



## Tab 24 FY 2023 Budget Request Summary

Coordinating Board for Higher Education  
September 15, 2021

### DESCRIPTION

The Coordinating Board for Higher Education (CBHE) submits requests for funding for Department of Higher Education and Workforce Development operations, state student financial aid programs administered by the department, and higher education institutions' operating budgets and initiatives each year. In addition, the CBHE may request supplemental funding when additional funds are needed to continue to operate a program for the remainder of the current fiscal year. Decisions about request levels are made in close consultation with the Office of Administration's Division of Budget and Planning and the state budget director.

In July of each year, the state budget director issues budget instructions that provide guidelines for the preparation of each agency's budget request. The FY 2023 budget instructions [cover letter](#) from Dan Haug, State Budget Director, provided a state economic forecast. Of particular importance is the statement that:

*"Departments may request mandatory and high priority Fiscal Year 2023 new decision items. For priority items, departments need to look at existing resources as a funding source."*

This informational item is a summary of DHEWD staff recommendations for the FY 2023 department operations, student financial assistance programs, institutions' operating budgets and initiatives. Additional detail is provided in the agenda items dedicated to these topics.

### FY 2022 Supplemental Budget

- There are no supplemental FY 2022 budget needs anticipated at this time.

### FY 2022 Proposed Eliminations/Reductions

The following items were passed as one-time appropriations in FY 2022 and would be eliminated in FY 2023 or re-authorized under a new appropriation.

- \$12,000,000 million for GEER Excels
- \$21,831,384 for MoExcels
- \$2,000,000 million for a nursing simulation lab
- \$600,000 for a workforce project for under-resourced individuals
- \$1,212,759 for a workforce pandemic response grant; and
- \$500,000 for an entrepreneurship and entrepreneurial skills program at Harris-Stowe State University

### FY 2023 Proposed Increases

#### **Office of General Counsel**

A new decision items is requested in the amount of \$90,490, not including fringe benefits that are include in HB 5. The workload of this office has continued to grow and additional responsibilities necessitate an additional new full-time employee.

#### **Office of Operations**

This new decision items for \$423,258 would include 3 new full-time employees and related operational expenses. The student financial aid

unit has taken on three new financial aid programs without additional staff and without the operational funds to ensure efficient and effective operations of the scholarship programs. Two of the most recent programs (Fast Track and A+ Dual Credit/Dual Enrollment) were funded with programmatic dollars and did not include the administrative funding requested as part of the fiscal notes that accompanied the legislation within the last few years.

**Office of Performance and Strategy**

A \$310,000 new decision item is recommended to support the ongoing work of this office. This requested increase is needed to both grant funding reductions and because general revenue support used by the office was not transferred from the Department of Economic Development with the office during the merger. No new FTE are needed. This office is responsible to providing labor market data needed to help grow Missouri's economy.

**Access Missouri Grant**

Increase transfer authority by \$9,000,000 and increase spending authority by \$9,000,000 to fully fund the program per statute.

**A+ Scholarship**

Increase transfer authority by \$6,000,000 and increase spending authority by \$6,000,000 in order to maintain the funded needed to fully reimburse all eligible students.

**A+ Dual Credit/Dual Enrollment Scholarship**

Increase transfer authority by \$18,000,000 and increase spending authority by \$18,000,000 to fully fund the program per the legislative fiscal note.

**Public Service Officer or Employee Survivor Grant Program**

An additional \$7,500 is needed to maintain funding of all eligible students for this program in FY 2023.

**Returning Heroes**

Per state statute, institutions are allowed to ask for the amount of tuition they have waived in complying with the Missouri Returning Heroes Act. For FY 2023, an appropriation of \$1,169,151 is requested to reimburse the institutions.

**Institutions' Core CPI Increase**

Based upon a 5.4 percent increase in the CPI-U, a total of \$8,292,808 is needed for community colleges; \$42,863,026 for public universities; and \$433,640 for the State Technical College of Missouri. The combined total for all three sectors is \$51,589,474.

**Institutional Maintenance and Repair**

Based upon a 3 percent increase based on core institutional appropriations targeted to address deferred maintenance, a total of \$4,607,115 is needed for community colleges; \$23,812,793 for public universities; and \$240,911 for the State Technical College of Missouri. The combined total for all three sectors is \$28,660,819.

**Other Institutional Requests**

Institutions and other organizations funded by House Bill 3 were invited to submit specific new decision items for consideration. These can be found in Tab 22, Attachment C – Institutional FY 2023 Requests.

**Other Requests**

State Historical Society - \$389,000 is requested to help cover employee salary and benefit cost increases. SHSMO requests recurring funds of \$92,100 to provide employees a 3% performance salary increase with associated benefits. An additional \$296,900 is needed to hire additional historians, communication support and a research assistant.

**STATUTORY REFERENCE**

Sections 173.005-750, RSMo

**RECOMMENDATION**

This is an information item only.

**NO ATTACHMENTS**