



Minnesota State

FY2022-2023 Biennial Budget Request

December 2020

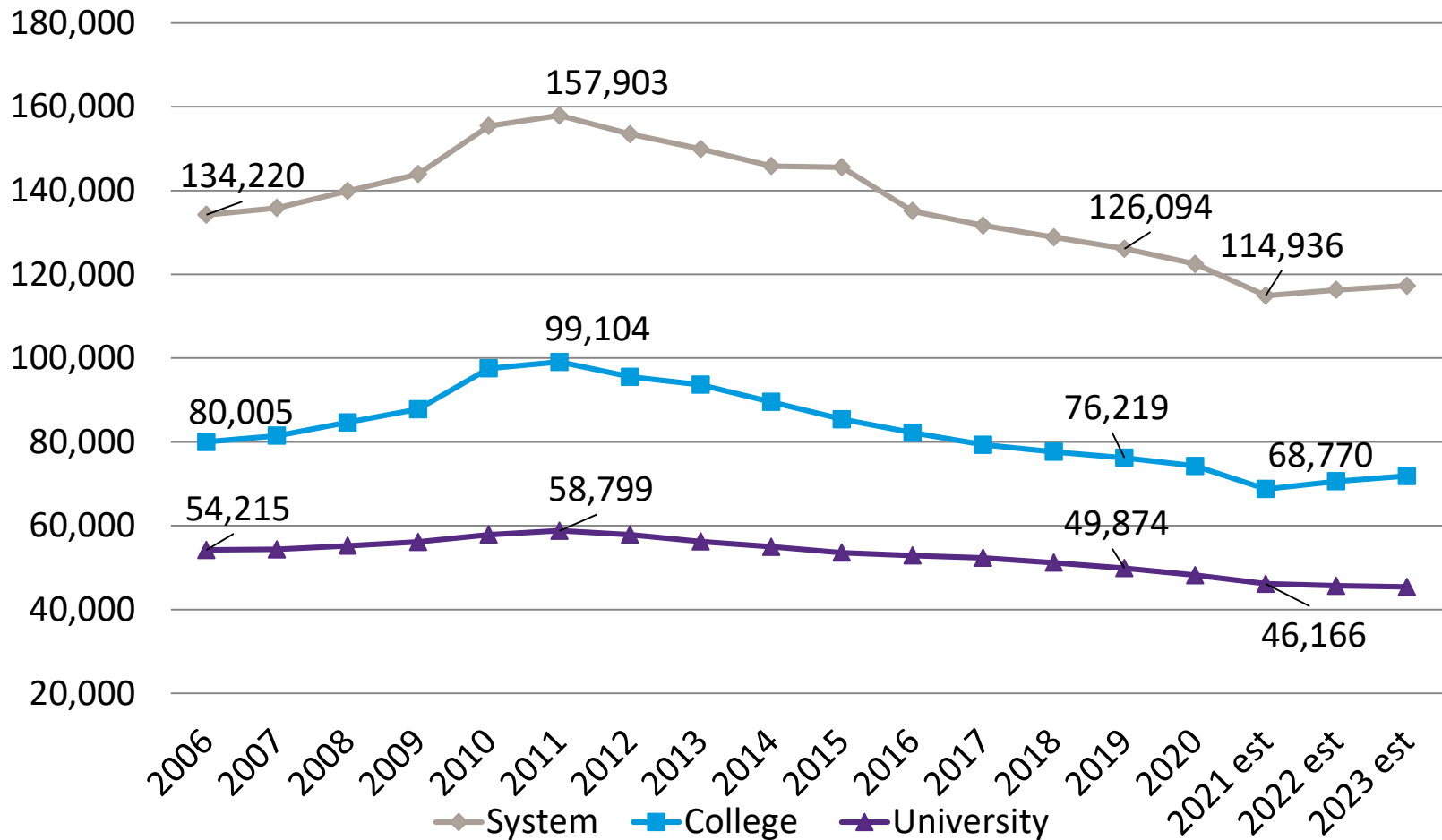
Equity 2030

The focus of our work includes:

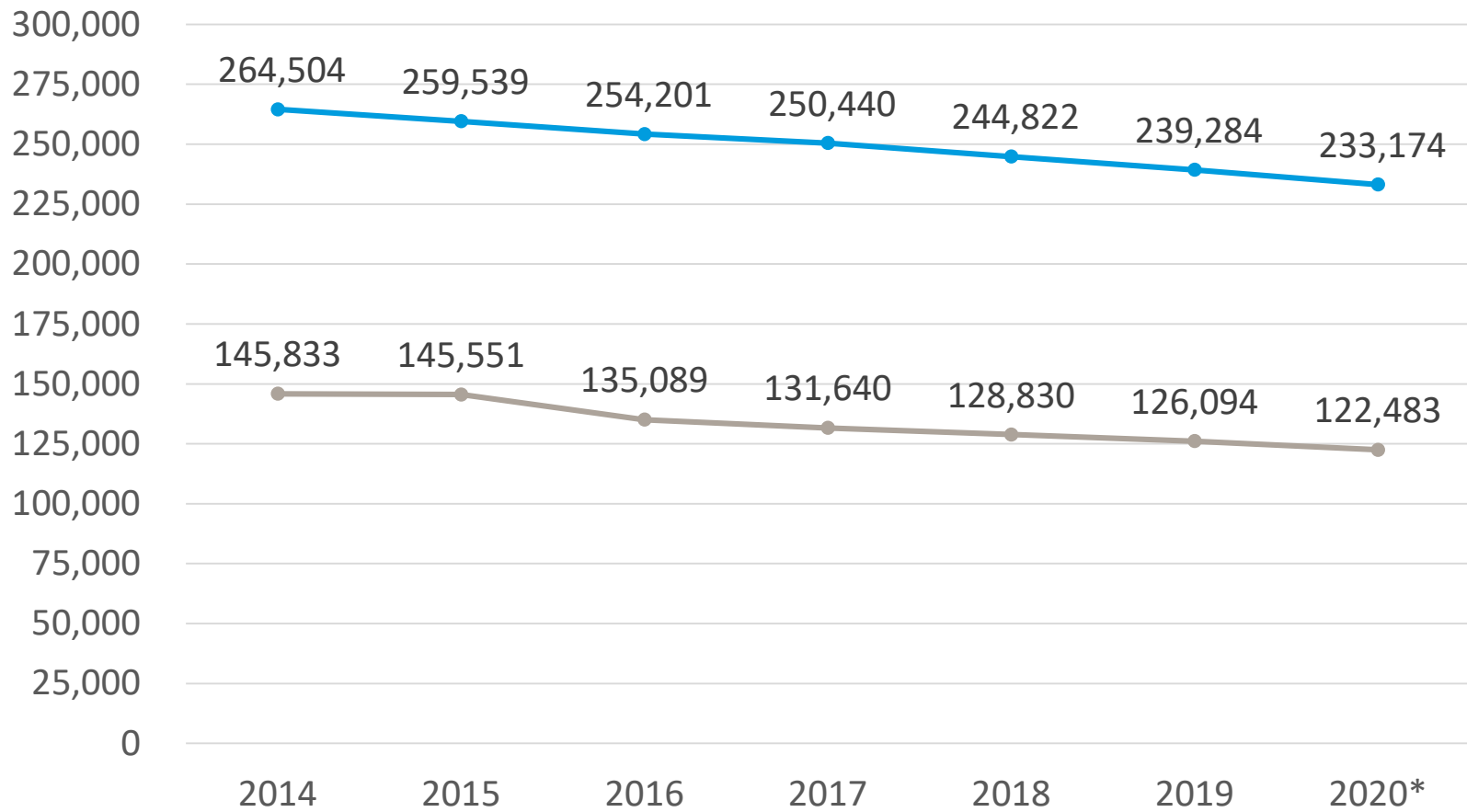
- Enhancing access and student success
- Providing Minnesota with the talent it needs
- Anchoring the communities and regions we serve



FY2021 enrollment is projected to decline 6.2%



Minnesota State serves the largest number of students in the state



*preliminary headcount

—●— FYE —●— Headcount

Consultation with Stakeholders

Discussions have taken place with all statewide bargaining units, both student associations, and the Presidents' Leadership Council.

- Primary themes:
 - Central to our request is the advancement of system and campus efforts to support achievement of the Equity 2030 goal
 - Adequately funding higher education is critical to the State of Minnesota
 - We directly address Minnesota's economic and racial disparities
 - We must stay focused on sustaining access and improving affordability
 - We must support career technical education and professional programs
 - Providing operating support to the campuses protects students, programs, and campus communities

FY2022-2023 request focuses on:

- Continuing to meet Minnesota's talent needs by providing high-quality, affordable, and relevant academic programs
- Protecting our commitment to inclusive excellence and ensuring our students receive an extraordinary, affordable, and accessible education
- Closing the educational equity gaps across race and ethnicity, socioeconomic status, and geographic location

FY2022-2023 request reflects:

- Focus on Minnesota State's top strategic priorities
- Recognition of the current and projected financial condition of the State of MN
- Preserving the State of MN's investment in higher education
- Acknowledgement of our structural general fund budgetary deficit

\$120 million Biennial Request

- \$75 million for **campus responsiveness and stabilization** to support increases in campus expenses resulting from the pandemic and inflationary costs over the biennium
- \$45 million for **equity and affordability** to directly support our students' critical needs:
 - Student Basic Needs
 - Mental Health Needs
 - Additional Campus Support Services
 - Career and Technical Education
 - Open Educational Resources
 - New Scholarship programs

FY2022-23 Biennial Budget Request

\$s in millions

	FY2022	FY2023	FY22-23
Campus responsiveness and stabilization	\$25	\$50	\$75
Equity and Affordability	\$25.5	\$19.5	\$45
Total Request	\$50.5	\$69.5	\$120

FY2023 appropriation continues as base funding into the future

Campus Responsiveness and Stabilization

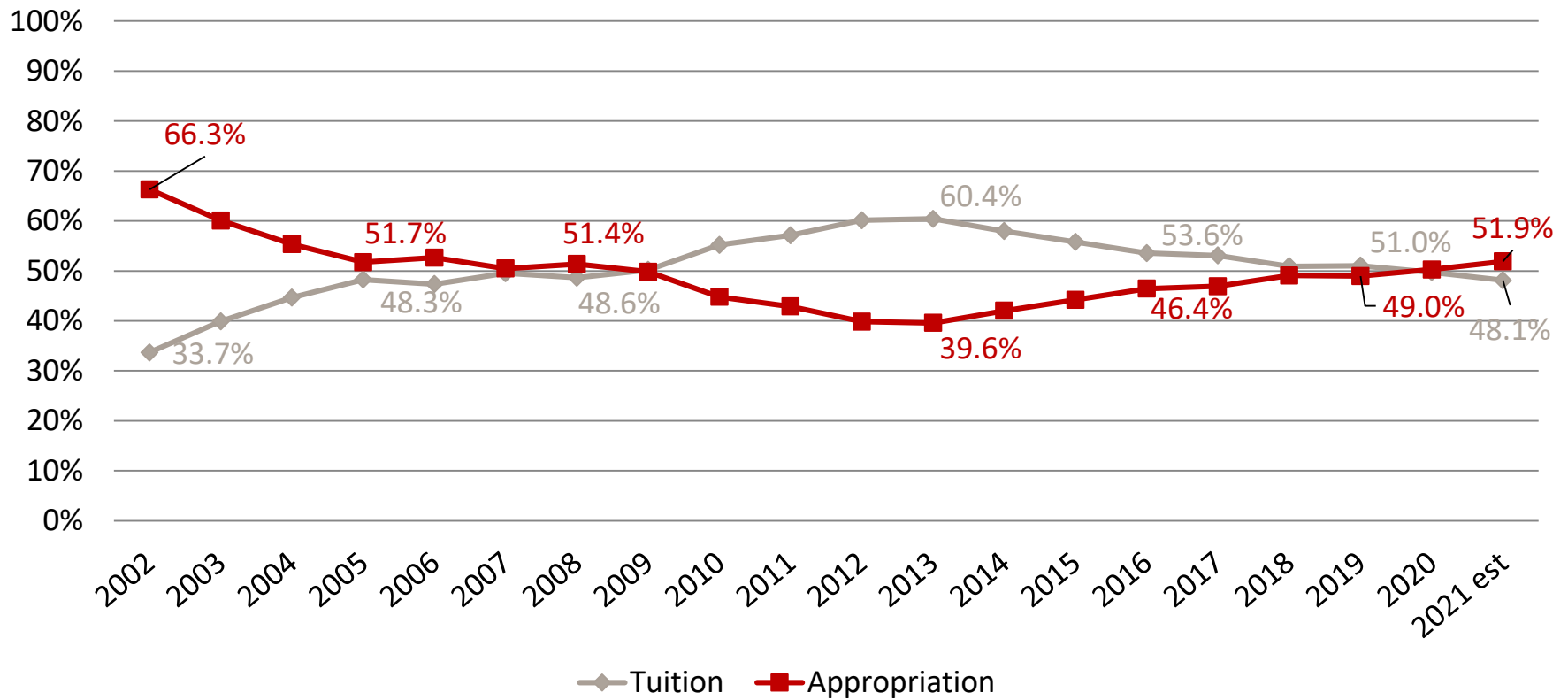
\$75M

- Supporting Minnesota State is critical for the state of Minnesota's economic recovery
- Campuses require on-going revenue in order to maintain a core level of programs and services
- Funding of inflationary costs and increased campus expenses due to the pandemic

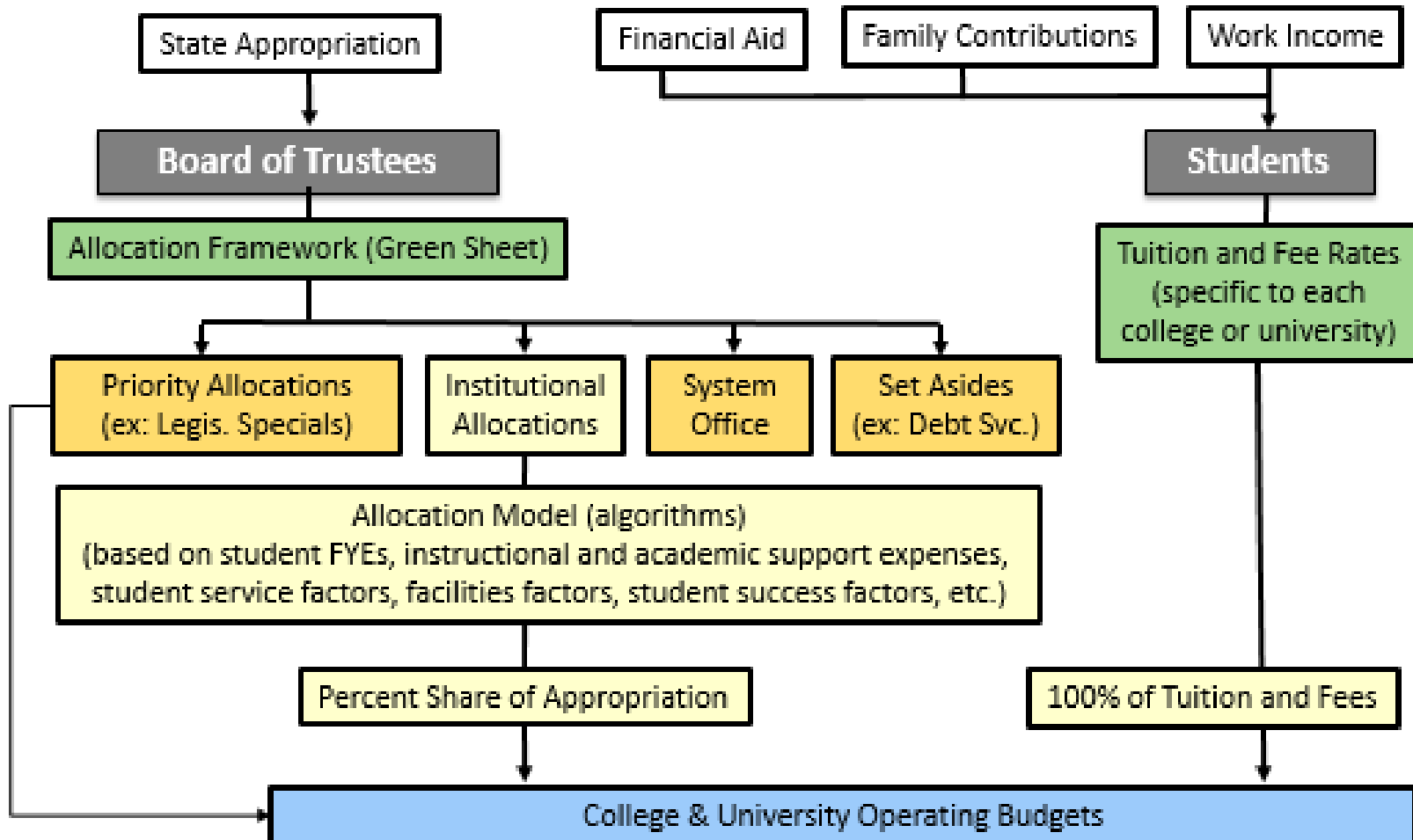
Facing Financial Challenges

- Fall tuition frozen by eliminating the full year's funding for leveraged equipment upgrades (\$7.3 million)
- Residence hall occupancy losses reduced revenues system-wide by over \$35 million, only partially helped with \$6.6 in Federal CARES assistance
- University reductions: spring reductions including 3 administrators, 43 faculty, and 20 staff positions at one university alone
- College reductions: November 2020 reductions including 21 faculty layoffs at nine colleges
- System office budget reduced by \$1.5 million (10 FTE) in FY2021, with another \$6.0 million in reductions needed over the next four years

Relationship Between Appropriation & Tuition



Flow of Appropriation and Tuition Revenues



Equity and Affordability

\$45M

- Scholarship programs to support economically-vulnerable students
 - \$23M of the \$45M
- Expansion of support for basic student needs including mental health needs and campus student support services
 - \$15M of the \$45M
- Career and Technical Education support
 - \$6M of the \$45M
- Open educational resources
 - \$1M of the \$45M

Equity and Affordability

Minnesota State Access Scholarships \$23M

New programs responsive to the economy's needs

- System-wide criteria with flexibility for individual institutions to address local needs
- Ability for students to make progress without attending full-time
- \$12.5 million for college access scholarships
- \$10.5 million for university access scholarships

Equity and Affordability

Minnesota State Access Scholarships \$23M

Supporting students with greatest financial need

- Pell-eligible Minnesota residents
- New or transfer students at any Minnesota State college or university
- Returning students enrolled at any Minnesota State college or university prior to the start of the Access and Momentum program
- Students pursuing an undergraduate diploma, certificate, associate degree, or bachelor degree
- Enrollment of at least 3 credits per term, up to 60 credits at two-year colleges and 30 credits at universities
- Students with remaining need after federal and state grants are applied to tuition and fees

Equity and Affordability

Basic Needs and Support Services \$15M

- Emergency grants
 - Application and distribution processes that are easy, accessible and quick
 - Targeted to students whose odds of completion are most increased
- Stigma-free and online mental health assessment tools and mental health first aid type resources

Equity and Affordability

Basic Needs and Support Services \$15M

- Easily accessible information hub to connect students to local, county, and state resources that address basic needs
- Training and support for faculty, staff, and administrators to ensure that programs are designed to be easily accessible to all students, specifically focusing on students from racial, ethnic, and indigenous populations, low-income and first generational

Equity and Affordability

Career and Technical Education \$6M

- Short-term education programs and industry-specific training certificates partnering with organizations serving communities of color and indigenous communities
- Local partnership efforts with local businesses to help connect high school students with college programs that will get them into in-demand skilled and technical careers
- Career and Technical Teaching program support to address shortages in high school and college teachers in career and technical areas

Equity and Affordability

Open Educational Resources \$1M

Directly reducing students out of pocket costs by removing textbook costs; this effort would include

- Searching out new free resources
- Expanding current offerings
- Implementing new offerings

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