



WILLIAM & MARY

CHARTERED 1693

# COMMITTEE ON FINANCIAL AFFAIRS

## Board of Visitors

*September 28, 2023*

FY24  
REVISED  
STATE  
BUDGET  
(INFO)

SIX-YEAR  
PLAN  
(ACTION)

2024-2026  
STATE  
BUDGET  
REQUESTS  
(INFO)

# FY24 REVISED STATE BUDGET



# FY24 INITIAL STATE BUDGET

- 5% Salary Increases (General Fund share for E&G positions) effective 7/1
- \$697k Financial Aid
- 4.1% Health Insurance Rate Increase
- \$157k O&M for New Facilities
- \$744k Additional Maintenance Reserve Funding

# FY24 REVISED STATE BUDGET

- 2% Salary Increase effective 12/29 paycheck
- \$1.837M offsets cost of 2% salary increase and need to reallocate funds internally
- \$367k Financial Aid
- \$193k Additional Maintenance Reserve Funding
- Historic Campus Detailed Planning
- Formation of Joint Subcommittee on Higher Education Funding Policies convenes after 12/1/24 with initial recommendations due 9/15/2025

# SIX-YEAR PLAN



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- SCHEV provides consistent template and guidance for all institutions
  - Narrative focused on alignment of institution's strategic direction with state priorities over a six-year period (2024-2030)
  - Corresponding financial plan focused on the current biennium (2024-2026), planned uses for incremental tuition revenue and requests for state funding
- Administration submits draft plan submitted each July
- Final Plan submitted following BOV review/approval
  - Odd-Numbered Years – plan submitted to align with new biennium
  - Even Numbered Years – Institutions may revise/update
- Plan submitted to the OpSix for review

*Note: VIMS required to submit separately*

# WHAT IS THE OPSIX?

## Committee established in the 2011 HOE Act

1. Secretary of Education
2. Secretary of Finance
3. SCHEV Executive Director
4. Director, Department of Planning and Budget
5. Staff Director, House Appropriations Committee
6. Staff Director, Senate Finance and Appropriations Committee

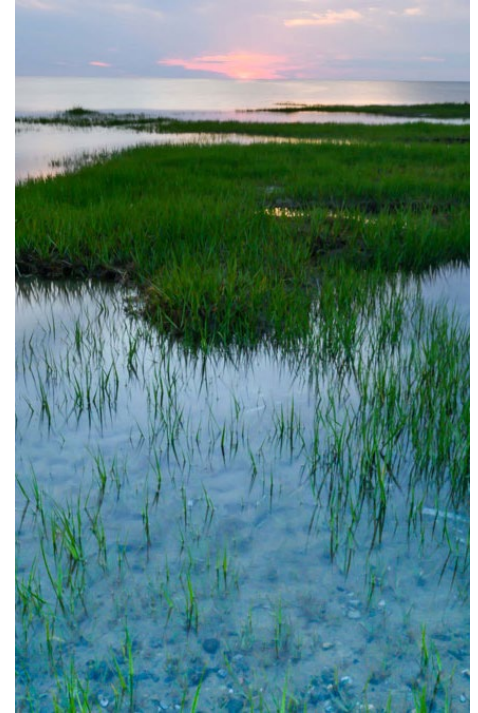




# PLAN REFLECTS VISION 2026



- **Outlines key initiatives in Data, Democracy, Careers and Water (VIMS plan)**
- **Reaffirms W&M's commitment to:**
  - **Access and affordability**
  - **Career pathways for all students**
  - **Growth in Computational and data sciences aligned with state workforce needs.**
  - **Lead efforts to promote democratic ideals as the nation approaches its 250<sup>th</sup> anniversary**



# FINANCIAL PLAN REFLECTS BOV AND STATE ACTIONS

- Plans for FY25 and FY26 build on approved FY24 tuition, fees and budget
- Required to assume 2% salary increases and 3% health insurance with 38.2% GF share
- Plan includes a FY25 tuition increase of 3% and FY26 of 4% generating \$8M-\$9M in incremental revenue for:
  - Required institutional share of required salary and fringe increases
  - Investments in Vision 2026 (e.g., career services, computing and data sciences)
  - Increased operational costs due to new facilities coming on-line and impact of inflation
  - Incremental financial aid
- Includes up to a 3% fee increase driven primarily by required salary and fringe actions which must be covered 100% by institutional funds for employees within auxiliary enterprises

# STATE BUDGET REQUESTS



# 2024-2026 CAPITAL REQUESTS



- Historic Campus Renovations
- Renovate: Ewell Hall
- Renovate: Adair Hall

Note: Requesting \$5M in 9(c) auxiliary debt authorization to renovate dormitories

# HISTORIC CAMPUS

## Background:

November 2021 - Formal agreement with Colonial Williamsburg (CW) to routinely assess historic campus and collaborate on a maintenance plan that *preserves the assets for future generations*

## Request:

\$14.2M in state funding to address maintenance needs identified by CWF

## Timing:

Time sensitive in advance of 2026 anniversary

# 2024-2026 BUDGET REQUESTS

## Funding Requests

- Fund VMSDEP Waivers- estimated \$4.4M
- Modernize Enterprise Resource Planning- \$8.2M FY25-26, \$11.4M FY27-28
- Support James Monroe's Highland as a centennial legacy project- \$1.125M ongoing, \$2.7M one-time funds
- Operations & Maintenance for New Facilities- FY25 \$69k, FY26 \$405k (Muscarelle, ISC IV)

# ITEMS FOR ACTION



## RESOLUTION #19

### APPROVE W&M'S SIX-YEAR PLAN

**THEREFORE, BE IT RESOLVED** that upon recommendation of the President, the Board of Visitors approves William & Mary's 2024-2030 Six-Year Plan in accordance with the requirements of the Higher Education Opportunity Act of 2011 and subsequent guidance from the State Council of Higher Education for Virginia.