

Higher Education

Governor's Proposed Amendments				
(\$ in millions)				
	FY 2019 Proposed		FY 2020 Proposed	
	<u>GF</u>	<u>NGF</u>	<u>GF</u>	<u>NGF</u>
2018-20 Current Budget	\$2,029.1	\$9,079.9	\$2,097.0	\$9,112.2
(Ch. 2, 2018 Special Session I)				
Proposed Increases	0.1	266.5	37.5	393.5
Proposed Decreases	<u>(0.0)</u>	<u>(0.0)</u>	<u>(0.0)</u>	<u>(0.0)</u>
\$ Net Change	0.1	266.5	37.5	393.5
HB 1700/SB 1100, as Introduced	\$2,029.3	\$9,346.4	\$2,134.6	\$9,505.7
% Change	0.0%	2.9%	1.8%	4.3%
Central Accounts	\$9.5	\$1.6	\$22.3	\$1.6

Proposed 2018-20 GF Actions		
	<u>FY 2019</u>	<u>FY 2020</u>
<u>Spending:</u>		
Higher Education Institution Spending		
Undergraduate Need Based Aid	\$ 0	\$ 15,466,883
Subtotal:	\$0	\$ 15,466,883
Other Higher Education Spending		
Tuition Assistance Grant (TAG) Program (Award to \$3,400)	\$0	\$5,200,000
New Economy Workforce Credential Grant	0	4,000,000

Proposed 2018-20 GF Actions

	<u>FY 2019</u>	<u>FY 2020</u>
VCCS – Advising	0	5,500,000
VCCS – Online Apprenticeship Curriculum	0	130,000
Radford University – Jefferson College Acquisition	0	1,707,422
UVA-Wise Enhance Enrollment and Student Success	0	2,000,000
UVA-Wise Program Planning	0	600,000
VSU Graduate Engineering Program	0	299,286
UVA – Focused Ultrasound Center	0	1,000,000
UVA Foundation for Humanities	0	200,000
Jefferson Lab	0	500,000
Virginia Institute of Marine Science – Chesapeake Bay Monitoring	0	386,668
Virginia Cooperative Extension and Agriculture Experiment Station– Fund Split	<u>129,557</u>	<u>548,924</u>
Subtotal:	\$129,557	\$22,046,878
Total HE Initiative Spending:	\$129,557	\$37,539,183
Central Appropriations Actions		
One Percent Salary Bonus	\$0	\$12,550,325
Computer Science Degree Production	0	8,300,000
UVA Health Insurance Premiums	808,692	808,692
Workforce Case Management System	8,000,000	0
Interest Earnings & Credit Card Rebate Reduction	687,601	687,601
Subtotal:	\$9,496,293	\$22,346,618
Grand Total Spending in HE	\$9,625,850	\$59,885,801

Proposed Spending

- **Higher Education Institution Allocations**

- *Financial Aid.* Recommends \$15.5 million GF the second year for additional need-based financial assistance for in-state undergraduates. The distribution of funding for undergraduate aid is based on the partnership model with greater emphasis on certain institutions and/or students with higher needs.

Higher Education Additional Financial Aid Allocations	
<u>Institution</u>	<u>FY 2020</u>
Christopher Newport	\$664,882
William & Mary	38,885
George Mason	2,920,393
James Madison	1,173,512
Longwood	535,893
Mary Washington	134,119
Norfolk State	907,275
Old Dominion	597,234
Radford	628,345
University of Virginia	67,384
University of Virginia at Wise	398,527
Virginia Commonwealth	2,204,146
Virginia Military Institute	11,071
Virginia State	480,861
Virginia Tech	991,397
Richard Bland	238,536
VCCS	<u>3,474,453</u>
Total	\$15,466,883

Other Higher Education Spending Proposals

- **Computer Science Degree Production.** Proposes \$8.3 million GF (in Central Appropriations) the second year to increase the number of bachelor’s and master’s degrees in computer science and to improve graduates readiness for employment

in technology related occupations through internships. Institutions disbursed funds will be subject to performance agreements. Associate-degree-granting institutions are eligible for awards if an institution presents a transfer plan that culminates in a bachelor's degree. The Secretary of Education, in consultation with the Secretary of Finance and the Secretary of Commerce and Trade, will develop a process to award these funds with the Governor providing final approval for distribution of the funds.

- **State Council of Higher Education – Tuition Assistance Grant Program.** Proposes \$5.2 million GF to increase the tuition assistance grant award from \$3,350 to \$3,400 per student in FY 2020.
- **State Council of Higher Education – New Economy Workforce Credential Grant Program.** Proposes \$4.0 million GF the second year to support an additional 1,800 individuals earning a workforce credential bringing the second year total to \$13.5 million. Additional language proposes new eligibility criteria for the grant: students must have a family income at or below \$50,000 annually, and no more than 25 percent of the grant funds may be used in one occupational field.
- **Virginia Community College System – Advising.** Proposes \$5.5 million GF to support 79.00 FTEs to provide additional advising services across the Virginia Community College System. The advising positions will help students choose a career pathway, connect to a transfer institution or assist in finding employment in a high demand field.
- **Virginia Community College System – Online Apprenticeship Curriculum.** Proposes \$130,000 GF and 1.00 FTE to develop online curriculum related to the highest enrolled apprenticeship programs.
- **University of Virginia-Wise – Enhance Enrollment Growth and Student Success.** Proposes \$2.0 million GF, \$133,146 NGF, and 2.00 FTEs in FY 2020 to backfill funds, which were transferred from the second year to the first year, to be used for enrollment retention in FY 2019. The funds will be used to support core operations and enhanced recruitment efforts to account for previous enrollment decline.
- **University of Virginia-Wise – Program Planning.** Recommends \$600,000 GF and 5.00 FTEs in the second year to implement program planning for accounting and business accreditation, an online bachelors in nursing and a cybersecurity initiative.

- **Radford University: Acquisition of Jefferson College of Health Sciences.** Proposes \$1.7 million GF in FY 2020 to support Radford's acquisition of Jefferson College of Health Sciences and maintain student affordability. The proposed amount is equivalent to the tuition assistance grant that Jefferson College currently receives. Additionally the language authorizes 152.00 FTEs to become state employees.
- **Virginia State University – Commonwealth Graduate Engineering Program.** Proposes \$299,286 GF, \$224,464, NGF and 7.00 FTEs to support Virginia State's participation in the Commonwealth Graduate Engineering Program by offering an online graduate degree program in computer science.
- **University of Virginia's Focused Ultrasound Center.** Proposes \$1.0 million GF in FY 2020 to further support research conducted at the Focused Ultrasound Center at the University of Virginia. This brings total funding to \$3,612,500 in FY 2020.
- **Foundation for Humanities – University of Virginia.** Proposes \$200,000 GF the second year to support community-based educational programs and capacity building grant writing workshops and grants to organizations in Southwest Virginia.
- **Interest Earnings and Credit Card Rebates.** Proposes \$687,601 GF each year for adjustments to higher education institutions' share of tuition and fee interest earnings and small purchase credit card rebates as part of the incentives that higher education institutions retain if they meet their performance measures under restructuring. The credit card rebates amount decreased in both years. These amounts are appropriated under Central Appropriations.
- **Jefferson Lab Center for Nuclear Femtography.** Proposes \$500,000 GF the second year to continue support for the Center for Nuclear Femtography. This would be in partnership with the Commonwealth's public and private research universities. Nuclear Femtography is expected to be the next generation of nanotechnology. This funding is in addition to the nearly \$7.0 million allocated since FY 2016 to expand Jefferson Labs in order to compete for federal funding.
- **Virginia Institute of Marine Science – Chesapeake Bay Water Quality Monitoring.** Proposes \$386,668 GF the second year and 2.75 FTEs to provide funding to monitor bay grasses and support co-existence with oyster aquaculture.

- **Virginia Cooperative Extension and Agricultural Research Fund Split.** Proposes funding \$129,557 GF the first year and \$548,924 GF the second year to cover the 95 percent of the state share for educational and general programs.

Other Higher Education Actions

- **Classified Staff and Faculty Salary Bonus.** Proposes a 1 percent one-time bonus for classified staff and faculty in December of FY 2020, the share for faculty and classified staff at higher education institutions is approximately \$12.6 million GF in FY 2020.
- **Workforce Case Management System.** Recommends \$8.0 million GF in FY 2019 (in Central Appropriations) to integrate workforce case management systems across state agencies. This funding will improve efficiency and provide an easy-to-use entry point into the workforce development system.
- **Six-Year Financial Plan Language.** Introduced language requires higher education institutions to submit a tuition and fee transparency and predictability plan for in-state undergraduate students as part of the six-year plan. The plans shall be for a period of three years, include a percentage and dollar increase or decrease of tuition during the plan's duration, and indicate a range of tuitions based upon available state resources, but must contain a scenario that includes the assumption of no new state general fund support.
- **Virginia College Affordability Network Initiative.** Proposed language requires Norfolk State University, University of Virginia-Wise, and Virginia State University to develop a framework and funding recommendations associated with enhancing access to undergraduate students with high financial needs. A single report of findings and recommendations must be submitted by September 1, 2019.
- **Cybersecurity Student Loan Repayment Grant Program.** Introduces language to extend employer eligibility for grant recipients to Virginia local government agencies.
- **James Madison University Level III Authority.** Recommends approval for James Madison to pursue Level III designation.
- **Nongeneral Revenue University of Mary Washington.** Introduces language allowing the University of Mary Washington to exceed the three percent cap on mandatory fees in auxiliary programs as the university reviews aligning auxiliary fees to auxiliary expenditures.

- **Nongeneral Fund Adjustments.** Proposes NGF adjustments related to tuition and fee changes, sponsored programs, auxiliary enterprises and hospital patient revenue as follows:

Proposed 2018-20 NGF Adjustments		
<u>Institution</u>	<u>FY 2019</u>	<u>FY 2020</u>
Christopher Newport	\$1,561,000	\$1,561,000
William & Mary	16,414,262	16,414,262
George Mason	55,800,000	55,800,000
James Madison	0	0
Longwood	0	550,000
Mary Washington	2,000,000	2,000,000
Norfolk State	0	0
Old Dominion	5,320,000	9,552,149
Radford	0	20,634,248
University of Virginia	83,700,000	83,700,000
University of Virginia Medical Center	0	88,136,922
University of Virginia at Wise	0	133,146
Virginia Commonwealth	49,600,000	51,222,082
Virginia Military Institute	0	0
Virginia State	0	224,464
Virginia Tech	52,061,896	52,061,896
Richard Bland	0	0
VCCS	<u>0</u>	<u>11,500,000</u>
Total	\$266,457,158	\$393,490,169