

**Governor's Introduced Budget Amendments for the 2012-14 Biennium
(General Fund Only)**

Institution	Enrollment Growth 25%	Degree Incentives 40%	Base Operation 20%	Line Of Duty Act	Total E&G	Financial Aid 10%	Research Initiatives 5%	Others ¹	Total GF FY2014
CNU	\$54,733	\$160,212		\$4,698	\$219,643	\$56,344			\$275,987
CWM	\$73,939	\$180,122		\$2,112	\$256,173	\$39,830			\$296,003
GMU	\$326,919	\$850,066		\$7,837	\$1,184,822	\$191,237			\$1,376,059
JMU	\$397,062	\$586,975		\$4,249	\$988,286	\$91,323			\$1,079,609
LU	\$80,350	\$121,790		\$2,458	\$204,598	\$51,411			\$256,009
NSU	\$292,572	\$147,483		\$2,955	\$443,010	\$96,179			\$539,189
ODU	\$472,692	\$681,537	\$3,891,533	\$4,780	\$5,050,542	\$205,482			\$5,256,024
RU	\$413,980	\$292,034		\$6,686	\$712,700	\$91,293			\$803,993
UMW	\$71,869	\$147,448		\$2,280	\$221,597	\$22,424			\$244,021
UVA	\$116,432	\$516,045		\$3,842	\$636,319	\$71,101		\$454,560	\$1,161,980
UVAW	\$33,084	\$47,677		\$1,135	\$81,896	\$25,849			\$107,745
VCU	\$389,386	\$861,041		\$7,054	\$1,257,481	\$260,598	\$250,000		\$1,768,079
VMI	\$21,743	\$33,664		\$847	\$56,254	\$10,720			\$66,974
VSU	\$72,469	\$107,764		\$1,807	\$182,040	\$73,940			\$255,980
VT	\$363,003	\$908,669		\$4,215	\$1,275,887	\$186,087	\$972,883	\$600,000	\$3,034,857
RBC	\$15,582	\$29,356		\$1,017	\$45,955	\$5,590			\$51,545
VCCS	\$1,668,601	\$2,111,183		\$15,773	\$3,795,557	\$466,358		\$1,875,000	\$6,136,915
All Institutions	\$4,864,416	\$7,783,066	\$3,891,533	\$73,745	\$16,612,760	\$1,945,766	\$1,222,883	\$2,929,560	\$22,710,969
Interest/Credit Card ²								\$1,789,232	\$1,789,232
VT-extension								\$85,000	\$85,000
EVMS								\$200,000	\$200,000
Southwest H Ed Ctr								\$117,500	\$117,500
SCHEV									
TAG ³								\$3,770,783	\$3,770,783
Military Survivors								\$600,000	\$600,000
Longitudinal data								\$135,295	\$135,295
Total	\$4,864,416	\$7,783,066	\$3,891,533	\$73,745	\$16,612,760	\$1,945,766	\$1,222,883	\$9,627,370	\$29,408,779

Notes:

(1) Amounts in UVA, VT-extension and EVMS are from the Governor's executive amendments.

(2) \$2,442,809 is proposed for FY2013 in the Governor's introduced budget amendments.

(3) TAG amount is a transfer from FY2013 to FY2014.

**Change in Amended General Fund Appropriations to E&G Programs
(2012-14 Biennium)**

Inst.	2011-12 General Fund ¹	FY13 Additions over FY12 ²		FY14 Additions over FY13 ^{2,3}		FY14 E&G Reallocation ⁴
		Amount	Percent	Amount	Percent	
CNU	\$22,223,345	\$1,346,064	6.1%	\$519,528	2.2%	\$1,115,986
CWM	\$35,444,612	\$898,388	2.5%	\$882,942	2.4%	\$1,786,079
GMU	\$107,156,185	\$4,415,690	4.1%	\$2,847,965	2.6%	\$5,352,450
JMU	\$62,223,090	\$4,145,595	6.7%	\$1,925,733	2.9%	\$3,113,327
LU	\$21,895,145	\$1,016,911	4.6%	\$470,809	2.1%	\$1,096,872
NSU	\$37,741,418	\$1,731,690	4.6%	\$677,883	1.7%	\$1,487,043
ODU	\$90,603,180	\$6,515,030	7.2%	\$6,031,924	6.2%	\$4,538,952
RU	\$39,591,803	\$2,310,806	5.8%	\$1,279,881	3.1%	\$1,983,068
UMW	\$17,945,009	\$1,023,704	5.7%	\$498,865	2.6%	\$903,101
UVA ⁵	\$110,358,412	\$2,800,408	2.5%	\$2,752,326	2.4%	\$5,607,118
UVAW	\$11,317,653	\$1,122,580	9.9%	\$198,286	1.6%	\$569,783
VCU	\$142,328,431	\$6,468,488	4.5%	\$3,462,529	2.3%	\$7,167,930
VMI	\$7,397,356	\$616,876	8.3%	\$159,628	2.0%	\$370,268
VSU	\$27,896,253	\$1,652,317	5.9%	\$413,334	1.4%	\$1,017,950
VT	\$131,382,017	\$3,257,916	2.5%	\$3,220,200	2.4%	\$6,631,744
RBC	\$4,932,934	\$271,663	5.5%	\$92,199	1.8%	\$247,326
VCCS	\$318,045,618	\$17,065,719	5.4%	\$8,177,841	2.4%	\$14,797,556
Int. Earnings ⁶		\$2,442,809		\$1,789,232		
Total	\$1,188,482,461	\$59,102,654	5.0%	\$35,401,105	2.8%	\$57,786,553

Notes:

- (1) Includes general fund appropriations for E&G and interest earnings/credit card rebates.
- (2) Includes reductions resulted from administrative efficiencies. General fund appropriations for VIMS, VSU and VT extensions are also reduced for a total of \$274,038.
- (3) includes 2% faculty salary increase in the original budget and the Governor's introduced budget amendments.
- (4) In lieu of budget reductions, institutions are required to reallocate the equivalent of 5% in FY2014 of their FY2012 E&G appropriations to programs and strategies that can advance the objectives of TJ21 legislation. 5% reallocation is the combination of 2% in the original budget and additional 3% in the amended budget. VIMS, VSU and VT extensions are also required to make E&G reallocation for a total of \$2,450,943.
- (5) UVA FY14 additions include \$454,560 from the Governor's executive amendments.
- (6) Not allocated to institutions.

Comparison of SCHEV and Governor's Budget Amendments for 2013-14
(In Millions)

Item	SCHEV	Governor
Cost of education	\$23.8	\$3.9
Faculty salaries	\$10.8	\$0.0
Operation and maintenance of new facilities	\$10.2	\$0.0
Projected per-FTE enrollment-based funding	\$15.1	\$4.9
Fund share equity/affordability	\$1.8	\$0.0
Higher Education Equipment Trust Fund (debt service) ¹	\$0.0	\$0.0
Economic and Innovation Incentives	\$20.0	\$7.8
Sub-total Operating Budget	\$81.7	\$16.6
Undergraduate financial aid	\$27.0	\$1.9
Tuition Assistant Grant ²	\$3.9	\$3.8
Retention and Completion Fund ³	\$4.4	\$4.4
Sub-total Financial Aid	\$35.3	\$10.1
Research Initiative	\$0.0	\$1.2
Workforce Development	\$0.0	\$1.9
Military Survivors and Dependent Program	\$0.0	\$0.6
Others ⁴	\$0.0	\$1.6
Sub-total Other	\$0.0	\$5.3
Total Recommendations⁵	\$108.7	\$23.8

Notes:

(1) SCHEV recommended an additional \$30.6 million allocation including \$4 million for VCCS workforce training equipment is recommended for FY2014. The required general fund for debt service will not begin until FY2015. The Governor's budget provides \$2 million allocation for VCCS workforce training equipment purchases.

(2) \$3.8 million is a transfer from FY2013 to FY2014. As a result, it increases the award amount to \$3,100 for undergraduate and \$1,500 for graduate and medical students in FY2014.

(3) Funding for this item is redirected from the current appropriation.

(4) Includes the Governor's executive amendments of \$739,560 in total.

(5) Excludes \$3.8 million for Tuition Assistant Grant and \$4.4 million for Retention and Completion Fund as these amounts are already in the current appropriations.

**Summary of
Major Items in the Governor's Introduced Budget Amendments
for Higher Education in the 2012-14 Biennium**

Item	Amended 2012-14 Budget for Operations
<i>(A) Operating Budget for All Institutions</i>	
Enrollment Growth Funding	\$4.9 million GF in FY2014. <ul style="list-style-type: none"> ▪ The amount was prorated based on SCHEV recommendation for this item.
Degree Incentive	\$7.8 million GF in FY2014. <ul style="list-style-type: none"> ▪ Funding distribution was based on the incentive funding model.
Student Financial Aid	\$1.9 million GF in FY2014.
Interest Earnings and Credit Card Rebate	The original amounts were amended to be \$2.4 million GF in FY2013 and \$1.8 million GF in FY2014.
Resource Reallocation	In lieu of budget reductions, institutions are required to reallocate the equivalent of 5% in FY2014 of their FY2012 E&G appropriations to programs and strategies that can advance the objectives of TJ21 legislation. 5% reallocation is the combination of 2% in the original budget and additional 3% in the amended budget,
Tuition Assistance Grant (TAG)	\$3.8 million GF transferred from FY2013 to FY2014. <ul style="list-style-type: none"> ▪ Accommodate changes in enrollment and award amount; ▪ Increase the award level from \$2,800 to \$3,100 for undergraduate students and \$1,300 to \$1,500 for graduate and medical students in FY2014.
Military Survivors Program	\$600,000 GF in FY2014.
Higher Education Equipment Trust Fund	<ul style="list-style-type: none"> ▪ Additional \$2.0 million allocation to VCCS to support workforce development equipment needs in FY2014. ▪ Institutions are allowed to purchase equipment in 2013 but will not be reimbursed until at least the first quarter of 2014 because the bond issuance will be delayed in 2013.
Line of Duty Act	\$73,745 GF in FY2014. <ul style="list-style-type: none"> ▪ Provides death and health benefits to state employees, local government employees and volunteers who hold specified hazardous duty positions and who are killed or disabled in the line of duty. ▪ This act is in §9.1-401 and §9.1-402 of the Code of Virginia.
<i>(B) Institution-Specific Operating Budget</i>	
ODU	\$3.9 million GF in FY2014 for base operations to address the institution's high base adequacy need.
UVA	\$454,560 GF in FY2014 for the state share of the institution's health care plan.
VCU	\$250,000 GF in FY2014 to support the Parkinson's and Movement Disorders Center.

VCCS	<ul style="list-style-type: none"> ▪ \$1.8 million GF in FY2014 to support regional career pathways. ▪ \$125,000 GF in FY2014 to support a planning grant at TNCC for advanced integrated manufacturing technologies.
VT	<ul style="list-style-type: none"> ▪ \$600,000 GF in FY2014 to support enrollment growth in the Corps of Cadets of the Unique Military Activities. ▪ \$972,883 GF in FY2014 to support brain disorders research.
VT-extension	\$85,000 GF in FY2014 to help the costs of a new wastewater treatment facility.
SCHEV	\$135,295 GF in FY2014 to support the Longitudinal Data System that will track students' productivity and outcomes.
Southwest Virginia Higher Education Center	\$117,500 GF in FY2014 to support half of the operating and maintenance costs for the new research facility.
EVMS	\$200,000 GF in FY2014 to assist in the development of cooperative academic and research programs between Eastern Virginia Medical School, the College of William and Mary or other Virginia higher education institutions.
(C) Language	
Item 144.C.1 College Scholarship Assistance Program	<ul style="list-style-type: none"> ▪ Deletes the paragraph that funds shall be allocated based on the need-based model. ▪ Adds that funding shall be allocated to Virginia public and eligible private non-profit institutions for purposes of addressing student retention and graduation.
§4-5.01.b.1.a	Adds work study as an option for distributing financial aid appropriations.
§4-9.02	Modifies language to ensure no conflict with existing language regarding assessment of institutional performance with new performance measures under the TJ21 legislation.
§4-9.02.d.6 and §4-9.02.e.6.a	Provides additional VITA oversight of technology projects that are less than \$1.0 million if the project is complex, has high risks or is critical to the safety of the Commonwealth.
Item	
Amended 2012-14 Budget for Capital Outlay	
Maintenance Reserve	\$50,000 GF in FY2014 to establish a maintenance reserve appropriation for the Institute for Advanced Learning and Research to address issues related to aging facilities.
Workforce Development	\$3.7 million GF in FY2014 for the expansion of the manufacturing training program at Danville Community College.
Construction funding for paragraphs A, B, and C of Item C-39.05	<p>\$262.8 million construction funding is provided in FY2014 from bond proceeds for projects listed in paragraphs A, B, and C of Item C-39.05 if the projects meet the following criteria:</p> <ul style="list-style-type: none"> ▪ Detailed planning has been completed; ▪ Projected construction cash needs for the project have been submitted to the DPB director, indicating the quarterly cash needs from the signing of the construction contract until its completion; ▪ The Six-Year Capital Outlay Plan Advisory Committee must review

	<p>the project and grant the authorization for construction to begin;</p> <ul style="list-style-type: none"> ▪ Sufficient bond authority is available to meet current cash needs as certified by the Secretary of finance.
Projects through Excess Bond Proceeds (Item C-38.20 paragraph A)	<p>Provides funding through excess bond proceeds for</p> <ul style="list-style-type: none"> ▪ Equipment for GMU's Fine Arts Building and Science Technology I and II projects. ▪ Life safety projects at: <ul style="list-style-type: none"> ▪ NSU – replace Brown Hall ▪ VSU – replace Water Storage Tank ▪ VSU – Construct Erosion and Stormwater Control Facilities ▪ GMU – Expand Central Utility Plant, Fairfax Campus
Revenue Bond Authority	<ul style="list-style-type: none"> ▪ \$9.6 million 9(c) revenue bond authority for CWM dormitory renovation. ▪ Up to \$36 million 9(c) revenue bond authority for RU to construct and renovate resident halls. ▪ \$9.5 million 9(d) revenue bond authority for GMU to expand its central utility plant.