

HIGHER EDUCATIONAL AIDS BOARD

Budget Summary							
Fund	2020-21 Base Year Doubled	2021-23 Governor	2021-23 Jt. Finance	Joint Finance Change to:			
				Governor		Base	
				Amount	Percent	Amount	Percent
GPR	\$287,083,000	\$321,338,600	\$287,187,800	-\$34,150,800	- 10.6%	\$104,800	0.0%
FED	300,000	300,000	300,000	0	0.0	0	0.0
PR	<u>3,334,800</u>	<u>3,479,400</u>	<u>3,334,800</u>	<u>- 144,600</u>	<u>- 4.2</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$290,717,800	\$325,118,000	\$290,822,600	-\$34,295,400	- 10.5%	\$104,800	0.0%

FTE Position Summary					
Fund	2020-21 Base	2022-23 Governor	2022-23 Jt. Finance	Joint Finance Change to:	
				Governor	2020-21 Base
GPR	10.00	10.00	10.00	0.00	0.00

Budget Change Items

1. STANDARD BUDGET ADJUSTMENTS [LFB Paper 101]

GPR	\$121,000
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Governor/Joint Finance: Provide \$60,500 annually for full funding of continuing position salaries and fringe benefits.

2. STATE AGENCY BUDGET REDUCTION

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$0	-\$16,200	-\$16,200

Joint Finance: Reduce the HEAB general program operations appropriation by \$8,100 annually.

3. WISCONSIN GRANTS -- UW SYSTEM [LFB Paper 385]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$18,568,500	- \$18,568,500	\$0

Governor: Increase funding for Wisconsin Grants for UW System students by \$6,189,500 in 2021-22 and \$12,379,000 in 2022-23 which would increase program funding by 10% in 2021-22 and 20% in 2022-23, as changes to base level funding. When calculated as a change to the prior year, there would be an increase of 10% in 2021-22 over 2020-21, and an increase of 9.1% in 2022-23 over 2021-22. Annual base level funding for this program is \$61,894,100.

Joint Finance: Provision not included.

4. WISCONSIN GRANTS -- PRIVATE, NONPROFIT COLLEGES [LFB Paper 385]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$8,551,500	- \$8,551,500	\$0

Governor: Increase funding for Wisconsin Grants for private, nonprofit college students by \$2,850,500 in 2021-22 and \$5,701,000 in 2022-23, which would increase funding by 10% in 2021-22 and 20% in 2022-23, as changes to base level funding. When calculated as a change to the prior year, there would be an increase of 10.0% in 2021-22 over 2020-21, and an increase of 9.1% in 2022-23 over 2021-22. Annual base level funding for this program is \$28,504,600.

Joint Finance: Provision not included.

5. WISCONSIN GRANTS -- TECHNICAL COLLEGES [LFB Paper 385]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$6,891,600	- \$6,891,600	\$0

Governor: Increase funding for Wisconsin Grants for technical college students by \$2,297,200 in 2021-22 and \$4,594,400 in 2022-23, which would increase funding by 10% in 2021-22 and 20% in 2022-23, as changes to base level funding. When calculated as a change to the prior year, there would be an increase of 10% in 2021-22 over 2020-21, and an increase of 9.1% in 2022-23 over 2021-22. Annual base level funding for this program is \$22,971,700.

Joint Finance: Provision not included.

6. WISCONSIN GRANTS -- TRIBAL COLLEGES [LFB Paper 385]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
PR	\$144,600	- \$144,600	\$0

Governor: Increase funding for Wisconsin Grants for tribal college students by \$48,200 in 2021-22 and \$96,400 in 2022-23, which would increase program funding by 10% in 2021-22 and 20% in 2022-23, as changes to base level funding. When calculated as a change to the prior year, there would be an increase of 10.0% in 2021-22 over 2020-21, and an increase of 9.1% in 2022-23 over 2021-22. Annual base level funding for the program is \$481,800.

Joint Finance: Provision not included.

7. MINORITY UNDERGRADUATE RETENTION GRANTS [LFB Paper 385]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$123,000	- \$123,000	\$0

Governor: Provide \$41,000 in 2021-22 and \$82,000 in 2022-23 for the minority undergraduate retention grant program. Base funding for the program is \$819,000 annually.

The minority undergraduate retention grant program provides need-based grants to minority resident undergraduate students enrolled at least half-time in Wisconsin technical colleges, tribal colleges, or private, nonprofit postsecondary institutions in the state. "Minority undergraduate" student is defined as an undergraduate student who is African American, Native American, Hispanic, or from Cambodia, Laos, or Vietnam and admitted to the U.S. after December 31, 1975. Sophomores, juniors, and seniors are eligible for grants of up to \$2,500 a year for up to eight semesters. HEAB allocates half of all funds to the technical colleges and half to private institutions and tribal colleges.

Joint Finance: Provision not included.

8. MINNESOTA-WISCONSIN RECIPROCITY AGREEMENT -- TECHNICAL COLLEGES

Governor: Require HEAB to provide to the designated Minnesota body, notice of the termination of the Minnesota-Wisconsin reciprocity agreement in accordance with state law, with the termination effective July 1, 2022. Specify that Board of Regents (see UW System) and HEAB negotiate new agreements to replace the prior reciprocity agreement with these new agreements to become effective July 1, 2022.

Effective July 1, 2022, modify current law to specify that HEAB administer a Minnesota-

Wisconsin public vocational (technical college) school student reciprocity agreement, which provides for the waiver of nonresident fees and for a reciprocal fee structure for residents of either state who are enrolled in a public vocational school located in the other state. Maintain the current law requirement that HEAB and the designated body representing the state of Minnesota prepare an administrative memorandum that establishes policies and procedures for implementation of the agreement for the upcoming academic year and submit the memorandum to the Joint Committee on Finance subject to a 14-day review process. Provide that the reciprocal fee could not exceed the higher of the resident fees that would be charged the student at the public vocational school in which the student is enrolled or the resident fees at a comparable public vocational school located in his or her state as specified in the annual administrative memorandum.

Clarify that current law references to the Minnesota-Wisconsin reciprocity agreement to reference the UW System agreement administered by the Board of Regents and the Minnesota-Wisconsin agreement administered by HEAB for all other public vocational educational institutions. Specify that interstate agreements between HEAB and state agencies and institutions of higher education would not apply to the UW System Minnesota-Wisconsin reciprocity agreement. These provisions would be effective July 1, 2022.

Under current law, HEAB administers the Minnesota-Wisconsin reciprocity agreement which covers all public institutions in both states. Under the agreement, residents can attend public universities, community colleges, and technical colleges in the adjacent state without having to pay non-resident tuition. Under the bill, effective July 1, 2022, the Board of Regents would administer the agreement between Minnesota and Wisconsin for UW-System institutions and HEAB would administer the agreement for students attending other Wisconsin public vocational institutions.

Joint Finance: Provision not included.

9. ADMINISTRATIVE ATTACHMENT TO DOA

Governor: Specify that the Higher Educational Aids Board and Distance Learning Authorization Board would be administratively attached to the Department of Administration for budgeting, program coordination, and related management purposes. Create a program revenue-service appropriation for all moneys received from other state agencies to carry out the purposes for which received. Under current law, HEAB is responsible for its own administrative services, while the Distance Learning Authorization Board is attached to HEAB. [See "Administration -- General Agency Provisions."]

Joint Finance: Provision not included.

10. NURSE EDUCATORS [LFB Paper 640]

Joint Finance: Provide \$5,000,000 GPR in 2022-23 in the Joint Finance Committee supplemental appropriation for release to HEAB upon request and approval by the Committee for a nurse educator program. Create a new, continuing appropriation in HEAB for the program where

funding would be transferred upon release by the Committee. Specify that the nurse educator program would apply to students and graduates of institutions of higher education, which would be defined as private, non-profit colleges located in Wisconsin, colleges within the Wisconsin Technical College System (WTCS), and UW System institutions or college campuses. Specify that the program would provide: (a) fellowships to students who enroll in programs for degrees in doctor of nursing practice, doctor of philosophy in nursing, or master of science in nursing in an institution of higher education; (b) educational loan repayment assistance to recruit and retain faculty for nursing programs in an institution of higher education; and (c) postdoctoral fellowships to recruit faculty for nursing programs in an institution of higher education. Require individuals who receive fellowships or loan repayment assistance to make a commitment to teach for three consecutive years in a nursing program at an institution of higher education. The fiscal effect of this item is shown under "Program Supplements."