

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:
 - Main Campus: \$196,517,800, a \$2,317,400 increase or 1.2%
 - Medical School/HSC: \$63,148,000, a \$940,800 increase or 1.5%
 - 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
 - Main Campus: \$11,607,000, increase of \$200,000
 - Health Science Center: \$32,828,000, increase of \$2,624,000
 - Branch Campuses: \$571,500, flat funding

➤ Legislative Recommendation

- I&G budget recommendation starts from the FY20 operating base:
 - Main Campus: \$199,850,100, a \$5,649,700 increase or 2.9%
 - Medical School/HSC: \$63,762,400, a \$1,555,200 increase or 2.5%
 - 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
 - Main Campus: \$9,919,100, increase of \$500,000
 - Health Science Center: \$30,980,900, increase of \$1,350,000
 - Branch Campuses: \$571,500, flat funding

➤ HAFC – House Appropriations and Finance Committee

- I&G budget recommendation starts from the FY20 operating base:
 - Main Campus: \$196,517,800, a \$2,317,400 increase or 1.2%
 - Medical School/HSC: \$62,917,000, a \$709,800 increase or 1.1%
 - 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**

UNM – Academic and Research Infrastructure	\$13,500,000
UNM HSC – College of Nursing and Population Health	\$30,000,000
UNM GALLUP – Center for Career Technologies Education	\$ 3,000,000
UNM LOS ALAMOS – Workforce Development/CTE Class Lab	\$ 1,500,000
UNM VALENCIA – Fire Safety Improvement	\$ 1,800,000
<u>UNM TAOS – Security and Safety Improvements</u>	<u>\$ 2,250,000</u>
UNIVERSITY OF NEW MEXICO TOTAL	\$52,050,000

➤ **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.