

HIGHER EDUCATIONAL AIDS BOARD

Budget Summary						FTE Position Summary				
Fund	2020-21 Adjusted Base	Governor		2021-23 Change Over Base Year Doubled		2020-21	Governor		2022-23 Over 2020-21	
		2021-22	2022-23	Amount	%		2021-22	2022-23	Number	%
GPR	\$143,541,500	\$154,980,200	\$166,358,400	\$34,255,600	11.9%	10.00	10.00	10.00	0.00	0.0%
FED	150,000	150,000	150,000	0	0.0	0.00	0.00	0.00	0.00	0.0
PR	<u>1,667,400</u>	<u>1,715,600</u>	<u>1,763,800</u>	<u>144,600</u>	4.3	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	0.0
TOTAL	\$145,358,900	\$156,845,800	\$168,272,200	\$34,400,200	11.8%	10.00	10.00	10.00	0.00	0.0%

Budget Change Items

1. STANDARD BUDGET ADJUSTMENTS

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

2. WISCONSIN GRANTS -- UW SYSTEM

GPR	\$18,568,500
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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

3. WISCONSIN GRANTS -- PRIVATE, NONPROFIT COLLEGES

GPR	\$8,551,500
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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.

4. WISCONSIN GRANTS -- TECHNICAL COLLEGES

GPR	\$6,891,600
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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.

5. WISCONSIN GRANTS -- TRIBAL COLLEGES

PR	\$144,600
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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.

6. MINORITY UNDERGRADUATE RETENTION GRANTS

GPR	\$123,000
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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.

7. 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.

[Bill Sections: 293, 687 thru 690, 760 thru 762, 1252, 2756, 9120(1), and 9420(1)]

8. 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."]

[Bill Sections: 85 thru 87, 294, and 2501]