of future benefits and expenses. This measurement of soundness is summarized on the following pages.

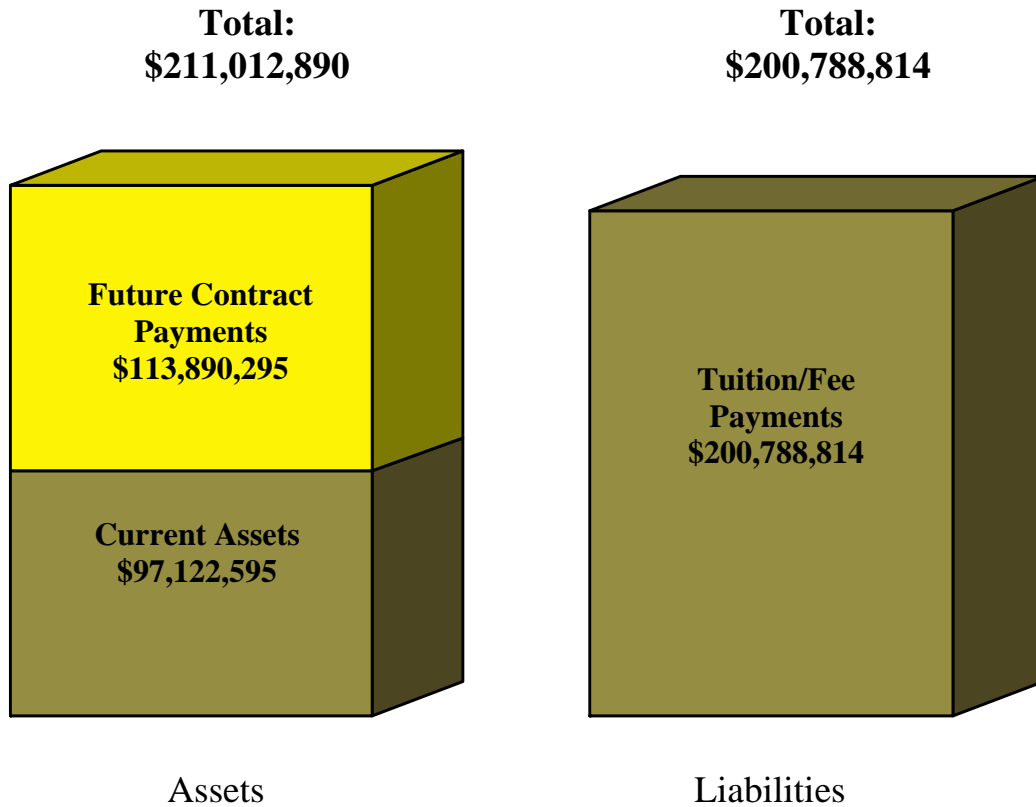
A projection of the status of the Plan at each future anniversary date through the life of these contracts is presented on page 14, labeled Present Value of Assets and Liabilities.

The projections of future benefits and expenses and contract payments are presented on page 15, labeled Expected Cash Flows.

Our measurement of the present value and projection are based on asset and contract information provided and on the assumptions chosen by the Board.

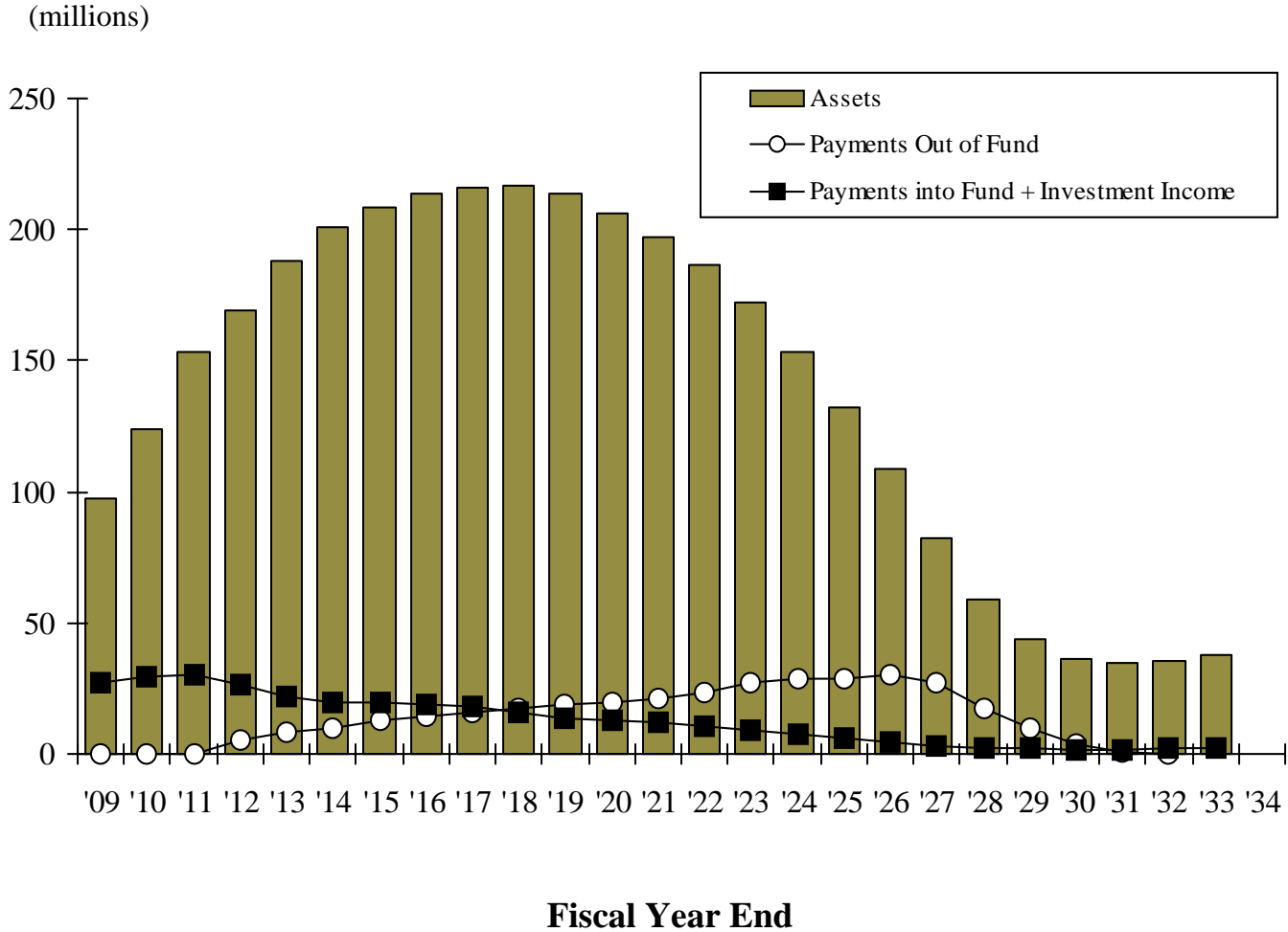
# Funded Status

The liabilities of the trust fund exceed the value of assets as of August 31, 2009 (including the value of future payments by contract purchasers) by \$10,224,076. The funded ratio, assets divided by liabilities, is equal to 105.1%. Assets do not include securities lending collateral, investment transfers receivable or the related obligations for those assets. The assumptions used to perform the actuarial valuation of the fund were approved by the Board and are described in Section III.



# Cash Flow Projection

The expected income and disbursements of the trust fund, based on the assumptions used in the actuarial valuation, and the current group of contract beneficiaries, are shown below. These amounts are cash amounts, not present value amounts.



### *Present Value of Assets and Liabilities*

8/31 of Year	Present Value of Future Benefit and Expenses	Value of Assets and Present Value of Future Collections	Assets over Liabilities
2009	200,788,814	211,012,890	10,224,076
2010	211,839,670	222,631,902	10,792,232
2011	223,499,528	234,891,447	11,391,918
2012	221,050,483	233,075,365	12,024,882
2013	225,700,024	238,392,992	12,692,968
2014	228,053,322	241,451,446	13,398,124
2015	228,017,871	242,160,275	14,142,404
2016	225,434,842	240,362,819	14,927,978
2017	220,664,157	236,421,290	15,757,133
2018	214,417,051	231,049,338	16,632,287
2019	205,936,953	223,492,941	17,555,988
2020	195,313,280	213,844,206	18,530,927
2021	183,501,595	203,061,539	19,559,944
2022	169,830,162	190,476,197	20,646,035
2023	152,847,528	174,639,893	21,792,365
2024	131,827,832	154,830,103	23,002,271
2025	108,381,775	132,661,051	24,279,276
2026	83,239,009	108,866,108	25,627,099
2027	55,443,704	82,493,368	27,049,664
2028	30,116,430	58,667,542	28,551,111
2029	13,815,233	43,951,046	30,135,813
2030	4,583,274	36,391,656	31,808,382
2031	946,296	34,519,983	33,573,686
2032	208,648	35,645,512	35,436,864
2033	-	37,403,338	37,403,338

### *Expected Annual Cash Flows*

Fiscal Year Ending	Benefit Payments and Expenses	Contract Payment Receipts	Annual Cash Flow
2010	50,000	20,393,718	20,343,718
2011	52,000	21,068,582	21,016,582
2012	14,032,568	21,013,453	6,980,885
2013	7,177,628	16,766,516	9,588,888
2014	9,597,189	11,703,041	2,105,853
2015	11,984,080	8,705,586	(3,278,494)
2016	14,396,302	8,121,344	(6,274,957)
2017	16,333,964	7,515,392	(8,818,572)
2018	17,483,022	6,911,610	(10,571,412)
2019	19,271,639	4,732,728	(14,538,912)
2020	20,858,511	2,665,510	(18,193,001)
2021	21,427,565	2,356,109	(19,071,456)
2022	22,570,901	1,979,226	(20,591,674)
2023	24,992,175	1,566,271	(23,425,904)
2024	27,927,759	1,151,589	(26,776,170)
2025	29,125,497	811,269	(28,314,227)
2026	29,504,670	468,038	(29,036,632)
2027	30,700,674	194,240	(30,506,434)
2028	26,905,440	25,715	(26,879,725)
2029	17,025,146	-	(17,025,146)
2030	9,472,132	-	(9,472,132)
2031	3,686,566	-	(3,686,566)
2032	748,582	-	(748,582)
2033	208,648	-	(208,648)

Note: The amounts shown above are annual expected amounts for the year corresponding to the “Fiscal Year Ending” column. They are not cumulative amounts. In addition, Payment Receipts are frontloaded. Therefore, the Expected Annual Cash Flows project positive cash flows in the early years and negative in the later years. It is expected that positive cash flows prior to Fiscal Year Ending 2010 would be invested to cover the negative cash flows in future years.

## ***SECTION VI – Sensitivity Testing***

The Program operates under conditions of risk and uncertainty. For example, while it is assumed the assets of the fund will earn the annual net rate found in Section III, we also expect actual returns to vary from year to year. To accept the reasonableness of the basis for the measurement of the soundness, it is useful to know how the status of the fund may be affected by the vagaries of the markets and other factors. We have rerun the valuation under the following alternative scenarios, and the assets over liabilities as of August 31, 2009 under each of these scenarios is presented in the following table:

<b>Scenarios</b>	<b>Assets over Liabilities</b>
Baseline assumptions used in valuation	10,224,076
Tuition increases are 25 basis points higher in each future year than assumed	8,064,097
The investment return is 25 basis points lower than assumed	8,643,688
Tuition increases are 25 basis points higher in each future year and the investment return is 25 basis points lower than assumed.	6,894,965
Tuition increases are 25 basis points lower in each future year than assumed	12,752,801
Tuition increases are 25 basis points lower in each future year and the investment return is 25 basis points lower than assumed	10,898,626
The investment return is 50 basis points lower than assumed	7,381,023
The investment return is 75 basis points lower than assumed	5,730,200
The investment return is 100 basis points lower than assumed	1,586,638
Tuition increases are 50 basis points higher in each future year than assumed	6,472,314
Tuition increases are 75 basis points higher in each future year than assumed	5,769,155
Tuition increases are 100 basis points higher in each future year than assumed	5,579,216

## TEXAS TUITION PROMISE FUND

Active Contract Counts for All Enrollment Periods – Appendix A  
As of August 31, 2009

Matriculation Year	Type I Plan			
	Type I	Type II	Type III	Total
Unavailable	2	1	1	4
2012	472	315	40	827
2013	346	225	33	604
2014	333	247	43	623
2015	424	306	47	777
2016	439	313	39	791
2017	405	303	62	770
2018	505	300	56	861
2019	485	345	52	882
2020	445	290	59	794
2021	521	294	45	860
2022	562	393	81	1,036
2023	611	365	48	1,024
2024	567	317	44	928
2025	535	364	64	963
2026	647	360	56	1,063
2027	450	252	40	742
2028	-	-	-	-
<b>Total</b>	7,749	4,990	810	13,549

## TEXAS TUITION PROMISE FUND

### Active Contract Counts for All Enrollment Periods – Appendix A

As of August 31, 2009

Matriculation Year	Number of Type I Units													
	25	50	100	150	200	250	300	350	400	450	500	550	600	PAYG*
<b>Unavailable</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	2
<b>2012</b>	2	8	43	13	71	11	47	13	62	5	5	-	6	186
<b>2013</b>	5	14	37	10	47	7	17	10	61	3	1	1	3	130
<b>2014</b>	10	8	27	7	45	10	19	15	59	5	-	-	6	122
<b>2015</b>	6	10	39	7	38	8	36	3	110	2	5	-	-	160
<b>2016</b>	8	14	52	10	59	8	18	9	80	12	5	-	7	157
<b>2017</b>	5	12	35	8	51	12	19	15	103	5	7	-	4	129
<b>2018</b>	5	8	45	17	52	14	27	12	128	3	2	-	6	186
<b>2019</b>	10	14	56	12	47	7	34	14	97	6	9	-	4	175
<b>2020</b>	5	8	46	12	59	8	25	8	99	3	6	-	5	161
<b>2021</b>	15	16	51	8	44	13	28	9	126	-	7	-	11	193
<b>2022</b>	8	13	40	13	51	12	32	14	143	16	11	-	9	200
<b>2023</b>	13	14	51	9	58	15	26	9	150	14	13	1	12	226
<b>2024</b>	13	9	48	16	47	12	24	9	113	16	11	1	10	238
<b>2025</b>	10	18	26	14	56	13	20	14	109	10	5	2	5	233
<b>2026</b>	18	16	53	15	51	17	27	13	139	10	8	3	4	273
<b>2027</b>	11	18	40	15	35	6	21	5	73	7	8	2	6	203
<b>2028</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	144	200	689	186	811	173	420	172	1,652	117	103	10	98	2,974

\* Pay-as-you-go contracts

## TEXAS TUITION PROMISE FUND

### Active Contract Counts for All Enrollment Periods – Appendix A

As of August 31, 2009

Matriculation Year	Number of Type II Units													
	25	50	100	150	200	250	300	350	400	450	500	550	600	PAYG*
<b>Unavailable</b>	-	-	-	-	-	-	-	-	-	-	-	-	1	-
<b>2012</b>	14	44	8	47	8	31	8	39	3	7	1	3	-	102
<b>2013</b>	7	28	4	33	6	10	8	47	3	4	-	1	-	74
<b>2014</b>	8	32	9	37	5	11	2	45	4	7	-	1	-	86
<b>2015</b>	16	31	5	45	8	15	8	65	3	6	-	1	-	103
<b>2016</b>	9	27	9	63	8	15	2	67	7	2	-	1	-	103
<b>2017</b>	8	26	10	46	8	17	6	65	4	3	-	1	-	109
<b>2018</b>	8	25	15	45	10	15	5	70	9	5	-	1	1	91
<b>2019</b>	16	36	9	53	6	26	6	77	12	5	-	-	-	99
<b>2020</b>	9	31	12	55	5	16	3	53	7	2	-	4	-	93
<b>2021</b>	9	24	10	45	6	17	6	70	6	3	-	2	-	96
<b>2022</b>	14	30	14	71	7	19	7	100	15	3	1	2	-	110
<b>2023</b>	15	22	13	53	11	22	5	98	14	6	-	2	-	104
<b>2024</b>	10	31	10	52	9	7	5	89	8	4	1	-	-	91
<b>2025</b>	13	37	10	51	13	11	3	88	11	5	1	4	-	117
<b>2026</b>	10	35	9	49	8	13	4	88	17	4	-	1	-	122
<b>2027</b>	9	24	7	40	6	9	2	46	13	3	1	-	-	92
<b>2028</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	175	483	154	785	124	254	80	1,107	136	69	5	24	2	1,592

\* Pay-as-you-go contracts

## TEXAS TUITION PROMISE FUND

### Active Contract Counts for All Enrollment Periods – Appendix A

As of August 31, 2009

Matriculation Year	Number of Type III Units													
	25	50	100	150	200	250	300	350	400	450	500	550	600	PAYG*
<b>Unavailable</b>	0	0	0	0	0	0	0	0	0	0	0	0	0	1
<b>2012</b>	2	8	0	16	2	0	0	0	0	0	0	1	0	11
<b>2013</b>	0	3	1	20	0	1	0	1	0	1	0	0	0	6
<b>2014</b>	0	11	1	17	3	0	0	0	0	0	0	1	0	10
<b>2015</b>	1	3	2	26	2	1	1	0	1	0	0	0	0	10
<b>2016</b>	0	7	2	21	1	0	0	1	0	0	0	0	0	7
<b>2017</b>	1	9	1	38	3	0	0	1	0	0	0	0	0	9
<b>2018</b>	1	7	2	29	2	1	0	2	0	0	0	0	0	12
<b>2019</b>	0	7	1	33	0	0	0	0	0	0	0	1	0	10
<b>2020</b>	1	10	1	29	0	1	1	2	1	1	0	0	0	12
<b>2021</b>	4	5	2	20	3	0	0	0	0	0	0	0	0	11
<b>2022</b>	0	8	6	44	3	0	0	2	0	0	0	0	0	18
<b>2023</b>	0	2	0	29	4	1	0	0	1	0	0	0	0	11
<b>2024</b>	1	6	4	21	1	1	0	1	0	0	0	0	0	9
<b>2025</b>	2	0	2	34	3	2	0	0	0	1	0	0	0	20
<b>2026</b>	1	3	3	27	2	0	0	0	0	0	0	0	0	20
<b>2027</b>	0	5	3	20	0	2	0	0	0	0	0	1	0	9
<b>2028</b>	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total</b>	14	94	31	424	29	10	2	10	3	3	0	4	0	186

\* Pay-as-you-go contracts