



Tab 11
FY 2025 Budget Update

Coordinating Board for Higher Education
 March 5, 2024

BACKGROUND

This item provides an update on the Fiscal Year (FY) 2025 higher education and workforce development budget at the current point in the process. This does not reflect final action by the General Assembly or the Governor.

CURRENT STATUS

On January 24, Governor Parson delivered his final State of the State address, accompanied by the release of his budget recommendations for FY 2025. On January 30, DHEWD staff presented the combined budget recommendations (DHEWD and Governor recommendations) to the House Budget Committee. On February 1, the staff made a similar presentation to the Senate Appropriations Committee.

Final action by both of those committees has not been taken. The House Budget Chair has indicated the desire for the House to complete its consideration of the state budget before the Spring Break (March 18 -22). Once the budget bills move to the Senate, it would be anticipated that their consideration will be finalized by the end of April. Passage of the budget by the entire General Assembly is required by May 10.

Below is a summary of the current status of the FY 2024 supplemental requests and FY 2025 new decision items.

FY 2024 Supplemental (HB 2015)

Line Item	DHEWD Request	Governor Recommendation
Loan Program Transfer	\$5,000,000	\$0
Missouri State University Debt Offset	\$100,000	\$0
Southeast Missouri State University Debt Offset	\$25,000	\$0
Lincoln University Land Grant Match	\$2,227,669	\$0

FY 2025 Operating Budget New Decision Items (HB 2003)

Line Item	DHEWD Requests	Governor Recommendation
Pay Plan	\$0	\$961,984
MoExcels	\$49,401,005	\$54,401,005
Wartime Veterans Survivor Grant	\$0	\$170,000
Returning Heroes Education Act	\$1,043,401	\$0
Loan Program Transfer	\$5,000,000	\$5,000,000
Indirect Cost Rate	\$1,800,000	\$0
Apprenticeship Missouri	\$3,010,180	\$3,010,180

Line Item	DHEWD Requests	Governor Recommendation
Connecting Missourians to Work	\$1,000,000	\$0
Mission St. Louis	\$0	\$1,000,000
Community College Core CPI Increase	\$8,659,688	\$5,195,813
State Technical College Core CPI Increase	\$452,825	\$271,695
Southeast Missouri State University Debt Offset	\$25,000	\$50,000
Missouri State University Debt Offset	\$100,000	\$200,000
Lincoln University Land Grant Match	\$2,227,669	\$2,227,669
Public Universities Core CPI Increase	\$45,103,737	\$27,062,243
State Historical Society – Staffing	\$137,895	\$0
State Historical Society – Leave Payout/COLA	\$423,512	\$0
State Historical Society – Digital Records	\$50,000	\$0
State Historical Society	\$0	\$510,666

FY 2025 Capital Improvements Budget (HB 2017)

Line Item	Institution	Governor Recommendation
Steam Tunnels	Southeast Missouri State University	\$850,000
Central Plant	Northwest Missouri State University	\$4,000,000
Nursing Program	Lincoln University	\$3,998,179
Veterinary Lab	University of Missouri-Columbia	\$7,543,326
Advanced Manufacturing Building	Missouri University of Science & Technology	\$5,000,000
St. Joseph Medical School-Design	University of Missouri-Kansas City	\$800,000
St. Joseph Medical School-Design and Construction	University of Missouri-Kansas City	\$700,000
Manufacturing Innovation Center	University of Missouri-St. Louis	\$15,000,000
Soil Lab – Delta Research Center	University of Missouri	\$2,000,000
Greenhouse – Delta Research Center	University of Missouri	\$1,000,000

NEXT STEPS

Once the budget is adopted by the General Assembly, the governor will have until June 30 to make his final decisions on appropriations. He can sign the bill as is, exercise his line-item veto power to reduce or eliminate specific budget lines, implement spending restrictions on specific items or veto the entire bill. DHEWD staff will provide an update on the current status of the higher education and workforce development budget at your June meeting.

RECOMMENDATION

This is an information only item.

NO ATTACHMENTS