2020 Legislative Session – Briefing: February 3, 2020

The 2020 legislative session once again started on a high note, thanks to continued strong oil and gas revenues. In December, the Consensus Revenue Estimate predicted $797 million in new money for FY21. The Severance Tax Bonds are estimated at $200 million and General Obligation Bonds at $195 million. The following summarizes how UNM fared in the DFA and LFC budget recommendations.

➢ Executive Recommendation

• I&G budget recommendation starts from the FY20 operating base:
  o Main Campus: $196,517,800, a $2,317,400 increase or 1.2%
  o Medical School/HSC: $63,148,000, a $940,800 increase or 1.5%
  o Branch Campuses:
    ▪ Gallup: $8,879,600, a $500 increase or 0%
    ▪ Los Alamos: $1,904,900, a $40,800 increase or 2.2%
    ▪ Taos: $3,790,600, a $150,400 increase or 4.1%
    ▪ Valencia: $5,767,700, a $138,300 increase or 2.5%

• Research and Public Service Projects
  o Main Campus: $11,607,000, increase of $200,000
  o Health Science Center: $32,828,000, increase of $2,624,000
  o Branch Campuses: $571,500, flat funding

➢ Legislative Recommendation

• I&G budget recommendation starts from the FY20 operating base:
  o Main Campus: $199,850,100, a $5,649,700 increase or 2.9%
  o Medical School/HSC: $63,762,400, a $1,555,200 increase or 2.5%
  o Branch Campuses:
    • Gallup: $8,965,100, a $86,000 increase or 1.0%
    • Los Alamos: $1,935,200, a $71,100 increase or 3.8%
    • Taos: $3,845,600, a $205,400 increase or 5.6%
    • Valencia: $5,850,100, a $220,700 increase or 3.9%

• Research and Public Service Projects
  o Main Campus: $9,919,100, increase of $500,000
  o Health Science Center: $30,980,900, increase of $1,350,000
  o Branch Campuses: $571,500, flat funding

➢ HAFC – House Appropriations and Finance Committee

• I&G budget recommendation starts from the FY20 operating base:
  o Main Campus: $196,517,800, a $2,317,400 increase or 1.2%
  o Medical School/HSC: $62,917,000, a $709,800 increase or 1.1%
  o Branch Campuses:
    ▪ Gallup: $8,884,00, a $5,600 increase or 0.1%
    • Dual Credit Adjustment $15,600
    ▪ Los Alamos: $1,905,900, a $41,800 increase or 2.2%
    • Dual Credit Adjustment $65,300
    ▪ Taos: $3,792,600, a $152,400 increase or 4.2%
    • Dual Credit Adjustment $227,100
- Valencia: $5,770,700, a $141,100 increase or 2.5%
  - Dual Credit Adjustment $282,300
- Research and Public Service Projects
  - Main Campus: $11,607,000, increase of $1,440,000
  - Health Science Center: $32,828,000, increase of $2,867,700
  - Branch Campuses: $571,500, flat funding

➢ Scholarship Funding:
  - Executive Recommendation
    - The Executive Branch recommended $35 million for the creation of the Opportunity Scholarship.
  - Legislative Recommendation
    - The Legislature recommended $35 million for various state scholarship programs.
      - $10 million to Student Incentive Grants
      - $5 million to Teacher Preparation Affordability Fund
      - $10 million to College Affordability Fund
      - $9.7 million to Lottery Scholarship Fund
  - House Appropriations and Finance Committee
    - HAFC recommended $9.9 million for various state scholarship programs.
      - $6 million to Lottery Scholarship Fund
      - $1.1 million to Teacher Loan Repayment Program
      - $2.2 million for Teacher Preparation Affordability Program

➢ Compensation:
  - The Executive and Legislative Branches both recommended a pay increase for state employees this session. The Executive recommended a 2% pay increase and Legislature recommended a 3% pay increase. Both agencies have revamped how they calculate compensation; the Legislative compensation calculation includes 70% of employees paid from I&G and the Executive adopted the Council of University Presidents’ compensation calculation which captures 88% of our employees.
  - House Appropriations and Finance Committee recommended a 2% pay increase at the 70% compensation calculation.

➢ Senate Bill 207, 2020 Capital Projects GO Bond Act

<table>
<thead>
<tr>
<th>University</th>
<th>Amount</th>
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<tbody>
<tr>
<td>UNM – Academic and Research Infrastructure</td>
<td>$13,500,000</td>
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<tr>
<td>UNM HSC – College of Nursing and Population Health</td>
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<tr>
<td>UNM GALLUP – Center for Career Technologies Education</td>
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<tr>
<td>UNM LOS ALAMOS – Workforce Development/CTE Class Lab</td>
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<tr>
<td>UNM VALENCIA – Fire Safety Improvement</td>
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<td>UNM TAOS – Security and Safety Improvements</td>
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<tr>
<td>UNIVERSITY OF NEW MEXICO TOTAL</td>
<td>$52,050,000</td>
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➢ Proposed Legislation of Interest.

- Please visit the Office of Government Relations website at http://govrel.unm.edu/, and click on 2020 Legislative Session for a list of all bills that impact UNM. For daily legislative updates, please sign up to join our listserv for updates.