

## Department of Planning and Budget 2020 Fiscal Impact Statement

**1. Bill Number:** SB147

<b>House of Origin</b>	<input checked="" type="checkbox"/>	Introduced	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Engrossed
<b>Second House</b>	<input type="checkbox"/>	In Committee	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Enrolled

**2. Patron:** Stuart

**3. Committee:** Education and Health

**4. Title:** Chief executive officer compensation at Virginia public institutions of higher education

**5. Summary:** The proposed legislation provides mandates for when a governing board of a public institution of higher education or committee of such board considers increasing the compensation of the institution's chief executive officer as defined in § 23.1-100 or amending the board's policies and procedures relating to the compensation of the chief executive officer.

The bill provides that the board or committee shall provide written notice of the rationale for such amendment or the rationale for, source of funding for, and amount of such increase to the public in advance of any meeting at which the board or committee votes on the amendment or increase. The bill also provides that members of the public shall be given the opportunity to provide public comment on the compensation, that the board or committee shall vote on the compensation in an open meeting, and that no executive compensation increase shall be approved in a year in which there is a tuition increase.

**6. Budget Amendment Necessary:** No. Preliminary.

**7. Fiscal Impact Estimates:** See Line 8.

**8. Fiscal Implications:** Public institutions of higher education can absorb any costs related to the requirements of this legislation as the public comment can occur at any of the board meetings considering increases in compensation for the chief executive.

**9. Specific Agency or Political Subdivisions Affected:**

Public institutions of higher education

**10. Technical Amendment Necessary:** Yes. Paragraph C. is listed twice. The last paragraph C. should be changed to paragraph D. and paragraph D. to E.

**11. Other Comments:** None.