

Department of Planning and Budget 2007 Fiscal Impact Statement

1. Bill Number HB 2134

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Hugo

3. Committee Education

4. Title Admission of in-state students at public institutions of higher education

5. Summary/Purpose: The proposed legislation requires the Boards of Visitors or other governing body of each public institution of higher education to establish rules and regulations requiring that at least 75 percent of students admitted and enrolled at the institution are Virginia students as defined in Section 23-7.4.

6. Fiscal Impact Estimates are: Preliminary. See Line 8.

7. Budget amendment necessary: Yes. If this policy is adopted, the eight affected institutions would require additional general fund support.

6. Fiscal implications: Currently, eight institutions of higher education fall below 75 percent of in-state student enrollment.

Institution	In-state	Out-of-state	% In-state
Norfolk State University (NSU)	3,340	1,119	74.9
University of Mary Washington (UMW)	2,851	1,090	72.3
Virginia Tech (VPI)	16,110	6,342	71.8
James Madison University (JMU)	10,922	4,719	69.8
University of Virginia (UVA)	9,822	4,729	67.5
William and Mary (CWM)	3,762	1,931	66.1
Virginia Military Institute (VMI)	828	703	54.1
Virginia State University (VSU)	2,964	1,475	66.8

Per § 4-2.01 b.3.b) of Chapter 3, the 2006 Appropriation Act, the state share of educational costs for in-state students should cover 67 percent from the general fund and 33 percent from tuition and fees, while out-of-state students are supported with 100 percent from nongeneral funds.

If these eight institutions were required to maintain an in-state ratio of 75 percent, it would cost the Commonwealth approximately \$53.4 million in general fund support to offset the nongeneral funds raised from out-of-state tuition and fee charges. (See table)

Summary of Additional Costs to the Commonwealth

Institution	Total Enrollment	Out of state student @ 25%	Out-of-state students	Difference from actuals	Out-of-state Tuition	General Fund Offset
NSU	4,459	1,115	1,119	4	\$10,320	\$43,860
UMW	3,941	985	1,090	105	\$9,880	\$1,034,930
VPI	22,452	5,613	6,342	729	\$12,076	\$8,803,404
JMU	15,641	3,910	4,719	809	\$9,946	\$8,043,828
UVA	14,551	3,638	4,729	1,091	\$18,100	\$19,751,625
CWM	5,693	1,423	1,931	508	\$16,558	\$8,407,325
VMI	1,531	383	703	320	\$14,809	\$4,742,582
VSU	4,439	1,110	1,475	365	\$7,072	\$2,583,048
TOTAL						\$53,410,601

9. Specific agency or political subdivisions affected:

University of Virginia
College of William and Mary
Virginia Tech
Virginia Military Institute

Virginia State University
Norfolk State University
James Madison University
University of Mary Washington

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 01/17/07/aps

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cc: Secretary of Education