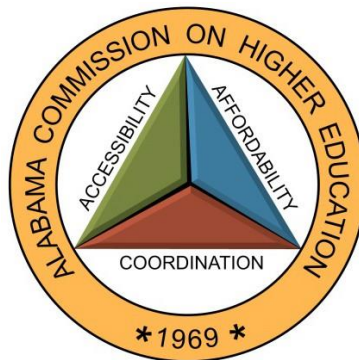


FY 2022-2023

Consolidated Budget
Recommendation

Alabama Commission
on Higher Education



ALABAMA COMMISSION ON HIGHER EDUCATION

CONSOLIDATED BUDGET RECOMMENDATION

FOR FISCAL YEAR 2022-2023

" The Commission shall receive, evaluate and coordinate budget requests for the public institutions of higher education of this state, shall hold open hearings on the budget requests of the separate institutions and shall present to each institution and to the Governor and the Legislature, a single unified budget report containing budget recommendations for separate appropriations to each of the institutions. The consolidated budget and analysis of the Commission shall be accompanied by the original requests and their justifications as submitted by each institution. The recommendations of the commission shall be derived directly from its assessment of the actual funding needs of each of the universities, as presented to it by the presidents, which assessment may include, but shall not be limited to, derived conclusions that may be based upon standard techniques of objective measurement, need and unit cost figures arrived at through the use of comparative and verified data secured from the various institutions, applied in an impartial and objective manner, and comparison shall be made not only between similar functions of institutions in Alabama but also between Alabama institutions and similar functions of institutions located in other states, provided that nothing herein shall be construed to prohibit any institutions of higher education in this state from submitting any matter pertaining to the financial operation and needs of said institution to the Legislature or to the Governor at any time."

Ala. Code §16-5-9(b) (1975)

Consolidated Budget Recommendation By The Alabama Commission on Higher Education

As prescribed by Section 16-5-9(b) of the Code of Alabama, the Alabama Commission on Higher Education has evaluated the budgets submitted by the senior public institutions of higher education and by the Chancellor of the community and technical colleges. At the Commission meeting on December 10, 2021, the Commission approved a funding recommendation for higher education for Fiscal Year (FY) 2022-2023.

The recommendation, identified as the FY 2022-2023 Recommendation, provides an overall appropriation increase of slightly over seventeen percent (17.53%) from the Education Trust Fund (ETF) for public colleges and universities.

The Commission recommends a funding level of \$2,014,561,361 for all public colleges and universities. The recommendation is based on the following:

- (1) Act 2021-342 (The Education Trust Fund FY 2022 Budget).
- (2) An "Across the Board" increase of 7% above the institutions' FY 2022 ETF appropriations for personnel, salaries, and benefits.
- (3) Institution Needs Assessment Submissions and EBO Budget Request Instructions which show an increase in Tier 1 TRS from 12.43% to 12.59%; and in Tier 2 TRS from 11.32% to 11.44%
- (4) An "Across the Board" increase of 3% above the institutions' FY 2022 ETF appropriations.
- (5) An increase of 2% above the institutions' FY 2022 ETF appropriations, divided using weighted credit hours from the ACHE Standard Calculation and ACHE enrollment reporting.
- (6) Capital expenditures appropriated using percentage of in-state students and 50% of out-of-state students using three-year average reported on ACHE's website.

Difficulties in proposing a Consolidated Budget Recommendation for higher education in Alabama are magnified by the necessity to complete the recommendation process before firm projections are made of ETF revenues and problems in resolving the gap between institutional needs and available state resources. Once again, the Commission has struggled to provide a viable recommendation within the confines of expected ETF

revenues.

The Commission also includes recommendations for other lines not directly associated with a public college or university (column 6 of the Executive Summary table). The amount of new money being recommended for these state level lines is \$13,416,652.

This brings the total increase in new funds needed for the recommendation to \$313,913,529 or an increase of over sixteen percent (16.02%). The total amount recommended for higher education from the Education Trust Fund is \$2,272,906,167.

Fiscal Year 2022-2023 Consolidated Budget Recommendation

Institution	FY 2021-2022	FY 2022-2023		FY 2022-2023	FY 2022-2023	
	Appropriation	Institutional EBO Request	% Increase Requested	Consolidated Budget Recommendation	Amount CBR Increase	% Change CBR
AAMU	46,577,392	53,105,171	14.01%	53,885,974	7,308,582	15.69%
ASU	52,461,244	56,060,831	6.86%	59,706,371	7,245,127	13.81%
AU	280,860,430	300,138,531	6.86%	327,737,876	46,877,446	16.69%
UA	194,970,221	232,328,784	19.16%	230,129,811	35,159,590	18.03%
UAB	324,844,591	378,933,559	16.65%	373,731,703	48,887,112	15.05%
UAH	58,322,523	71,679,797	22.90%	69,125,845	10,803,322	18.52%
USA	129,097,530	160,167,546	24.07%	151,162,332	22,064,802	17.09%
Doctoral O&M Total	1,087,133,931	1,252,414,219	15.20%	1,265,479,912	178,345,981	16.41%
ATHENS	16,145,494	20,299,497	25.73%	19,151,983	3,006,489	18.62%
AUM	27,560,194	29,481,364	6.97%	32,958,723	5,398,529	19.59%
JSU	46,786,485	55,000,000	17.56%	55,692,745	8,906,260	19.04%
TROY	61,877,662	70,675,000	14.22%	74,963,988	13,086,326	21.15%
UM	24,959,955	29,959,955	20.03%	28,862,614	3,902,659	15.64%
UNA	39,910,091	49,400,000	23.78%	47,544,147	7,634,056	19.13%
UWA	21,615,195	25,173,281	16.46%	26,556,088	4,940,893	22.86%
Nondoctoral O&M Total	238,855,076	279,989,097	17.22%	285,730,287	46,875,211	19.62%
Total Universities	1,325,989,007	1,532,403,316	15.57%	1,551,210,199	225,221,192	16.99%
Total Two-Year Community Colleges	388,075,478	419,505,478	8.10%	463,351,162	75,275,684	19.40%
Total Public Institutions	1,714,064,485	1,951,908,794	13.88%	2,014,561,361	300,496,876	17.53%
Total State-Wide Lines	244,928,153	296,158,651	20.92%	258,344,805	13,416,652	5.48%
Total	1,958,992,638	2,248,067,445	14.76%	2,272,906,167	313,913,529	16.02%

Notes:

- 1) AAMU includes FY2021-22 allocation of \$1,226,181 for the Agricultural Research & Extension State match. Additional funds are included in the line for the Alabama Agricultural Land Grant Alliance (AALGA) allocation.
- 2) Executive Budget Request forms used as the source for column 2. Only funds requested for O&M and funds directly appropriated to the institution from ETF are included.

FY 2022-2023 ETF Consolidated Budget Recommendation

	FY 2021-2022 Appropriation (1)	Recommended Personnel, Salary, & Benefit Increase (2)	Mandated Funds for Rate Increases (3)	Across-the-Board Increase Over FY2022 Appropriation (4)	Distribution Based on Weighted Credit Hours by Level & Discipline (5)	Non-Capital Total Recommended Increase (6)	Non-Capital Percentage of Recommended Increase (7)	One-Time Capital Assets and Maintenance Increase (8)	Total Recommended Increase (9)	Percentage of Total Recommended Increase (10)
AAM	\$ 46,577,392	\$ 3,260,417	\$ 86,582	\$ 1,397,322	\$ 729,654	\$ 5,473,976	11.75%	\$ 1,834,607	\$ 7,308,582	15.69%
ASU	\$ 52,461,244	\$ 3,672,287	\$ 113,000	\$ 1,573,837	\$ 539,140	\$ 5,898,264	11.24%	\$ 1,346,863	\$ 7,245,127	13.81%
AU	\$ 280,860,430	\$ 19,660,230	\$ 3,940,038	\$ 8,425,813	\$ 5,763,399	\$ 37,789,480	13.45%	\$ 9,087,966	\$ 46,877,446	16.69%
UA	\$ 194,970,221	\$ 13,647,915	\$ 569,362	\$ 5,849,107	\$ 4,808,925	\$ 24,875,309	12.76%	\$ 10,284,281	\$ 35,159,590	18.03%
UAB	\$ 324,844,591	\$ 22,739,121	\$ 1,903,594	\$ 9,745,338	\$ 7,453,663	\$ 41,841,716	12.88%	\$ 7,045,396	\$ 48,887,112	15.05%
UAH	\$ 58,322,523	\$ 4,082,577	\$ 266,847	\$ 1,749,676	\$ 1,409,458	\$ 7,508,558	12.87%	\$ 3,294,764	\$ 10,803,322	18.52%
USA	\$ 129,097,530	\$ 9,036,827	\$ 271,288	\$ 3,872,926	\$ 4,437,423	\$ 17,618,464	13.65%	\$ 4,446,338	\$ 22,064,802	17.09%
Doctoral O&M Total	\$ 1,087,133,931	\$ 76,099,375	\$ 7,150,711	\$ 32,614,018	\$ 25,141,661	\$ 141,005,765	12.97%	\$ 37,340,216	\$ 178,345,981	16.41%
ATHENS	\$ 16,145,494	\$ 1,130,185	\$ 33,227	\$ 484,365	\$ 251,112	\$ 1,898,888	11.76%	\$ 1,107,600	\$ 3,006,489	18.62%
AUM	\$ 27,560,194	\$ 1,929,214	\$ 246,294	\$ 826,806	\$ 508,226	\$ 3,510,539	12.74%	\$ 1,887,990	\$ 5,398,529	19.59%
JSU	\$ 46,786,485	\$ 3,275,054	\$ 88,661	\$ 1,403,595	\$ 988,397	\$ 5,755,707	12.30%	\$ 3,150,554	\$ 8,906,260	19.04%
TROY	\$ 61,877,662	\$ 4,331,436	\$ 200,772	\$ 1,856,330	\$ 1,501,208	\$ 7,889,746	12.75%	\$ 5,196,580	\$ 13,086,326	21.15%
UM	\$ 24,959,955	\$ 1,747,197	\$ 108,327	\$ 748,799	\$ 273,265	\$ 2,877,587	11.53%	\$ 1,025,071	\$ 3,902,659	15.64%
UNA	\$ 39,910,091	\$ 2,793,706	\$ 161,782	\$ 1,197,303	\$ 868,381	\$ 5,021,172	12.58%	\$ 2,612,884	\$ 7,634,056	19.13%
UWA	\$ 21,615,195	\$ 1,513,064	\$ 86,840	\$ 648,456	\$ 786,878	\$ 3,035,237	14.04%	\$ 1,905,656	\$ 4,940,893	22.86%
Non-Doctoral O&M Total	\$ 238,855,076	\$ 16,719,855	\$ 925,903	\$ 7,165,652	\$ 5,177,467	\$ 29,988,877	12.56%	\$ 16,886,334	\$ 46,875,211	19.62%
Total Senior Institutions	\$ 1,325,989,007	\$ 92,819,230	\$ 8,076,614	\$ 39,779,670	\$ 30,319,128	\$ 170,994,642	12.90%	\$ 54,226,550	\$ 225,221,192	16.99%
Two-Year Community Colleges	\$ 388,075,478	\$ 27,165,283	\$ 3,582,405	\$ 11,642,264	\$ 3,962,162	\$ 46,352,115	11.94%	\$ 28,923,569	\$ 75,275,684	19.40%
Total Public Institutions	\$ 1,714,064,485	\$ 119,984,514	\$ 11,659,019	\$ 51,421,935	\$ 34,281,290	\$ 217,346,757	12.68%	\$ 83,150,119	\$ 300,496,876	17.53%
All State-Level Programs	\$ 244,928,153								\$ 13,416,652	5.48%
TOTAL ACHE RECOMMENDATION	\$ 1,958,992,638								\$ 313,913,529	16.02%

Notes:

- (1) Act 2021-342 (The Education Trust Fund FY 2022 Budget).
- (2) Reflects an "Across the Board" increase of 7% above the institutions' FY 2022 ETF appropriations for personnel, salaries, and benefits.
- (3) Institution Needs Assessment Submissions and EBO Budget Request Instructions which show increase in Tier 1 TRS from 12.43% to 12.59%; and in Tier 2 TRS from 11.32% to 11.44%
- (4) Reflects an "Across the Board" increase of 3% above the institutions' FY 2022 ETF appropriations.
- (5) An increase of 2% above the institutions' FY 2022 ETF appropriations, divided using weighted credit hours from the ACHE Standard Calculation and ACHE enrollment reporting.
- (8) Capital expenditures appropriated using percentage of in-state students and 50% of out-of-state students using three-year average reported on ACHE's website.

Fiscal Year 2022-2023 Consolidated Budget Recommendation

	FY 2021-2022 Appropriation	FY 2022-2023 EBO Request	% Increase Requested	FY 2022-2023 Recommendation	FY 2022-2023 Recommended Increase	% Change FY 2022-2023 Recommendation
	(1)	(2)	(3)	(4)	(5)	(5)
STATE LEVEL HIGHER EDUCATION PROGRAMS						
<u>Other Two-Year</u>						
AL Community College System--System Office	12,923,154	25,923,154	100.59%	13,569,312	646,158	5.00%
Adult Basic Education	13,471,894	14,471,894	7.42%	14,145,489	673,595	5.00%
Alabama Fire College	5,881,027	6,146,027	4.51%	6,146,027	265,000	4.51%
STEAM Pilot Program	500,000	500,000	0.00%	500,000	0	0.00%
Special Population Training	4,725,281	4,725,281	0.00%	4,725,281	0	0.00%
Life Tech	2,000,000	2,000,000	0.00%	2,000,000	0	0.00%
Perry County Facility	2,000,000	0	-100.00%	0	(2,000,000)	-100.00%
Corrections Ed-Therapeutic Training	1,939,901	1,939,901	0.00%	1,939,901	0	0.00%
Corrections Ed-Day Reporting Program	1,000,000	1,000,000	0.00%	1,000,000	0	0.00%
Mine Safety Training Program	350,000	350,000	0.00%	350,000	0	0.00%
AL Technology Network	5,241,289	5,741,289	9.54%	5,503,353	262,064	5.00%
AL Technology Network-Workforce Training	503,906	503,906	0.00%	503,906	0	0.00%
Dual Enrollment	21,182,385	24,182,385	14.16%	22,241,504	1,059,119	5.00%
Central-Truck Driver Training	240,790	240,790	0.00%	240,790	0	0.00%
Automotive Workforce Training Scholarship Program	210,000	210,000	0.00%	210,000	0	0.00%
Automotive Manufacturing Development Program	312,500	312,500	0.00%	312,500	0	0.00%
Distance Learning Program	3,375,000	4,375,000	29.63%	3,543,750	168,750	5.00%
Volunteer EMT Certificates	125,000	125,000	0.00%	125,000	0	0.00%
Women's Fund of Greater Birmingham Ed Support	500,000	500,000	0.00%	500,000	0	0.00%
Smart Workforce Training Pilot Project	200,000	200,000	0.00%	200,000	0	0.00%
AL Workforce Council Committee--Credentialing & Career Pathways	1,000,000	1,000,000	0.00%	1,000,000	0	0.00%
Workforce Development Short Term Certification Credential	10,000,000	20,000,000	100.00%	10,500,000	500,000	5.00%
Pardons and Parole	0	2,000,000	0.00%	2,000,000	2,000,000	0.00%
Industry Certification Initiatives	7,160,778	15,120,778	111.16%	7,518,817	358,039	5.00%
Total: <u>Other Two-Year</u>	94,842,905	131,567,905	38.72%	98,775,630	3,932,725	4.15%
<u>Other Higher Education</u>						
MESC/Dauphin Island Sea Lab	5,500,849	16,310,415	196.51%	5,775,891	275,042	5.00%
Private Colleges & Schools						
Talladega College*	1,003,976	1,003,976	0.00%	1,054,175	50,199	5.00%
UWA/Stillman College	100,000	100,000	0.00%	105,000	5,000	5.00%
A&M/Miles Consortium	383,486	402,660	5.00%	402,660	19,174	5.00%
State-Related Institution						
Tuskegee University	12,257,156	12,627,871	3.02%	12,870,014	612,858	5.00%
Total: <u>Private & State-Related Institutions</u>	13,744,618	14,134,507	2.84%	14,431,849		5.00%
Subtotal: <u>Other Higher Education</u>	19,245,467	30,444,922	58.19%	20,207,740	962,273	5.00%

Fiscal Year 2022-2023 Consolidated Budget Recommendation

	FY 2021-2022 Appropriation	FY 2022-2023 EBO Request	% Increase Requested	FY 2022-2023 Recommendation	FY 2022-2023 Recommended Increase	% Change FY 2022-2023 Recommendation
	(1)	(2)	(3)	(4)		(5)
STATE LEVEL HIGHER EDUCATION PROGRAMS						
<u>Alabama Commission on Higher Education</u>						
Planning & Coordination Services	4,149,945	3,843,267	-7.39%	3,843,267	(306,678)	-7.39%
AGSC/STARS	398,665	412,705	3.52%	412,705	14,040	3.52%
SREB	657,041	689,034	4.87%	689,034	31,993	4.87%
Network of AL Academic Libraries	464,685	398,163	-14.32%	398,163	(66,522)	-14.32%
EPSCOR	1,220,446	1,260,184	3.26%	1,260,184	39,738	3.26%
Adaptive & Disability Sports Education	60,309	60,000	-0.51%	60,000	(309)	-0.51%
AL National Guard Scholarship Program	5,213,652	5,473,092	4.98%	5,473,092	259,440	4.98%
Humanities Foundation	100,261	100,000	-0.26%	100,000	(261)	-0.26%
AL Student Assistance Program	7,358,104	7,641,040	3.85%	7,641,040	282,936	3.85%
AL Educational Grant Program (ASGP)	7,345,974	7,640,804	4.01%	7,640,804	294,830	4.01%
Police & Fire Fighters' Survivors Tuition	632,905	466,950	-26.22%	466,950	(165,955)	-26.22%
Soil and Water Conservation	2,425,477	2,423,376	-0.09%	2,423,376	(2,101)	-0.09%
AL Forestry Foundation Blackbelt Initiative	1,182,528	1,182,000	-0.04%	1,182,000	(528)	-0.04%
Resource Conservation & Develop Program	3,845,412	3,837,744	-0.20%	3,837,744	(7,668)	-0.20%
Civil Air Patrol	100,351	100,000	-0.35%	100,000	(351)	-0.35%
Black Belt Treasures	285,529	285,000	-0.19%	285,000	(529)	-0.19%
Black Belt Adventures	375,528	375,000	-0.14%	375,000	(528)	-0.14%
National Computer Forensic Institute	250,406	250,000	-0.16%	250,000	(406)	-0.16%
AL Motorsports Hall of Fame	200,486	200,000	-0.24%	200,000	(486)	-0.24%
Alabama Trails Foundation	340,476	340,000	-0.14%	340,000	(476)	-0.14%
Math & Science Teacher Ed Scholarship Program	746,750	746,750	0.00%	746,750	0	0.00%
AL Recruit & Retain Minority Teachers Pilot	701,484	700,000	-0.21%	700,000	(1,484)	-0.21%
Forestry Commission Ed Program	200,486	200,000	-0.24%	200,000	(486)	-0.24%
AKEEP - Education & Teacher Recruitment Partnership	100,527	150,000	49.21%	150,000	49,473	49.21%
Birmingham Promise Scholarship Program	850,000	892,500	5.00%	892,500	42,500	5.00%
Retain Alabama	800,000	800,000	0.00%	800,000	0	0.00%
Higher Education Micro-Credential Fund		1,000,000		1,000,000	1,000,000	
Industry Credential Directory	100,000	100,000		100,000	0	0.00%
Alabama Agricultural Land Grant Alliance	6,116,284	6,116,284	0.00%	6,116,284	0	0.00%
USS Alabama Battleship	150,000	150,000	0.00%	150,000	0	0.00%
Alabama HBCU Consortium	650,000	732,500	12.69%	732,500	82,500	12.69%
FAFSA Completion		500,000		500,000	500,000	
Gear Up		2,500,000		2,500,000	2,500,000	
Total: <u>ACHE</u>	47,023,711	51,566,393	9.66%	51,566,393	4,542,682	9.66%

Fiscal Year 2022-2023 Consolidated Budget Recommendation

	FY 2021-2022 Appropriation	FY 2022-2023 EBO Request	% Increase Requested	FY 2022-2023 Recommendation	FY 2022-2023 Recommended Increase	% Change FY 2022-2023 Recommendation
	(1)	(2)	(3)	(4)		(5)
<u>STATE LEVEL HIGHER EDUCATION PROGRAMS</u>						
<u>Other Statewide Programs.</u>						
Dept. of Veterans' Affairs	67,618,866	67,665,677	0.07%	70,999,809	3,380,943	5.00%
American Legion Scholarships *	112,500	112,500	0.00%	118,125	5,625	5.00%
Dependents Blind Parents*	10,399	10,399	0.00%	10,919	520	5.00%
Medical Scholarships	2,440,014	2,440,014	0.00%	2,562,015	122,001	5.00%
Optometric Scholarships*	200,000	200,000	0.00%	210,000	10,000	5.00%
Dental Scholarships*	731,166	731,166	0.00%	767,724	36,558	5.00%
Nursing Scholarships	616,027	616,027	0.00%	646,828	30,801	5.00%
Fostering Hope Scholarship Program*	1,205,608	1,205,608	0.00%	1,265,888	60,280	5.00%
Teacher In-Service Centers*	2,959,080	2,959,080	0.00%	3,107,034	147,954	5.00%
Public Health Dept. - Continuing Ed EMT	1,635,782	1,635,782	0.00%	1,717,571	81,789	5.00%
Public Health Dept. - Office of Emergency Medical Services	1,000,000	1,000,000	0.00%	1,050,000	50,000	5.00%
Arts Council - Center for the Arts Foundation	1,050,000	1,050,000	0.00%	1,102,500	52,500	5.00%
UAB-Chauncey Sparks/Special Mental Health*	4,236,628	4,236,628	0.00%	4,236,628	0	0.00%
Total: Other Statewide Programs.	83,816,070	83,862,881	0.06%	87,795,042	3,978,972	4.75%
TOTAL: <u>ALL STATE LEVEL PROGRAMS</u>	244,928,153	296,695,351	21.14%	258,344,805	13,416,652	5.48%
TOTAL <u>PUBLIC INSTITUTIONS</u>	1,714,064,485	1,951,908,794	13.88%	1,988,981,216	274,916,731	16.04%
TOTAL <u>HIGHER EDUCATION</u>	1,958,992,638	2,248,604,145	14.78%	2,247,326,021	288,333,383	14.72%

* FY 2022-2023 Budgeted Requests were not received from these entities so the FY 2021-2022 appropriation was included as the requested amount.