

attends. HED advises that the estimates provided in the budget impact table above use the FY18 average cost of attendance, at resident tuition rates for the three New Mexico research institutions, applying a 1.5 percent annual cost increase for FY19 and FY20. These numbers assume five students will take advantage of the out-of-state scholarship benefit. HED advises that calculating benefits based on non-resident tuition rates will increase the cost for each out-of-state student by 70 percent. It provides this table showing participant and cost actuals and estimates for FY16 through FY20:

Fiscal Year	Number of Survivor Scholarships	Total Awarded
FY16	3	\$7,293
FY17	5	\$23,308
FY18	7	\$27,000
FY19 (Estimated)*	5	\$107,500 (Estimated)*
FY20	5	\$109,200 (Estimated)*

SIGNIFICANT ISSUES

HED point out that the bill does not specify if cost of attendance at an out-of-state institution is to be based on resident or non-resident tuition at the three New Mexico research institutions. The FY18 average resident cost of attendance for these in-state institutions is \$21,191, compared to the FY18 non-resident average cost of attendance of \$36,381. Further, students who opt to attend an out-of-state public postsecondary institution may receive a larger benefit than students who choose to stay within New Mexico, given the new definition of “cost of attendance” for that category of scholarship, which includes fees, book and supplies, transportation and any additional costs for a program, in addition to tuition, room and board. In-state students, on the other hand, will receive a scholarship limited to tuition, room and board. (See Section 2(B)).

PERFORMANCE IMPLICATIONS

HED expresses concern that it may need to reduce services in other programs to accommodate the increased cost of the scholarships being provided under this bill.

OTHER SUBSTANTIVE ISSUES

HED comments that the scholarship provided under existing law recognizes the importance of the duties performed by New Mexico fire fighters and peace officers who have lost their lives in the line of duty. It explains that the scholarship provides a surviving spouse or adopted or natural children with an opportunity for a college education through a tuition scholarship. Currently survivors must be New Mexico residents and attend a public postsecondary institution within New Mexico. Additionally, surviving children must be twenty-one years of age or under at the time of their parent fire fighter’s or peace officer’s death.

Student Financial Aid Program Detail (Dollars in Thousands)		FY17 Actual	FY18 OpBud	FY19 Request	FY19 LFC Rec
1	Student Access and Achievement				
2	Lottery Scholarship*				
3	Other Transfer	\$56,964.0	\$42,000.0	\$42,000.0	\$42,000.0
4	Other Revenues	\$38.0	\$0.0	\$0.0	\$0.0
5	Fund Balance	\$2,219.4	\$0.0	\$0.0	\$0.0
6	Total Lottery Scholarship	\$59,221.4	\$42,000.0	\$42,000.0	\$42,000.0
7	Student Incentive Grant				
8	General Fund	\$11,108.0	\$11,000.0	\$11,000.0	\$11,000.0
9	College Affordability Endowed Scholarships				
10	Other Transfer	\$0.0	\$2,000.0	\$0.0	\$0.0
11	Work-Study				
12	General Fund	\$3,961.8	\$4,142.2	\$4,142.2	\$4,142.2
13	Vietnam Veterans Scholarship				
14	General Fund	\$100.0	\$65.0	\$65.0	\$65.0
15	NM Scholars				
16	General Fund	\$300.0	\$250.0	\$250.0	\$250.0
17	Peace Officer and Fire Fighter Fund				
18	General Fund	\$25.0	\$25.0	\$25.0	\$25.0
19	Merit-based Scholarships				
20	General Fund	\$0.0	\$0.0	\$0.0	\$0.0
21	Wartime Veterans Scholarship				
22	General Fund	\$117.1	\$180.0	\$180.0	\$180.0
23					
24	Total Student Access and Achievement	\$15,611.9	\$17,662.2	\$15,662.2	\$15,662.2
25					
26	Healthcare Workforce Development				
27					
28	Nursing Student Loan for Service				
29	General Fund	\$720.0	\$450.0	\$450.0	\$450.0
30	Nurse Educator Loan For Service				
31	General Fund	\$65.0	\$65.0	\$65.0	\$65.0
32	Medical Student Loan Prog.				
33	General Fund	\$375.0	\$350.0	\$350.0	\$350.0
34	Primary Care Physician Tuition Waiver				
35	General Fund	\$150.0	\$150.0	\$150.0	\$150.0
36	Allied Health				
37	General Fund	\$244.0	\$100.0	\$100.0	\$100.0
38	Health Professional Loan Repayment				
39	General Fund	\$1,061.9	\$1,061.9	\$1,061.9	\$1,061.9
40	Dentistry Loan for Service				
41	General Fund	\$43.2	\$21.6	\$21.6	\$21.6
42	Dental Residency Program				
43	General Fund	\$1,000.0	\$750.0	\$750.0	\$750.0
44					
45	Total Healthcare Workforce Development Programs	\$3,659.1	\$2,948.5	\$2,948.5	\$2,948.5

Student Financial Aid Program Detail (Dollars in Thousands)		FY17 Actual	FY18 OpBud	FY19 Request	FY19 LFC Rec
46					46
47	Statewide Priority Professional Development				47
48	Teacher Loan-for-Service				48
49	General Fund	\$24.0	\$20.0	\$20.0	\$20.0
50	Teacher Loan Repayment				50
51	General Fund	\$60.0	\$60.0	\$60.0	\$60.0
52	Graduate Scholarship				52
53	General Fund	\$619.0	\$619.0	\$619.0	\$619.0
54	Minority Doctoral Assistance				54
55	General Fund	\$75.0	\$75.0	\$75.0	\$75.0
56	WICHE Loan-for-Service				56
57	General Fund	\$2,267.5	\$2,167.5	\$2,167.5	\$2,167.5
58	Public Service Law Loan Repayment				58
59	General Fund	\$281.2	\$170.0	\$170.0	\$170.0
60	Social Worker Loan for Service				60
61	General Fund	\$450.0	\$450.0	\$450.0	\$450.0
62	John R. Justice Loan Repayment				62
63	Federal Funds	\$0.0	\$37.7	\$0.0	\$0.0
64					64
65	Total Statewide Priority Professional Development	\$3,776.7	\$3,599.2	\$3,561.5	\$3,561.5
66					66
67	Financial Aid Administration				67
68	General Fund	\$8.0	\$21.0	\$21.0	\$21.0
69					69
70	GENERAL FUND TOTAL	\$23,055.7	\$22,193.2	\$22,193.2	\$22,193.2
71	GRAND TOTAL	\$82,277.1	\$66,230.9	\$64,193.2	\$64,193.2

*FY17 lottery figures in the HED request do not reflect actual transfers from liquor excise tax and the lottery tuition fund. Figures in this document were adjusted to reflect actual revenues received.