

TITLE: 2022-24 Budget Development Update – Executive Budget (HB 285)

DESCRIPTION: Staff provides a summary of postsecondary education provisions in the 2022-24 Executive Budget (HB 285)

PRESENTERS: Shaun McKiernan, Executive Director of Finance and Budget, CPE
Bill Payne, Vice President of Finance and Administration, CPE

SUMMARY INFORMATION

Governor Beshear presented the state's 2022-24 Executive Branch budget on January 13, 2022, the eighth legislative day of the 2022 legislative session. The statutory deadline for the Governor to present a proposed budget is the tenth legislative day.

Highlights of the bill pertaining to postsecondary education include the following:

- \$67.5 million in new funding for institutions in 2022-23, \$90.0 million in 2023-24 – not to be run through the Postsecondary Education Performance Fund
- Maintenance of pension subsidies for KERS-participating institutions (EKU, KSU, MoSU, MuSU, WKU, and KCTCS) at 2021-22 level
- KSU land grant funding at requested levels in 2021-22 and in upcoming biennium
- \$23.0 million for KSU in current year to respond to financial crisis
- \$500.0 million for asset preservation with a 50% match requirement required – CPE can grant waiver if institutions face a hardship in reaching match
- \$60.0 million for Bucks for Brains, \$50.0 million for research institutions, \$10 for comprehensives
- \$20.0 million each year for a workforce Initiative, which is similar to the Healthcare Initiative that CPE requested, but not contained within the postsecondary education budget
- \$2.0 million for the student portal

- \$1.0 million for Kentucky Regional Optical Network campus upgrades

In addition, the Executive Budget provides \$300,000 for UofL's Center for Military Connected Students and \$200,000 for ECU's Center for the Art/Community Operations Board in 2022-23 and 2023-24.

The Executive Budget funds CPE's request for General Fund for staff related to expansion of duties, the Education Continuum, SREB Doctoral Scholars expansion, and CPE's Student Portal. See the attached tables for additional detail.