



May 30,2024

The Honorable Luke E. Torian, Chair  
 House Appropriations Committee  
 201 N. 9<sup>th</sup> Street,  
 General Assembly Building, 12th Floor  
 Richmond, VA 23219

The Honorable L. Louise Loucas, Chair  
 Senate Finance & Appropriations Committee  
 201 N. 9<sup>th</sup> Street  
 General Assembly Building, 13<sup>th</sup> Floor  
 Richmond, VA 23219

Dear Chairman Torian and Chairwoman Lucas:

As required by Chapter 1, Item 212, 2023 Acts of Assembly, Special Session I, we respectively submit the following annual report on the Virginia Community College System allocation of all new general fund 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 2024 allotment for each of the colleges and the System Office and changes from FY 2023 is attached.

The table below shows summary changes in funding from FY 2023 to FY 2024. The general fund amounts are from the Appropriation Act, the nongeneral fund allocation is based on college revenue. We have included in these estimates the Maintain Access and Affordability appropriated outside our base funding that moderated tuition per Item 255.5.

	FY 2023	FY 2024	Change
<b>General Fund (GF)</b>			
<i>Chapter Appropriation</i>	\$486,763,559	\$511,499,558	\$24,685,996
<b>Nongeneral Fund (NGF)</b>			
<i>NGF Appropriation Estimate</i>	\$445,324,000	\$423,915	\$(21,409,000)
<b>Total Funding</b>	\$932,087,562	<u>\$935,364,558</u>	<u>\$3,276,996</u>
<b>Enrollment Estimate (FTE)*</b>	86,615	85,994	(621)
<i>Total Per FTE</i>	\$ 10,761	\$10,877	\$116

FY 2024 enrollment based on 2022-2023 actuals. \*

### Changes in E&G Funding

*General Fund:* The general fund appropriation for FY reflected an increase of 3.5 percent from prior year due an investment of \$7.75M in recurring funding to expand career technical programs, and \$14.6 million in additional tuition moderation funding allowing the VCCS to hold tuition increases to 3.0 percent in FY2024.

*Nongeneral Fund:* VCCS community colleges anticipate overall non-general fund revenues may decrease approximately 4.8 percent overall, but as we close the year improving enrollment projections should mitigate this impact at select colleges.

*Total E&G Funding:* With these adjustments, total base E&G funding for the VCCS in FY 2024 is projected to increase only \$3.3 million. As a result, total funding per student FTE in FY 2024 should increase from \$10,761 to \$10,877. Total funding does not include Central Appropriation adjustments received outside the base budget for the state general fund share of compensation and benefit increases and other central government technology and insurance costs. These funds will be reflected in base adjustments effective in the 2024-26 biennium budget beginning July 1, 2024

### Cost Recovery Plans

Cost recoveries between the System Office and the colleges include expenses for equipment, delivery of shared technology services and initiatives purchased on behalf of all colleges at a system level.


### Funding Distributions for Each College

E&G general fund appropriation for the VCCS (80 percent) is allocated to the colleges using a resource allocation model based on the state base budget adequacy funding methodology. A portion of the E&G state funding (20 percent) is allocated through an Outcomes-Based Distribution Model adopted by the presidents in April 2015. The outcomes-based allocation places more focus on student progression and completion.

The attached table shows anticipated funding allocation for each college and the system office. The 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 by allocations calculated by methods other than the general resource allocation models. All methodologies are reviewed and approved by the college presidents and the Chancellor.

The Honorable Luke E. Torian  
The Honorable L. Louise Lucas  
May 30, 2024  
Page 3 of 3

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

Sincerely,  
  
Dr. David Doré  
Chancellor

DD/WJ

Attachment

C: Ms. Anne E. Oman, HAC Staff Director  
Ms. April Kees, SFAC, Director  
Mr. Tony Maggio, HAC Legislative Fiscal Analyst  
Ms. Wendy Kang, SFAC Legislative Fiscal Analyst  
Dr. Craig Herndon, VCCS Senior Vice Chancellor

**VIRGINIA COMMUNITY COLLEGE SYSTEM**  
**FY 2023 AND FY 2024 APPROPRIATION DISTRIBUTION BY COLLEGE**

	FY 2023 Budget			FY 2024 Budget <sup>1</sup>			Change From FY2023 to FY2024	
	GF	NGF	Total	GF	NGF	Total	GF	NGF
Blue Ridge	\$ 11,612,217	\$ 9,959,000	\$ 21,571,217	\$ 12,365,263	\$ 10,331,000	\$ 22,696,263	\$ 753,046	\$ 372,000
Brightpoint	\$ 24,138,940	\$ 21,460,000	\$ 45,598,940	\$ 25,025,406	\$ 20,930,000	\$ 45,955,406	\$ 886,466	\$ (530,000)
Central Va.	\$ 11,805,859	\$ 10,683,000	\$ 22,488,859	\$ 12,270,250	\$ 10,692,000	\$ 22,962,250	\$ 464,391	\$ 9,000
Danville	\$ 9,717,828	\$ 9,034,549	\$ 18,752,377	\$ 11,337,370	\$ 8,434,634	\$ 19,772,004	\$ 1,619,542	\$ (599,915)
Eastern Shore	\$ 3,295,697	\$ 2,076,778	\$ 5,372,475	\$ 3,642,908	\$ 2,120,483	\$ 5,763,391	\$ 347,211	\$ 43,705
Germanna	\$ 21,799,575	\$ 20,714,000	\$ 42,513,575	\$ 24,009,750	\$ 21,290,000	\$ 45,299,750	\$ 2,210,176	\$ 576,000
J.S. Reynolds	\$ 23,912,565	\$ 24,251,000	\$ 48,163,565	\$ 24,716,569	\$ 24,187,000	\$ 48,903,569	\$ 804,005	\$ (64,000)
Laurel Ridge	\$ 18,992,680	\$ 16,051,000	\$ 35,043,680	\$ 19,535,264	\$ 15,952,000	\$ 35,487,264	\$ 542,583	\$ (99,000)
Mountain Empire	\$ 9,187,684	\$ 7,188,571	\$ 16,376,255	\$ 9,516,724	\$ 6,794,152	\$ 16,310,876	\$ 329,040	\$ (394,419)
Mountain Gateway	\$ 4,681,068	\$ 3,294,667	\$ 7,975,735	\$ 4,872,184	\$ 2,395,068	\$ 7,267,252	\$ 191,116	\$ (899,599)
New River	\$ 13,315,962	\$ 12,653,000	\$ 25,968,962	\$ 14,235,379	\$ 12,656,000	\$ 26,891,379	\$ 919,417	\$ 3,000
Northern Va.	\$ 135,898,469	\$ 155,888,000	\$ 291,786,469	\$ 141,878,426	\$ 142,641,000	\$ 284,519,425	\$ 5,979,956	\$ (13,247,000)
Patrick & Henry	\$ 8,533,799	\$ 8,910,542	\$ 17,444,341	\$ 8,930,694	\$ 9,567,213	\$ 18,497,908	\$ 396,895	\$ 656,671
Paul D. Camp	\$ 5,198,496	\$ 3,384,341	\$ 8,582,837	\$ 5,552,130	\$ 3,374,641	\$ 8,926,771	\$ 353,633	\$ (9,700)
Piedmont Va.	\$ 13,910,762	\$ 13,212,000	\$ 27,122,762	\$ 14,931,664	\$ 12,751,000	\$ 27,682,664	\$ 1,020,903	\$ (461,000)
Rappahannock	\$ 9,580,098	\$ 7,839,919	\$ 17,420,017	\$ 10,624,849	\$ 7,922,651	\$ 18,547,500	\$ 1,044,751	\$ 82,732
Southside Va.	\$ 11,627,297	\$ 8,501,000	\$ 20,128,297	\$ 12,264,230	\$ 9,170,000	\$ 21,434,230	\$ 636,933	\$ 669,000
Southwest Va.	\$ 9,387,394	\$ 8,505,279	\$ 17,892,673	\$ 9,884,371	\$ 8,687,752	\$ 18,572,124	\$ 496,978	\$ 182,473
Tidewater	\$ 50,322,521	\$ 53,318,000	\$ 103,640,521	\$ 50,446,332	\$ 45,013,000	\$ 95,459,332	\$ 123,811	\$ (8,305,000)
Va. Highlands	\$ 8,867,875	\$ 7,889,644	\$ 16,757,519	\$ 9,261,584	\$ 7,308,748	\$ 16,570,332	\$ 393,710	\$ (580,896)
Va. Western	\$ 19,587,856	\$ 16,147,000	\$ 35,734,856	\$ 21,535,490	\$ 17,258,000	\$ 38,793,490	\$ 1,947,634	\$ 1,111,000
Virginia Peninsula	\$ 20,788,073	\$ 17,436,000	\$ 38,224,073	\$ 21,717,491	\$ 17,420,000	\$ 39,137,491	\$ 929,417	\$ (16,000)
Wytheville	\$ 8,962,750	\$ 6,926,710	\$ 15,889,460	\$ 9,124,642	\$ 6,850,350	\$ 15,974,992	\$ 161,892	\$ (76,360)
System Office	\$ 31,638,098	\$ -	\$ 31,638,098	\$ 33,770,589	\$ 168,308	\$ 33,938,897	\$ 2,132,491	\$ 168,308
<b>Total</b>	<b>\$ 486,763,562</b>	<b>\$ 445,324,000</b>	<b>\$ 932,087,562</b>	<b>\$ 511,449,558</b>	<b>\$ 423,915,000</b>	<b>\$ 935,364,558</b>	<b>\$ 24,685,996</b>	<b>\$ (21,409,000)</b>