



June 25, 2013

The Honorable Lacey E. Putney, Chairman
 House Appropriations Committee
 9th Floor, General Assembly Building
 910 Capitol Street
 Richmond, VA 23219

The Honorable Walter A. Stosch, Chairman
 Senate Finance Committee
 10th Floor, General Assembly Building
 910 Capitol Street
 Richmond, VA 23219

Dear Chairman Putney and Chairman Stosch:

As required by Item 212, Chapter 806 2013 Acts of Assembly, I respectively submit the following annual report on the Virginia Community College System allocation of all new general funds and nongeneral funds in the Educational and General (E&G) program and any cost recovery plans between the individual community colleges and the system office. The FY 2014 budgets for each of the colleges and the System Office and changes in the budgets from FY 2013 are shown on the attached table.

The table below shows the changes in funding from FY 2013 to FY 2014. The general fund amounts are from the Appropriation Act and for the nongeneral fund amounts the colleges' revenue estimates are shown.

	<u>FY 2013</u>	<u>FY 2014</u>	<u>Change</u>
General Fund (GF)			
<i>Chapter Appropriation</i>	\$332,649,495	\$341,255,372	\$8,605,877
Nongeneral Fund (NGF)			
<i>NGF Appropriated Amount in the Act</i>	\$523,309,659	\$525,950,266	\$2,640,607
Total Funding	<u>\$855,959,154</u>	<u>\$867,205,638</u>	<u>\$11,246,484</u>
Total Change			\$11,246,484
Enrollment Estimate (FTE)	123,651	123,651	

<i>Total Per FTE</i>	\$6,922	\$7,013	
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Changes in E&G Funding

General Fund: Due to the support of the Governor and General Assembly, the VCCS FY 2014 E&G general fund appropriation is \$8.6 million more than in the prior fiscal year. This includes additional funds to increase base operations support and a 3 percent salary adjustment for faculty.

Nongeneral Fund: The increases in the nongeneral fund appropriation include additional tuition and fee revenue collected in FY 2013. If necessary, we anticipate requesting an administrative adjustment to reflect revenue that will result from the State Board for Community Colleges-approved FY 2014 tuition rates.

Total E&G Funding: With these various adjustments, total E&G funding for the VCCS in FY 2014 is projected to increase 11.25 million. Total funding per student FTE will increase slightly from \$6,922 to \$7,013.

Cost Recovery Plans

Most of the general fund appropriation for the VCCS is allocated to the colleges using a resource allocation model based on the state base budget adequacy funding methodology. There are no cost recoveries between the System Office and the colleges. The amounts shown for each college on the attached table include the distribution of funding initially held in a central account for specific appropriations for programs at the colleges and allocations calculated by methods other than the general resource allocation model. All of the methodologies are reviewed and approved by the college presidents and the Chancellor.

Uses for the Additional Funding

The additional funding along with the reallocation of \$5.9 million funding in the E&G budget as required by the Appropriation Act will allow the resources to maintain funding levels on a per student basis, support implementation of some high priority Six-Year Plan initiatives, and fund increases in unavoidable costs.

Funding Distributions for Each College

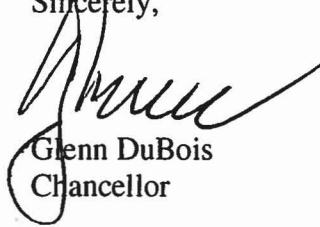
Most of the general fund appropriation for the VCCS is allocated to the colleges using a resource allocation model based on the state base budget adequacy funding methodology. The attached table shows the funding allocation for each college and the System Office. The

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amounts shown for each college include the distribution of funding initially held in a central account for specific appropriations for programs at the colleges and allocations calculated by methods other than the general resource allocation model. All of the methodologies are reviewed and approved by the college presidents and the Chancellor.

Please let me know if you have questions or need additional information.

Sincerely,



Glenn DuBois
Chancellor

GD/DVC
Attachment

C: Mr. Robert Vaughn, HAC Staff Director
Mrs. Betsey Daley, SFC Staff Director
Mrs. Donna VanCleave, VCCS Vice Chancellor for Administrative Services

VIRGINIA COMMUNITY COLLEGE SYSTEM
 FY 2012 AND FY 2013 BUDGET DISTRIBUTIONS BY COLLEGE

	FY 2013 Budget			FY 2014 Budget			Change from FY 2013 to FY 2014	
	Revised GF	NGF	Total	GF	NGF	Total	GF	Total Funding
Blue Ridge	\$ 7,811,276	\$ 11,392,698	\$ 19,203,974	\$ 7,883,000	\$ 11,552,064	\$ 19,435,064	\$ 71,724	\$ 231,090
Central Va.	\$ 7,730,280	\$ 10,941,721	\$ 18,672,001	\$ 7,739,435	\$ 11,123,215	\$ 18,862,650	\$ 9,155	\$ 190,649
Dabney S. Lancaster	\$ 3,805,483	\$ 3,323,549	\$ 7,129,032	\$ 3,778,991	\$ 3,188,636	\$ 6,967,627	\$ (26,492)	\$ (161,405)
Danville	\$ 7,800,196	\$ 9,847,198	\$ 17,647,394	\$ 7,955,174	\$ 10,432,725	\$ 18,387,899	\$ 154,979	\$ 740,505
Eastern Shore	\$ 2,879,218	\$ 2,498,173	\$ 5,377,391	\$ 2,801,935	\$ 2,526,766	\$ 5,328,701	\$ (77,283)	\$ (48,690)
Germanna	\$ 11,440,902	\$ 18,259,055	\$ 29,699,957	\$ 11,693,551	\$ 16,398,643	\$ 28,092,194	\$ 252,649	\$ (1,607,763)
J.S. Reynolds	\$ 20,068,106	\$ 37,938,173	\$ 58,006,278	\$ 20,527,946	\$ 34,167,186	\$ 54,695,132	\$ 459,840	\$ (3,311,146)
John Tyler	\$ 14,650,237	\$ 23,062,324	\$ 37,712,561	\$ 14,962,947	\$ 22,561,748	\$ 37,524,695	\$ 312,710	\$ (187,867)
Lord Fairfax	\$ 10,052,256	\$ 16,147,566	\$ 26,199,821	\$ 10,468,518	\$ 16,317,340	\$ 26,785,858	\$ 416,262	\$ 586,037
Mountain Empire	\$ 6,181,924	\$ 7,510,852	\$ 13,692,776	\$ 6,271,080	\$ 7,022,712	\$ 13,293,792	\$ 89,156	\$ (398,983)
New River	\$ 8,573,348	\$ 11,694,209	\$ 20,267,557	\$ 8,619,540	\$ 11,877,719	\$ 20,497,259	\$ 46,192	\$ 229,702
Northern Va.	\$ 74,406,088	\$ 172,446,209	\$ 246,852,297	\$ 79,357,837	\$ 181,037,702	\$ 260,395,539	\$ 4,951,748	\$ 13,543,242
Patrick Henry	\$ 6,743,757	\$ 7,959,827	\$ 14,703,585	\$ 6,735,328	\$ 8,353,282	\$ 15,088,610	\$ (8,430)	\$ 385,025
Paul D. Camp	\$ 5,302,005	\$ 3,990,137	\$ 9,292,141	\$ 5,034,798	\$ 3,805,093	\$ 8,839,891	\$ (267,207)	\$ (452,251)
Piedmont Va.	\$ 7,822,029	\$ 11,886,830	\$ 19,708,859	\$ 7,861,991	\$ 12,288,596	\$ 20,150,587	\$ 39,962	\$ 441,728
Rappahannock	\$ 6,828,472	\$ 7,563,374	\$ 14,391,846	\$ 6,440,149	\$ 7,923,847	\$ 14,363,996	\$ (388,323)	\$ (27,851)
Southside Va.	\$ 11,199,171	\$ 12,584,787	\$ 23,783,958	\$ 11,283,877	\$ 14,579,683	\$ 25,863,560	\$ 84,706	\$ 2,079,602
Southwest Va.	\$ 6,911,596	\$ 9,081,748	\$ 15,993,345	\$ 6,420,320	\$ 7,490,515	\$ 13,910,835	\$ (491,276)	\$ (2,082,510)
Thomas Nelson	\$ 15,166,841	\$ 29,822,820	\$ 44,989,661	\$ 16,235,829	\$ 27,230,517	\$ 43,466,346	\$ 1,068,988	\$ (1,523,315)
Tidewater	\$ 48,133,716	\$ 81,125,901	\$ 129,259,618	\$ 49,532,583	\$ 82,040,671	\$ 131,573,254	\$ 1,398,867	\$ 2,313,637
Va. Highlands	\$ 5,693,371	\$ 7,213,884	\$ 12,907,255	\$ 5,711,854	\$ 6,869,280	\$ 12,581,134	\$ 18,483	\$ (326,121)
Va. Western	\$ 12,745,774	\$ 17,858,056	\$ 30,603,829	\$ 13,089,781	\$ 18,910,765	\$ 32,000,546	\$ 344,008	\$ 1,396,717
Wytheville	\$ 7,020,971	\$ 9,160,569	\$ 16,181,540	\$ 7,048,907	\$ 8,251,561	\$ 15,300,468	\$ 27,937	\$ (881,072)
System Office	\$ 23,113,777	\$ -	\$ 23,113,777	\$ 23,800,000	\$ -	\$ 23,800,000	\$ 686,223	\$ 686,223

Central Accts Transfers	\$ 568,700		\$ 568,700	\$ -		\$ -		
Total	\$ 332,649,495	\$ 523,309,659	\$ 855,959,154	\$ 341,255,372	\$ 525,950,266	\$ 867,205,638	\$ 8,605,877	\$ 11,246,484