

**MEMORANDUM**

**SUBJECT: 2022 HB2 HAFC/cs General Appropriation Act Highlights**

**DATE: February 6, 2022**

The General Appropriations Act (HB 2) was passed by the House on February 3, 2022. Below is a high-level summary of UNM appropriations followed by additional information grouped by key areas.

- For UNM Main Campus and branches (excluding HSC), HB2 HAFC/cs includes a total of \$240.3 million, or a 3.7 percent (\$8.5 million) increase, for **I&G funding and RPSPs**.
- For UNM HSC, HB2 HAFC/cs includes a total of \$111.3 million, or a 3.7 percent (\$3.94 million) increase, for **I&G funding and RPSPs**.
- Additionally, HB2 HAFC/cs includes a 3% compensation increase for the last quarter of FY22 and an average 4% compensation increase for FY23.

<b>FY23 HB2 HAFC/cs State Budget Summary</b>			
<b>Campus</b>	<b>I&amp;G</b>	<b>Compensation</b>	<b>RPSP</b>
UNM-Main	+3.0%	+3%; +4% avg	-0.4%*
UNM-HSC	0.0%	+3%; +4% avg	10.0%
UNM-G	+1.6%	+3%; +4% avg	0%
UNM-LA	+2.6%	+3%; +4% avg	0%
UNM-T	+2.2%	+3%; +4% avg	0%
UNM-V	+2.1%	+3%; +4% avg	0%

*\*Does not include Athletics, Educational TV or Categorical, adding these categories results in a 16% increase in RPSPs*

**Instruction and General Funding (Attachment A)**

- For Main Campus and branches, HB2 HAFC/cs includes a 3 percent (\$6.3 million) “new money” increase.
- For HSC, HB2 HAFC/cs includes a flat budget for I&G (\$66.6 million).

**Research and Public Service Projects (Attachment B)**

- For Main Campus and branches, HB2 HAFC/cs includes a 0.4 percent (\$31.8 thousand) total decrease for RPSPs.
- For HSC, HB2 HAFC/cs includes a 10.0 percent (\$4 million) total increase for RPSPs.
- HB2 HAFC/cs includes a flat budget for Athletics (\$4.4 million).

**Categorical Funds**

- For Main Campus, HSC, and branches, HB2 HAFC/cs includes \$2.2 million for 4 categorical projects: NM tribal education initiatives (Main: \$1.1 million), NM teacher pipeline initiatives

(Main: \$100 thousand), student support services (Main, branches, and HSC: \$920 thousand), and NM tribal education initiatives (UNM-Gallup: \$100 thousand).

### **Special Appropriations (Attachment C)**

- HB2 HAFC/cs includes \$2.5 million (\$5.2 million request) to finish, equip and furnish the shelled third floor of the HSC's College of Nursing/College of Population Health Building.
- For the Higher Education Department, HB2 HAFC/cs includes \$8 million for building renewal and replacement, and \$1.7 million for cyber security.
- HB2 HAFC/cs includes a \$20 million appropriation from the Technology Enhancement fund to provide matching funds for research.

### **Major Scholarship Programs and Initiatives**

- HB2 HAFC/cs includes a \$140 million transfer to the Lottery Scholarship Fund. In FY23, LFC estimates \$65 million will be required for Lottery awards and \$40 million in lottery revenues will be available for the program. The proposed nonrecurring appropriation would cover the gap in funding in FY23 and subsequent years.
- HB2 HAFC/cs includes a \$20 million transfer to the Teacher Preparation Affordability Scholarship Fund.
- HB2 HAFC/cs includes \$12 million in recurring for the opportunity scholarship and a one-time \$53 million appropriation for "long-term stability" of the program
- HB2 HAFC/cs includes \$20 million for the Teacher Preparation Affordability Scholarship and \$500 thousand for the Grow Your Own Teacher Scholarship. It also includes \$250 thousand dollars for a new Teacher Education Consortium to be housed at the Higher Education Department, \$5.5 million for teacher residency programs, and \$50 million dollars for Endowed Faculty Positions in Educator Preparation Programs.
- HB2 HAFC/cs includes \$100 thousand for teacher pipeline initiatives on the Albuquerque campus.
- HB2 HAFC/cs includes recommended the following nonrecurring funds:
  - \$45 million for the Technology Enhancement Fund (Section 21-1-27.2) for state matching funds on federal research and development grants to close funding gaps,
  - \$50 million for endowed faculty positions in teacher preparation programs
  - \$50 million to endowed social worker faculty positions,
  - \$30 million in endowed nursing positions,
  - \$20 million for work study for students in high-demand fields.

### **Tobacco Settlement Funds**

- HB2 HAFC/cs includes HSC appropriations from the Tobacco Settlement Funds \$666.4 thousand to a total of \$2.6 million. These proposed appropriations include I&G (\$581.5 thousand), Research in Genomics and Environmental Health (\$1.1 million), Poison Control Center (\$415.8 thousand), Pediatric Oncology Program (\$171.3 thousand), Specialty Education in Trauma (\$171.3 thousand), and Specialty in Pediatrics (\$171.3 thousand).

