

**2018 Special Session I**

**2018-20 Budget – Summary of General Fund Impact**

**Academic Division**

<b>Incremental General Funds</b>	<b>Governor’s Budget</b>		<b>General Assembly Budget</b>	
	<b>FY2019</b>	<b>FY2020</b>	<b>FY2019</b>	<b>FY2020</b>
<b><u>Operating</u></b>				
Undergraduate Financial Aid	\$190,389	\$978,180	\$122,520	\$629,489
Increased Degree Production <sup>1</sup>	--	--	--	\$2,661,340
Virginia Foundation for the Humanities	\$100,000	\$100,000	--	\$100,000
Weldon Cooper Center	\$290,000	\$175,000	\$290,000	\$175,000
Focused Ultrasound Center	--	--	\$1,000,000	--
<b>Total Incremental Operating Funds</b>	<b>\$580,389</b>	<b>\$1,253,180</b>	<b>\$1,412,520</b>	<b>\$3,565,829</b>
<b><u>Capital Outlay</u></b>				
Maintenance Reserve <sup>2</sup>	\$3,954,832	\$3,954,832	\$3,954,832	\$3,954,832
Equipment for Approved Projects <sup>3</sup>	\$12,882,000	--	\$12,882,000	--

<sup>1</sup> In Data Science and Technology; Science and Engineering; Healthcare; and Education programs

<sup>2</sup> Total maintenance reserve allocation is \$12,916,383

<sup>3</sup> Gilmer Hall/Chemistry Building Renovation and Center for Human Therapeutics

**College at Wise**

<b>Incremental General Funds</b>	<b>Governor’s Budget</b>		<b>General Assembly Budget</b>	
	<b>FY2019</b>	<b>FY2020</b>	<b>FY2019</b>	<b>FY2020</b>
<b><u>Operating</u></b>				
Undergraduate Financial Aid	\$218,252	\$373,304	\$140,452	\$240,232
Academic Programs	\$2,000,000	\$1,750,000	--	\$1,750,000
IT Network & Security Systems	\$892,880	\$832,069	\$892,880	\$832,069
<b>Total Incremental Operating Funds</b>	<b>\$3,111,132</b>	<b>\$2,955,373</b>	<b>\$1,033,332</b>	<b>\$2,822,301</b>
<b><u>Capital Outlay</u></b>				
Maintenance Reserve <sup>1</sup>	\$255,863	\$255,863	\$255,863	\$255,863

<sup>1</sup> Total maintenance reserve allocation is \$772,776

## **Other Higher Education-Related Key Issues**

### **Compensation/Retirement**

- Provides 2% across-the-board and 2% merit salary increases effective June 10, 2019 for state employees [merit increase available for employees with at least 3 years of continuous service; faculty and University staff excluded from merit increase]
- Directs VRS to adjust the contribution rate charged for university employees in positions that transitioned from VRS defined benefit program to optional ORP to recover stranded unfunded liability costs (effective October 1, 2018)

### **Commonwealth Cyber Initiative (CyberX)**

- Provides \$20 million in FY2020 for CyberX, collaborative among higher education institutions led by Virginia Tech, to establish Virginia as leader in cyber-physical systems and create research and educational programs focused on cybersecurity; and \$5.0 million for lab renovations and equipment

### **Medicaid**

- Expands Medicaid effective January 1, 2019 [project enrollment of 300,000 individuals] and includes estimated savings of \$101.3 million in FY2019 and \$269.7 million in FY2020 in base budget
- Establishes and provides \$6.6 million in FY2019 and \$18.9 million in FY2020 to support the Training, Education, Employment and Opportunity Program (TEEOP) for Medicaid enrollees