

**Major Items in the Governor's Introduced Budget Amendments  
in the 2008-10 Biennium  
(General Fund)**

Item	Proposed 2009-10 Budget
<b><i>(A) Operating Budget for All Institutions</i></b>	
Base Operations	Reduce operating budget by 15% for 4-year institutions and 10% for 2-year institutions. Total general fund reduction is \$211.8 million. The reduction includes \$2.2 million half-percent pay practice funding granted to state agencies in the 2006-08 biennium.
Faculty Salary Increase	Eliminate the planned 2% salary increase (\$37.0 million).
Tuition Moderation Incentive Fund (TMIF)	Eliminate the program. Continue base funding (\$4.9 million in total) for institutions that qualified for TMIF in FY09.
Eminent Scholars Program	Eliminate the program (\$6.0 million).
Tuition Assistance Grant (TAG)	Reduce the funding by \$2.1 million to begin phasing out graduate assistance in the program.
Undergraduate Student Financial Aid	Provide an additional \$25.9 million for need-based undergraduate financial aid. The funding is provided to institutions that are under 65% of need met by the SCHEV Partnership Model.
Transfer Grant	Provide an additional \$1.3 million to the program.
Interest Earnings and Credit Card Rebates	Provide \$13.3 million to institutions.
Higher Education Equipment Trust Fund (HEETF)	Use a Treasury loan instead of bond sales for the first debt service payment for the 2008-09 allocation. There is no fiscal impact on institutions' repayments.
Higher Education Restructuring	Per SCHEV taskforce recommendations, higher education restructuring language is revised, and adds performance measures for finance and administration standards for Level III institutions.
Tuition and Fee Policy	No restrictions placed on tuition and fee increases.
<b><i>(B) Institution-Specific Operating Budget</i></b>	
LU	Provide \$240,442, 3.0 FTE positions, for a Bachelor of Science in nursing program.
ODU	Provide an additional \$2.1 million to support the operation of modeling and simulation programs.
UVA	Provide an additional \$1.1 million for the state share of the increases in the university's self-insured health plan.
VSU	Provide an additional \$1.5 million to support the manufacturing engineering and logistics technology programs.

## FY2008-10 General Fund Reductions in Educational and General Programs

Inst	2008-09			2009-10			Total Reduction FY08-10	% of Total Reduction
	General Fund Appropriations <sup>1</sup>	2008 Oct Reduction	% of GF Reduction	General Fund Appropriations <sup>1</sup>	Additional Reduction	% of GF Reduction		
CNU	29,841,845	(1,430,977)	-5%	29,109,892	(2,901,631)	-10%	(4,332,608)	-15%
CWM	48,552,683	(3,426,462)	-7%	48,536,746	(3,968,748)	-8%	(7,395,210)	-15%
GMU	140,391,328	(9,799,203)	-7%	140,355,943	(11,369,290)	-8%	(21,168,493)	-15%
JMU	81,113,033	(5,447,520)	-7%	79,820,108	(6,330,312)	-8%	(11,777,832)	-15%
LU <sup>2</sup>	29,820,414	(1,356,876)	-5%	29,272,466	(2,747,349)	-9%	(4,104,225)	-14%
NSU	46,991,798	(2,044,145)	-4%	46,727,476	(4,142,747)	-9%	(6,186,892)	-13%
ODU <sup>2</sup>	113,606,435	(5,645,898)	-5%	114,299,432	(10,943,913)	-10%	(16,589,811)	-15%
RU	52,997,014	(2,496,321)	-5%	52,348,251	(5,052,434)	-10%	(7,548,755)	-14%
UMW	24,066,407	(1,656,014)	-7%	23,501,996	(1,917,808)	-8%	(3,573,822)	-15%
UVA <sup>2</sup>	148,681,330	(10,619,554)	-7%	149,553,085	(12,462,395)	-8%	(23,081,949)	-15%
UVAW	15,268,606	(754,459)	-5%	15,112,359	(1,522,951)	-10%	(2,277,410)	-15%
VCU <sup>2</sup>	200,774,958	(10,136,449)	-5%	198,660,714	(20,245,811)	-10%	(30,382,260)	-15%
VMI <sup>3</sup>	11,244,290	(762,859)	-7%	11,088,202	(1,136,211)	-10%	(1,899,070)	-17%
VSU <sup>2</sup>	34,154,462	(1,261,557)	-4%	35,331,640	(2,550,032)	-7%	(3,811,589)	-11%
VT	177,153,562	(8,888,823)	-5%	177,091,322	(18,063,280)	-10%	(26,952,103)	-15%
RBC	6,141,553	(295,397)	-5%	6,083,200	(301,609)	-5%	(597,006)	-10%
VCCS	398,488,279	(19,874,910)	-5%	398,370,235	(20,290,891)	-5%	(40,165,801)	-10%
All Inst	1,559,287,997	(85,897,424)	-6%	1,555,263,067	(125,947,412)	-8%	(211,844,836)	-14%
VIMS	20,973,614	(1,477,885)	-7%	21,054,447	(822,923)	-4%	(2,300,808)	-11%
VT Ext	66,522,326	(2,307,994)	-3%	66,501,344	(74,478)	0%	(2,382,472)	-4%
VSU Ext	4,753,422	(26,542)	-1%	4,752,043	(6,585)	0%	(33,127)	-1%
Total Affiliates	92,249,362	(3,812,421)	-4%	92,307,834	(903,986)	-1%	(4,716,407)	-5%
SCHEV	82,786,741	(1,771,455)	-2%	82,892,741	(6,728,869)	-8%	(8,500,324)	-10%
EVMS	17,124,658	(500,000)	-3%	17,279,888	0	0%	(500,000)	-3%
IALR	6,235,585	(623,558)	-10%	6,560,598	(32,502)	0%	(656,060)	-10%
Roanoke	1,318,390	(131,839)	-10%	1,318,390	0	0%	(131,839)	-10%
Jefferson lab	1,503,126	(225,469)	-15%	1,503,126	0	0%	(225,469)	-15%
SVHEC	1,941,665	(194,166)	-10%	2,151,665	(22,542)	-1%	(216,708)	-10%
NCI	1,484,809	(100,000)	-7%	1,734,809	(11,000)	-1%	(111,000)	-6%
SWHEC	2,154,992	(215,499)	-10%	2,154,992	(3,414)	0%	(218,913)	-10%
Other Hi. Ed.	114,549,966	(3,761,986)	-3%	115,596,209	(6,798,327)	-6%	(10,560,313)	-9%
Total	1,766,087,325	(93,471,831)	-5%	1,763,167,110	(133,649,725)	-8%	(227,121,556)	-13%

**Notes:**

- (1) General fund appropriations include the original appropriations in Chapter 879, proposed tuition moderation fund allocations, interest earnings, and central account fringe adjustments estimated in May 2008.
- (2) FY10 appropriations include additional program funding or adjustments.
- (3) VMI budget reduction excludes UMA program reduction of \$219,794.

Source: Governor's 2008-10 Budget Amendments.

**2009-10 General Fund Support for  
Need-Based Undergraduate Student Financial Aid**

<b>Institution</b>	<b>Original Funding</b>	<b>Amended Funding</b>	<b>Amount Increase</b>	<b>Percent Increase</b>	<b>Percent of Partnership Model Met</b>
CNU	3,773,990	3,773,990	0	0%	71%
CWM	2,733,375	2,733,375	0	0%	74%
GMU	11,408,485	14,464,609	3,056,124	27%	65%
JMU	6,072,982	6,708,932	635,950	10%	65%
LU	3,324,634	3,719,878	395,244	12%	65%
NSU	5,778,019	6,525,328	747,309	13%	62%
ODU	12,387,918	15,183,977	2,796,059	23%	65%
RU	6,195,433	6,654,011	458,578	7%	65%
UMW	1,412,215	1,451,262	39,047	3%	65%
UVA	4,902,354	4,902,354	0	0%	84%
UVAW	1,694,685	1,713,956	19,271	1%	65%
VCU	15,779,075	20,116,790	4,337,715	27%	65%
VMI	721,762	721,762	0	0%	74%
VSU	4,376,142	6,274,012	1,897,870	43%	65%
VT	12,757,325	12,757,325	0	0%	71%
RBC	291,144	332,363	41,219	14%	65%
VCCS	24,407,485	35,872,245	11,464,760	47%	65%
<b>Total</b>	<b>118,017,023</b>	<b>143,906,169</b>	<b>25,889,146</b>	<b>22%</b>	<b>66%</b>

Note: Based on FY07 Student Financial Aid Data Files, FY09 Tuition/Fees increased by 7 percent; Indirect costs increased by 5 percent.

## Educational and General Programs Support Per Full-time Equivalent (FTE) Student

### General Fund Appropriations Per In-State FTE Student

	In Current Dollars							Percent
	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	Change
Avg 4-Year	6,174	6,683	7,073	7,932	7,834	7,723	6,805	10%
Avg 2-Year	3,035	3,407	3,706	4,211	3,957	3,916	3,595	18%
All Inst	4,884	5,339	5,716	6,426	6,235	6,160	5,480	12%

	In 2008-09 Constant Dollars							Percent
	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	Change
	7,207	7,572	7,757	8,444	8,069	7,723	6,606	-8%
	3,543	3,860	4,064	4,483	4,075	3,916	3,490	-1%
	5,702	6,049	6,269	6,841	6,422	6,160	5,321	-7%

### Nongeneral Fund Appropriations Per Total FTE Student

	In Current Dollars							Percent
	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	Change
Avg 4-Year	5,961	6,868	7,423	8,076	8,559	9,082	9,396	58%
Avg 2-Year	1,948	2,476	2,642	2,831	2,915	3,441	3,433	76%
All Inst	4,519	5,302	5,742	6,213	6,517	7,039	7,225	60%

	In 2008-09 Constant Dollars							Percent
	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	Change
	6,959	7,782	8,142	8,597	8,815	9,082	9,123	31%
	2,274	2,805	2,898	3,014	3,002	3,441	3,333	47%
	5,276	6,007	6,298	6,614	6,712	7,039	7,015	33%

### Total Appropriations Per Total FTE Student

	In Current Dollars							Percent
	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	Change
Avg 4-Year	10,667	11,973	12,834	14,120	14,531	14,800	14,603	37%
Avg 2-Year	4,824	5,744	6,171	6,790	6,646	7,119	6,809	41%
All Inst	8,567	9,752	10,491	11,516	11,678	12,019	11,766	37%

	In 2008-09 Constant Dollars							Percent
	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	Change
	12,453	13,566	14,077	15,031	14,967	14,800	14,178	14%
	5,631	6,509	6,768	7,228	6,846	7,119	6,611	17%
	10,001	11,050	11,507	12,259	12,028	12,019	11,423	14%

Note:

- (1) FY09 and FY10 general fund appropriations include the original appropriations in Chapter 879, proposed tuition moderation fund allocations, interest earnings, and central account fringe adjustments estimated in May 2008.
- (2) LU, ODU, UVA, VCU and VSU FY10 general fund appropriations include additional program funding or adjustments.
- (3) FY09 and FY10 nongeneral fund appropriations come from the Governor's introduced budget amendments.
- (4) FY09 and FY10 FTE are projected and approved by SCHEV in July 2007.
- (5) A 3% annual rate of inflation is assumed for both FY09 and FY10.