

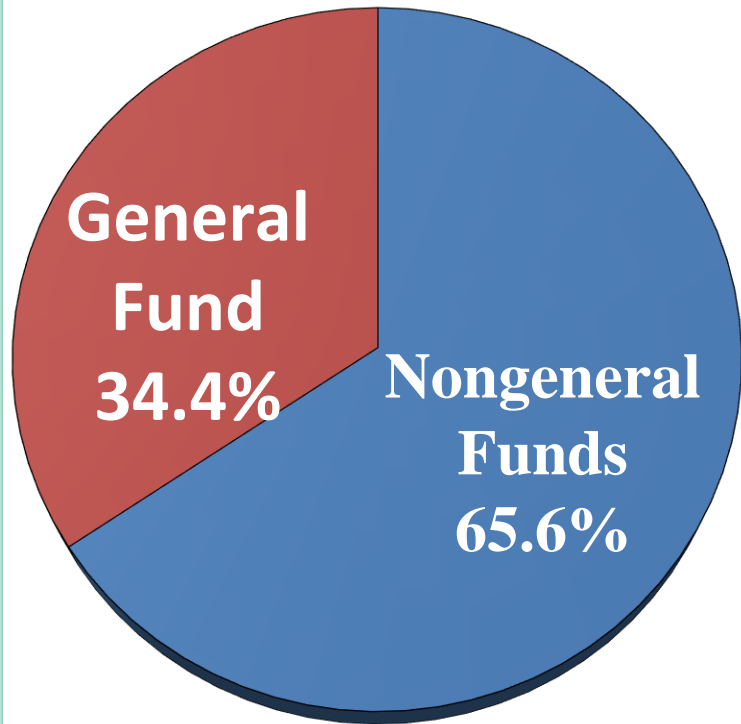


# Virginia's Budget

Virginia Department of Planning and Budget (DPB)



# 2020-2022 Budget: Nongeneral fund vs. General fund



## The General Fund (34.4%)

- From income and sales taxes paid by citizens and businesses
- Can be used for a variety of government programs
- Governor and General Assembly have the most discretion

## Nongeneral Funds (65.6%)

- Receipts set aside for specific purposes:
  - motor vehicle and gas taxes for transportation programs
  - student tuition and fees for higher education
  - federal grants for specific activities

# Where the operating money goes- General Fund 2020-2022

<b>Government (Administration, Finance &amp; Technology)</b>	<b>12.9 %</b>
<b>Commerce &amp; Trade/Agriculture and Forestry</b>	<b>1.9 %</b>
<b>Education</b>	<b>41.8 %</b>
<b>Health and Human Resources</b>	<b>32.5 %</b>
<b>Natural Resources</b>	<b>0.9 %</b>
<b>Public Safety/Veterans/Homeland Security</b>	<b>9.7 %</b>
<b>Transportation</b>	<b>0.0 %</b>
<b>Other (legislative &amp; judicial branch, executive offices, independent agencies, central appropriations, and nonstate agencies)</b>	<b>0.3 %</b>

# Budgetary authorization for higher education involves several major programs

- Educational and General (E&G)
  - General fund (GF) and nongeneral fund (NGF) sources (tuition and fee revenue)
- Student Financial Assistance
  - General fund and nongeneral fund (federal assistance and tuition revenue)
- Sponsored Programs (Research)
  - General fund and nongeneral fund (federal and private grants)
  - Institution specific initiatives
- Auxiliary Enterprises
  - Nongeneral fund only (self-supporting activities such as residential facilities, dining halls, and parking)

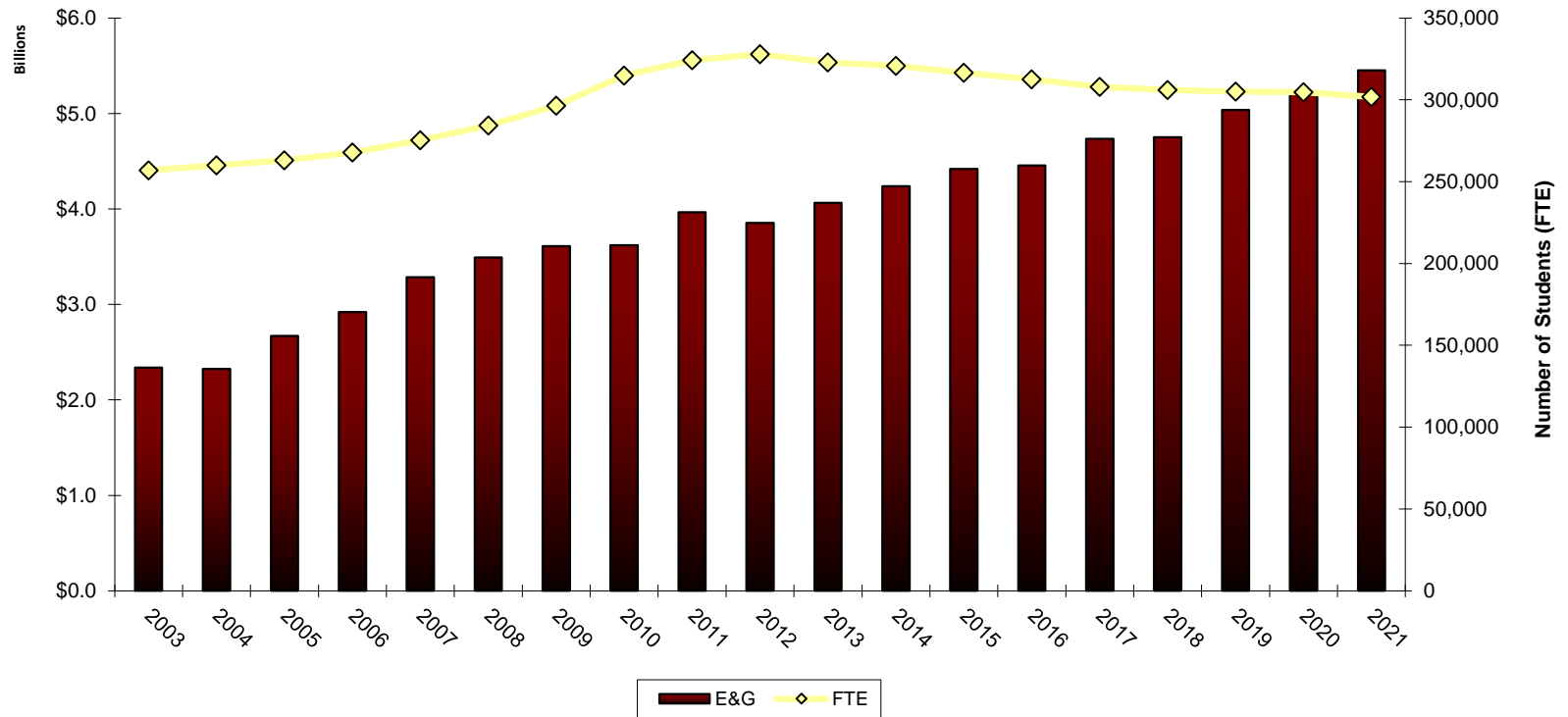
# Support for educational and general is a shared cost

Institution	GF Share	NGF Share
Richard Bland College	64%	36%
Virginia Community College System	63%	37%
Longwood University	62%	38%
Radford University	61%	39%
Christopher Newport University	60%	40%
University of Virginia at Wise	60%	40%
University of Mary Washington	60%	40%
Old Dominion University	56%	44%
Norfolk State University	50%	50%
George Mason University	50%	50%
Virginia Commonwealth University	50%	50%
James Madison University	50%	50%
Virginia State University	47%	53%
Virginia Military Institute	41%	59%
College of William and Mary	39%	61%
Virginia Tech	38%	62%
University of Virginia	32%	68%

# Many factors and perspectives influence budget development:



# Both E&G support and FTE students have grown

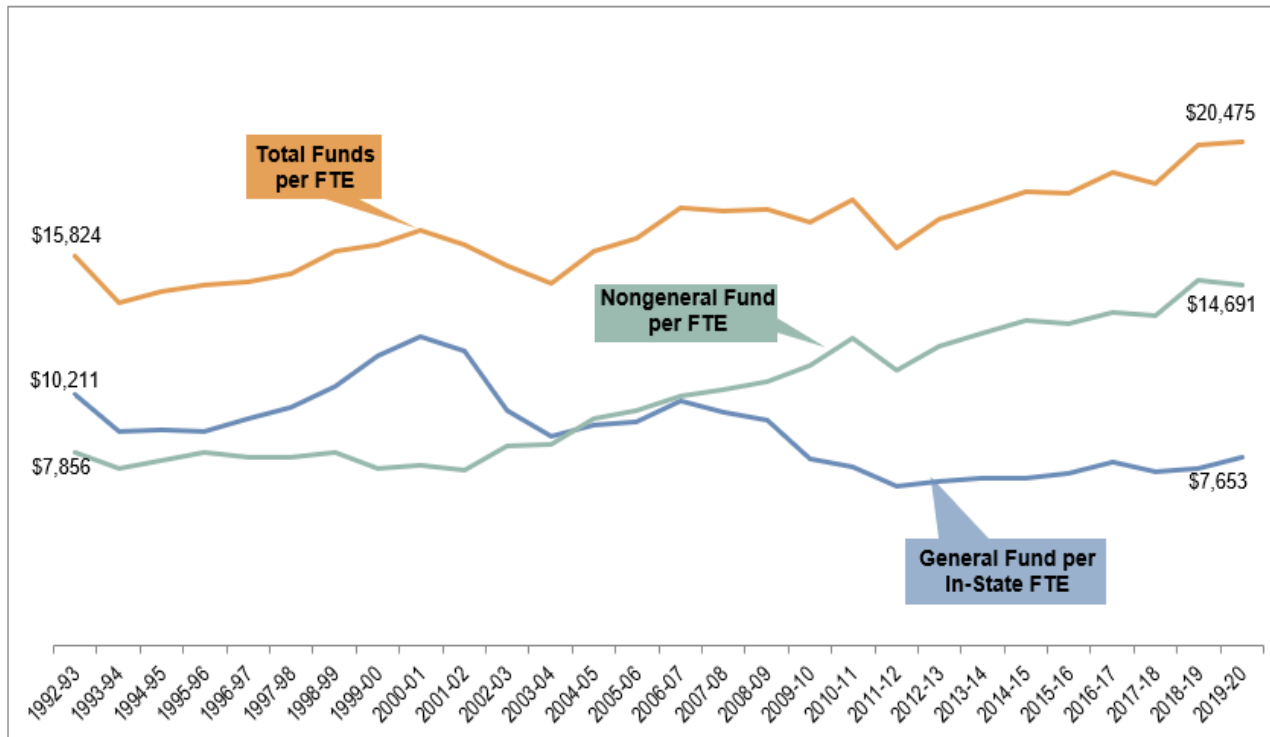


Notes: Data includes E&G appropriation for 17 institutions, VIMS and extension services.  
FY 2010-11 includes SFSF appropriation.

# Average Funding per FTE Student at Four-Year Institutions for E&G programs has grown

(from SCHEV 11/2020 Higher Education Funding report)

**Average Funding per FTE Student at Four-Year Institutions for E&G programs**  
(in 2019-20 constant dollars)



Total per FTE: 29% increase FY93-FY20, average annual increase 1.0%

NGF (tuition and fees)/FTE: 87% increase FY93-FY20, average annual increase 3.1%

GF per In-State FTE: 25% decrease FY93-FY20, average annual decrease 0.9%

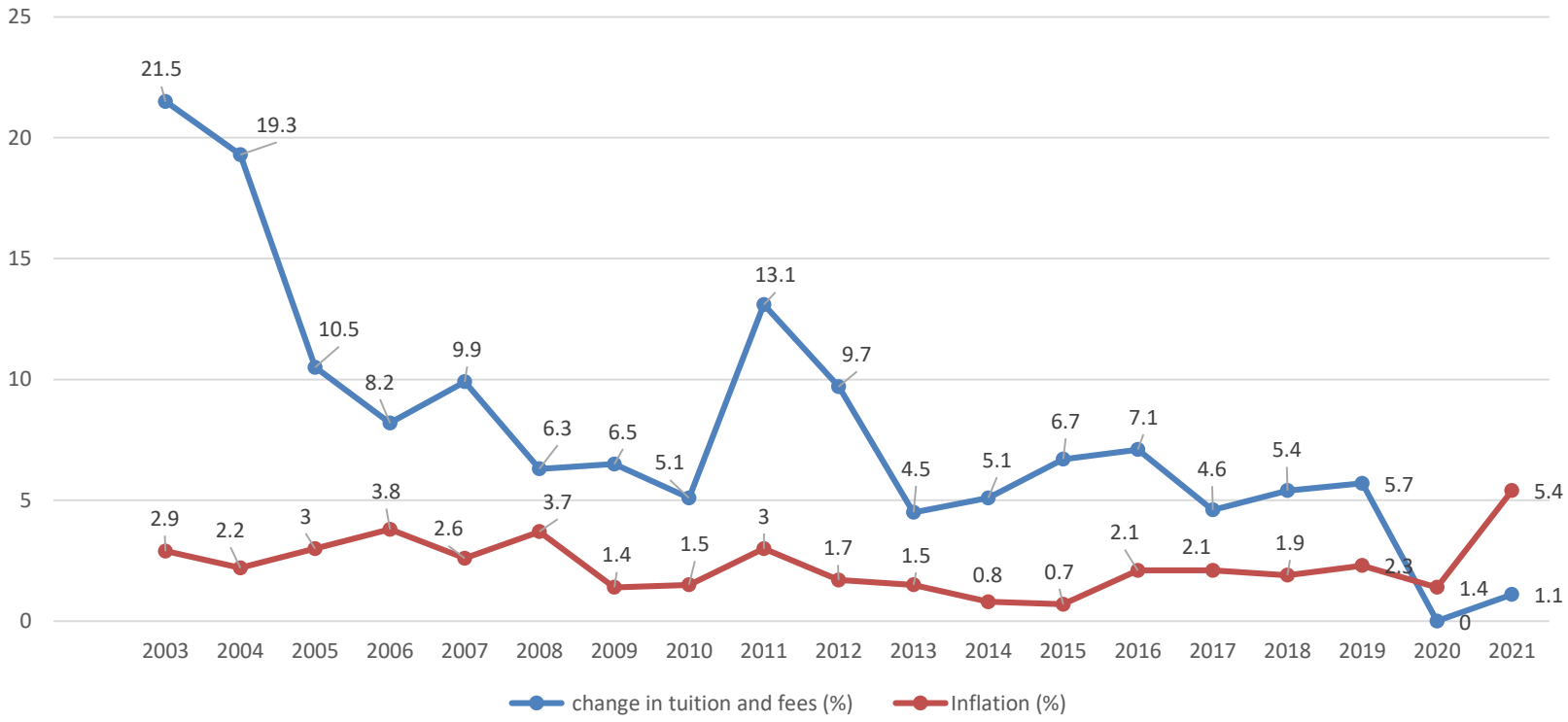
**Notes:**

- (1) Total Funding per Total FTE is not the sum of General Fund per In-State FTE and Nongeneral Fund per Total FTE.
- (2) FTE are actual enrollments.
- (3) Funding by fund comes from Chapter 552 2021
- (4) FY10 and FY11 Nongeneral Fund per Total FTE include funding from the American Recovery and Reinvestment Act of 2009.
- (5) General fund per in-state FTE has decreased by 39.2% from the peak year of FY2001 to FY2020.



# Increases in tuition is one of the few state funding issues that historically has surpassed inflation (until COVID)

### Average Percent Change in Annual Tuition and E&G Fees vs Inflation



# What about the pandemic?!!

- Institutions incurred costs to implement distance education and telework and installing social distance infrastructure; continue to incur costs for procuring personal protection items, cleaning costs, and testing staff and students.
- Biggest impact has been lost auxiliary revenues (room, board, parking, book store) with fewer students living on campus and dorms holding fewer students due to social distancing.
- Although most institutions showed less loss of student enrollment than expected, tuition and fee revenues are generally down. Revenue from sporting events has declined.

# A significant amount of the lost revenues and increased costs as a result of COVID have been offset by federal support

	<i>CARES Act</i>	<i>CARES Act</i>	<i>CARES; CRRSAA; ARPA Acts</i>	<i>CARES; CRRSAA; ARPA Acts</i>	<i>CARES; CRRSAA; ARPA Acts</i>
<b>Institution</b>	<b>Coronavirus Relief Fund (CRF)</b>	<b>Governor's Emergency Education Relief Fund (GEERF)</b>	<b>Higher Education Emergency Relief Fund (HEERF) Total</b>	<b>HEERF Student Aid Total</b>	<b>Grand Total (CRF, GEERF, HEERF)</b>
Christopher Newport University	\$2,626,975	\$154,800	\$14,389,378	\$6,577,594	\$17,171,153
College of William & Mary	\$5,585,714	\$96,500	\$19,823,063	\$9,046,805	\$25,505,277
George Mason University	\$10,671,330	\$3,502,500	\$121,073,489	\$52,971,581	\$135,247,319
James Madison University	\$4,761,913	\$669,700	\$61,734,645	\$27,995,206	\$67,166,258
Longwood University	\$1,648,068	\$423,700	\$17,223,783	\$7,733,454	\$19,295,551
Norfolk State University	\$3,138,480	\$846,100	\$102,526,938	\$16,901,812	\$106,511,518
Old Dominion University	\$6,829,564	\$2,698,500	\$91,620,712	\$39,522,445	\$101,148,776
Radford University	\$3,791,536	\$1,299,200	\$48,512,648	\$21,271,763	\$53,603,384
University of Mary Washington	\$2,319,940	\$265,200	\$15,236,153	\$6,849,429	\$17,821,293
University of Virginia	\$21,310,707	\$190,200	\$58,987,461	\$26,940,507	\$80,488,368
University of Virginia - Wise	\$1,080,026	\$231,400	\$6,224,611	\$2,677,372	\$7,536,037
Virginia Commonwealth University	\$14,442,783	\$2,349,200	\$109,304,526	\$48,875,361	\$126,096,509
Virginia Military Institute	\$895,326	\$43,400	\$5,567,687	\$2,567,338	\$6,506,413
Virginia State University	\$10,052,332	\$768,500	\$78,645,902	\$16,211,486	\$89,466,734
Virginia Tech	\$16,762,010	\$841,600	\$97,065,933	\$44,249,713	\$114,669,543
<b>4-year total</b>	<b>\$105,916,704</b>	<b>\$14,380,500</b>	<b>\$847,936,929</b>	<b>\$330,391,866</b>	<b>\$968,234,133</b>
VCCS	\$11,513,000	\$4,917,300	\$539,463,441	\$211,885,537	\$555,893,741
Richard Bland College	\$73,059	\$107,200	\$5,779,910	\$2,410,320	\$5,960,169
<b>2-year total</b>	<b>\$11,586,059</b>	<b>\$5,024,500</b>	<b>\$545,243,351</b>	<b>\$214,295,857</b>	<b>\$561,853,910</b>
<b>Total</b>	<b>\$117,502,763</b>	<b>\$19,405,000</b>	<b>\$1,393,180,280</b>	<b>\$544,687,723</b>	<b>\$1,530,088,043</b>