

Online Virginia Network Cost Structure Report

Purpose

This document is designed to address Code of Virginia § 23.1-3137 (11.), which requires an "Annual report of the Online Virginia Network Authority on the cost structure of funds allocated to the establishment, maintenance, and expansion of the Online Virginia Network."

Online Virginia Network (OVN) Vision

- Build a network across Virginia universities to support adult degree completion
- Increase the number of college degree completers in Virginia
- Create accessible and efficient pathways to a bachelor's degree
- Provide more cost effective programs than traditional degree offerings

OVN Authority Board Established 2017 (House Bill 2262)

- 4 Legislators - House
- 3 Legislators – Senate
- 3 Citizen appointees by the Governor
- President of George Mason University
- President of Old Dominion University
- Director of SCHEV
- 1 GMU BOV Nominee
- 1 ODU BOV Nominee

Role of OVN Board (Duties of Authority)

- Expand access to affordable online delivery of courses that facilitate completion of degrees at George Mason University and Old Dominion University
- Encourage public institutions to offer online courses through the Network and oversee approval process to participate with such funds as appropriated
- Serve as resource for online programs and coordinate online portal of Network offerings
- Collaborate to ensure needs of students through online student support systems
- Ensure courses expand access and respond to employment demands
- Provide cost effective and flexible offerings
- Promote seamless transferability of courses;
- Assist participating institutions to expand online offerings

- Develop goals for meeting demand for affordable/accessible online learning and examine ways to reduce cost of online education
- Annually report to General Assembly on cost structure of funds allocated for the Network and account for moneys received

OVN Progress to Date and Next Steps

- 2015 – Initial budget language introduced in General Assembly Session
- 2016 – General Assembly provides \$3 million over biennium for OVN creation
- 2017 – Web portal launch, OVN Authority established (15 member board), additional courses developed, on track to enroll 225 online students, refined media strategy, worked with SCHEV to identify candidates for completion
- 2018 – Develop/increase capacity of course and high demand program offerings, create efficient pathways through degree completion, enhance infrastructure for student support and flexible scheduling, cultivate community college partners, refine marketing tactics to identify more online learners

OVN Budget/Cost Structure

To date, the OVN initiative has been funded for 2 years. Funding is allocated from SCHEV to the individual institutions for their OVN-related expenditures. The table on the following page details the expenditures in FY17 and the board-approved budget for FY18.

**Online Virginia Network Budget
FY17 – FY18**

	<u>FY17 (Expenditures)</u>	<u>FY18 (Approved)</u>
Total Shared	\$ 800,000	\$ 590,000
Kennedy Financial Model (one time) - GMU	\$ 25,000	
Communication and Outreach - ODU	\$ 415,000	\$ 415,000
Contract Portal Design - ODU	\$ 100,000	\$ 20,000
Web Development - ODU	\$ 205,000	\$ 100,000
Portal Hosting - GMU	\$ 10,000	\$ 10,000
Contract Cost Calculator - GMU	\$ 45,000	\$ 45,000
Total GMU	\$ 200,000	\$ 805,000
Project Manager - GMU	\$ 200,000	\$ 200,000
Portfolio Development - GMU		\$ 540,000
Student Support - GMU		\$ 65,000
Total ODU	\$ -	\$ 605,000
Instructional Capacity - ODU		\$ 300,000
Student Support - ODU		\$ 105,000
Tech Infrastructure/Integration/Development - ODU		\$ 200,000
Total OVN Budget	\$ 1,000,000	\$ 2,000,000