SB140 – OPPORTUNITY SCHOLARSHIP ACT

SPONSORED BY SEN. LIZ STEFANICS & REP. JOY GARRATT



Fostering Student Success from Cradle to Career

GOAL: ENSURE COLLEGE AFFORDABILITY FOR ALL NEW MEXICANS

The Opportunity Scholarship Act will establish an all-encompassing, comprehensive, free college package combining all college affordability scholarships for New Mexicans looking to enroll in training and education programs.



COVERING TUITION & FEES FOR ALL NEW MEXICANS TO REACH HIGHER

Every New Mexican deserves the opportunity to reach higher and pursue education or career training leading to a brighter future for New Mexico. Tens of thousands of New Mexicans have already benefited from free college under the New Mexico Opportunity and Lottery scholarships, and we are working as a state to break down any financial barrier to accessing higher education.

Introducing the **New Mexico Opportunity Scholarship Act** – a comprehensive free college package that will set a national model and example. The goal is simple: whether you are a recent high school graduate, a veteran, someone who lost the Lottery Scholarship, or a New Mexican looking to advance your education while working part time or full time, you can go to college tuition free.

This package will allow **up to 35,000 New Mexicans** to benefit from a comprehensive free college financial aid package covering tuition and fees starting in Fall 2022. The total appropriation of **\$85.5 million is 1% of the state budget** for New Mexico.

99

ISABEL SAENZ, NURSING STUDENT Western New Mexico University

"I'm a single mother, so it's hard. The hardest thing has also been balancing work and school, but I'm always trying to be an example for my kids, so that's the reason I'm back in school. The scholarship really helped me to be able to go back to school."



FACTS: BENEFITS OF FREE COLLEGE

- The average age of a college student in New Mexico is 26, and most students attend part-time due to work and other responsibilities.
- Median earnings for associate degree holders working full time are 24% higher, and for bachelor's degree holders are 61% higher than individuals with only a high school diploma.
- Unemployment rates are 2.8% for associate degree holders, 2.1% for bachelor's degree holders, and 4.1% for those with a high school diploma.

WHAT IS FREE COLLEGE?

- It means that full tuition and fees are covered at New Mexico public colleges and universities.
- It includes part-time and full-time students.
- It is for credit-bearing certificates, associate degrees, and bachelor's degrees.
- It is available to New Mexico residents.

7,315
STUDENTS
RECEIVED THE
OPPORTUNITY
SCHOLARSHIP
FALL 2021

10,300 STUDENTS RECEIVED THE LOTTERY SCHOLARSHIP FALL 2021



MORE INFORMATION
WWW.FreeCollegeNM.org

OPPORTUNITY SCHOLARSHIP ACT

A FREE COLLEGE PACKAGE FOR NEW MEXICANS



Fostering Student Success from Cradle to Career



COST ESTIMATE BREAKDOWN			
Two-Year College Part-Time & Full-Time Tuition & Fees	Four-Year College Part-Time & Full-Time Tuition & Fees	TOTAL	
\$27,454,177	\$110,082,298	\$137,536,475	
Revenue Offset: Lottery Transfer & Other State Aid		- \$52,000,000	
TOTAL COST		\$85,536,475	

Note: The New Mexico Higher Education Department used 2020-2021 academic year enrollment figures and considered a 2.5% enrollment increase to determine the cost estimate for the Opportunity Scholarship Act.

COMPARISON OF PROPOSALS

SB140 - OPPORTUNITY SCHOLARSHIP ACT

SB140 - Opportunity Scholarship Act consolidates programs into one scholarship; allows for a minimum of six credit hours per semester; covers tuition and fees; authorizes rule promulgation; and requires a cumulative 2.5 GPA.

LEGISLATIVE ENDOWMENT AFFORDABILITY SCHOLARSHIP FY22: \$105K

COLLEGE

FY22: \$3M

LOTTERY FY22: \$15.5M

OPPORTUNITY SCHOLARSHIP FY22: \$18M



LEGISLATIVE FINANCE COMMITTEE

This proposal preserves the existing financial aid structure and statuses; requires full-time enrollment; restricts differential tuition and course fees; does not allow rulemaking authority (language in HB2); and requires a cumulative 2.5 GPA.

\$12 MILLION RECURRING GENERAL FUND

OPPORTUNITY SCHOLARSHIP

\$47 MILLION

OPPORTUNITY SCHOLARSHIP

NON-RECURRING GENERAL FUND \$8M GENERAL FUND AND \$39M FEDERAL FUNDING

\$150 MILLION

LOTTERY SCHOLARSHIP

NON-RECURRING FEDERAL FUNDING

OPPORTUNITY SCHOLARSHIP

\$85.5 MILLION

RECURRING GENERAL FUND







EMPOWERING ADULT LEARNERS

MANY PATHWAYS, ONE BRIGHT FUTURE





Adult Education provides New Mexicans with flexible learning options, greater technology skills, and is helping our communities and economy meet New Mexico's workforce needs.

WHO WE ARE

New Mexico adult education helps thousands of New Mexico adults to reskill or upskill and enter family-sustaining careers. Adult education uplifts New Mexico families across generations by increasing parent education, which is linked to a child's success in school and into adulthood.

New Mexico Higher Education Department's Adult Education Division funds 26 programs in small rural and large urban communities across the state. These programs empower adult learners to enter or advance in the workforce or continue into higher education.

Our adult education programs help New Mexicans to:

- Strengthen core literacy, numeracy, digital literacy, and workplace readiness skills
- Earn a High School Equivalency (HSE) credential
- Learn English as a second language (ESL) and civics
- Become college ready and enter a career pathway
- Enhance parent and caregiver ability to support children's learning needs

Adult learners were among those most vulnerable to the pandemic in 2020-2021. Funds helped students to reskill and enter postsecondary education, support learners with technology, train teachers in digital skills, and convert classrooms into online and hybrid learning environments.

ADULT EDUCATION BY THE NUMBERS



\$9,620 additional earnings with a high school credential, on average



53% increase in income over ten years for adults with a high school credential



14% number of New Mexicans over age 25 without a high school credential



1,368 number of students at the basic literacy level served in 2020-2021 (grade equivalent 0-3.9)



1,436 number of English language learners served in 2020-2021



2,255 number of students at the basic education level (grade equivalent 9-12) served in 2020-2021



2% taxpayer cost to provide adult education versus the cost of incarceration for one year in New Mexico (\$655 vs. \$42,250)



5,303 number of students served in statewide 2020-2021



\$9 million
FY23 budget request

CONTACT US

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NEW MEXICO PROGRAMS & STUDENTS

MANY PATHWAYS, ONE BRIGHT FUTURE





NORTHERN WORKFORCE REGION

Diné College: 34

Luna Community College: 28

New Mexico State University - Grants: 123

Northern New Mexico College: 49

San Juan College: 237

Santa Fe Community College: 551

University of New Mexico - Gallup: 54

University of New Mexico-Los Alamos: 102

University of New Mexico - Taos: 121

CENTRAL WORKFORCE REGION

Albuquerque Adult Learning Center: 135

Catholic Charities: 135

Central New Mexico Community College: 710

Gordon Bernell Charter School: Added in FY22

Southwestern Indian Polytechnic Institute: 246

University of New Mexico - Valencia: 252

Youth Development, Inc. (YDI): Added in FY22

EASTERN WORKFORCE REGION

Clovis Community College: 254

Eastern New Mexico University - Roswell: 169

Eastern New Mexico University - Ruidoso: 42

Mesalands Community College: 12

New Mexico Junior College: 220

New Mexico State University - Alamogordo: 88

New Mexico State University - Carlsbad: 140

SOUTHWESTERN WORKFORCE REGION

New Mexico State University - Doña Ana: 662 Western New Mexico University: 64

NEW MEXICO CORRECTIONS STUDENTS

Educating 905 justice-involved New Mexicans and young adults in partnership with the New Mexico Corrections Department.

INTEGRATED EDUCATION & CAREER TRAINING PROGRAMS

Integrated Education and Training (IET) Programs enable New Mexicans to participate in adult education while gaining industry-recognized credentials. The following IET programs exist in New Mexico:

ALAMOGORDO

Pathways and Career Education - PACE New Mexico State University - Alamogordo Certified Nursing Assistant Program

ALBUQUERQUE

Albuquerque Adult Learning Center
Associated Builders & Contractors Pre-Apprenticeship

Catholic Charities Center for Educational Opportunity NCCER Specialized Heavy Equipment Operation Roofing

Central New Mexico Community College

Applied Technologies

Early Childhood Multicultural Education

Nursing Assistant

Business and Information Technologies

HOBBS

New Mexico Junior College

StartUp Generation Entrepreneurial Program

LOS LUNAS

University of New Mexico - Valencia

Nursing Assistant

Phlebotomy Technician

RUIDOSO

Eastern New Mexico University - Ruidoso

Hospitality & Tourism

Culinary Arts

Certified Nursing Assistant

Construction Trades

Cyber Security

SANTA FE

Adult Education iBEST Programs

Santa Fe Community College

Entry Level Automotive Technician – Certificate in Automotive Maintenance and Light Repair

Community Health Worker

Early Childhood Development

Nursing Assistant

Phlebotomy

SILVER CITY

Western New Mexico University

Digital Literacy

TAOS

Taos Education and Career Center

Early Childhood Education

Emergency Medical Services (EMS)

Solar Technology



Adult Education: A Road to NM's Recovery

FACT SHEET

FY23 Executive Budget	FY23 LFC
Recommendations	Recommendations
\$9M for adult education programs\$750,000 for an adult literacy program	\$6.5M for adult education programs\$680,400 for an adult literacy program

Di C justification	Maure
lepartment requested a 19 percent increase to	• Adult education
se adult basic education program funding by \$2.5	positions for t

"The department requested a 19 percent increase to ... increase adult basic education program funding by \$2.5 million, requested as a program expansion for four new positions for the longitudinal data system currently under development."

I FC Justification

"LFC recommends the current level of funding for the adult basic education program. In FY20, the Legislature substantially increased the investment into ABE programs with an additional \$3 million appropriation, which the department has never fully expended within a fiscal year."

Adult Education Response

- Adult education is NOT requesting additional positions for the longitudinal data system.
- Adult Education is requesting two positions funded by a combination of federal and state funds:
 - Constituent Services Specialist to interface with the public & connect adult learners and their families to needed programs & services.
 - Professional Development Coordinator to support efforts to retain high quality teachers & promote continuous program improvement.
- The allocation was highly restricted in HB2 and could not be dispersed to programs for general use.
- The allocation was known to be temporary, so using the funding for service expansion was not prudent.
- The pandemic shutdown resulted in a serious decline in enrollment and reduced services
- Despite the pandemic, the vast majority of the additional allocation was actually spent in those two years, even if it was not fully expended.
- Failure to spend the entire allocation does not imply that current funding levels are adequate.

The Need for Additional Funding

- ◆ 231,868 New Mexicans 18+ need a high school diploma. (2019 US Census Data)
- ◆ Only 2.2% of that need being met yearly. (5,303 served in FY 21)

Plan For Additional Funding

- Expansion of programming, including:
 - *Digital literacy *Workplace readiness *Family literacy
- ◆ Addition of above reference state level positions
- ◆ Return of instructional materials allocations (AE stopped receiving instructional materials allocations from PED in FY20)
- ◆ Professional Development Plan, including:
 - *Certification/Credentialing *Consistent Training/Support
 - * Both synchronous & asynchronous online offerings
 - * Paid professional development