

Norfolk State University Proposed
FY24 Budget¹ - DRAFT
April 5, 2023

University Operating Budget

	FY23 Budget	Proposed FY24 Budget	Change
Revenue			
Educational and General			
General Fund			
General Fund Appropriations	\$69,759,172	\$78,273,131	\$8,513,959
In-State Tuition Affordability	\$10,000,000		(\$10,000,000)
GF July 1, 2021 Carry Forward	\$1,285,332		(\$1,285,332)
Non General Fund			
Higher Education Operating			
Tuition	\$47,113,862	\$50,467,577	\$3,353,715
Out of State Capital Outlay Fees	\$420,789	\$420,789	\$0
Miscellaneous Revenue	\$1,044,106	\$1,044,106	\$0
Total Educational and General	\$129,623,261	\$130,205,603	\$582,342
Auxiliary Enterprises	\$56,246,809	\$57,295,407	\$1,048,598
Sponsored Programs	\$20,231,943	\$20,231,943	\$0
Student Financial Assistance	\$23,294,214 ²	\$28,826,164 ²	\$5,531,950
Local Funds	\$17,000,000	\$17,000,000	\$0
Total Revenues	\$246,396,227	\$253,559,117	\$7,162,890
Expenses			
Educational and General			
Instruction	\$56,816,015	\$54,316,015	(\$2,500,000)
Research	\$883,639	\$1,002,823	\$119,184
Public Service	\$641,885	\$653,790	\$11,905
Academic Support	\$16,053,707	\$17,973,544	\$1,919,837
Student Services	\$7,331,629	\$9,201,161	\$1,869,532
Institutional Support	\$20,915,308	\$21,247,813	\$332,505
Operations and Maintenance of Plant	\$15,180,369	\$15,651,239	\$470,870
Funding to Be Budgeted Later	\$6,667,842	\$5,026,351	(\$1,641,491)
Total Educational and General	\$124,490,394	\$125,072,736	\$582,342
Auxiliary Enterprises	\$55,871,164	\$55,871,164	\$0
Sponsored Programs	\$20,231,943	\$20,231,943	\$0
Student Financial Assistance	\$28,427,081 ²	\$33,959,031 ²	\$5,531,950
Local Funds	\$17,000,000	\$17,000,000	\$0
Total Expenses	\$246,020,582	\$252,134,874	\$6,114,292
Increase (Decrease) in Fund Balance	\$375,645	\$1,424,243	\$1,048,598

Notes:

1. At present, the Virginia General Assembly and Governor have not agreed on final amendments to Chapter 2 of the 2022 Acts of Assembly (the Budget Bill). The FY24 NSU budget is prepared using the admended budget proposed by the Governor on December 15, 2022. There have been admendments proposed during the General Assembly session that, if they become law, will affect NSU. The University is aware of these amendments and is prepared to adjust the budget if they are approved.
2. SCHEV has passed a resolution requiring changes in the use and recording of tuition offsets. All merit-based tuition remissions must be funded through the use of tuition generated funding. To fulfill this requirement NSU will use the tuition charged to all students to fund tuition offsets. The University is awarding approximately \$5.1 million in tuition offsets.

All unfunded scholarships continue to require that the students receiving the awards must demonstrate financial need. In addition to the tuition funded assistance, the University is required to provide waivers to specific classes of individuals; waivers are projected at \$1.7 million. Additionally, NSU plans to award up to \$2 million in unfunded assistance to students in financial need. These awards will be supported by vacant positions that are currently funded.

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Educational and General Schedule

	FY23 Budget	Proposed FY24 Budget	Change
Revenue			
Educational and General			
General Fund			
General Fund Appropriations	\$69,759,172	\$78,273,131	\$8,513,959
In-State Tuition Affordability	\$10,000,000		(\$10,000,000)
GF July 1, 2021 Unallotted Appropriations	\$1,285,332		(\$1,285,332)
Non General Fund			
Higher Education Operating			
Tuition	\$47,113,862	\$50,467,577	\$3,353,715
Out of State Capital Outlay Fees	\$420,789	\$420,789	\$0
Miscellaneous Revenue	\$1,044,106	\$1,044,106	\$0
Total Educational and General	\$129,623,261	\$130,205,603	\$582,342
Expenses			
Instruction	\$56,816,015	\$54,316,015	(\$2,500,000)
Research	\$883,639	\$1,002,823	\$119,184
Public Service	\$641,885	\$653,790	\$11,905
Academic Support	\$16,053,707	\$17,973,544	\$1,919,837
Student Services	\$7,331,629	\$9,201,161	\$1,869,532
Institutional Support	\$20,915,308	\$21,247,813	\$332,505
Operations and Maintenance of Plant	\$15,180,369	\$15,651,239	\$470,870
Funding to Be Budgeted Later	\$6,667,842	\$5,026,351	(\$1,641,491)
Total Expenses	\$124,490,394	\$125,072,736	\$582,342
Increase (Decrease) in Fund Balance	\$5,132,867	\$5,132,867	\$0
Student Financial Assistance	(\$5,132,867) ¹	(\$5,132,867) ¹	
Total E&G Overage/(Shortfall)	\$0	\$0	

Notes:

- The University utilizes approximately \$5.1 million in funding for tuition offsets. The use of these funds is reflected in student financial assistance.

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Auxiliary Enterprise Schedule

	FY23 Budget	Proposed FY24 Budget	Change
Revenues			
User Fees	\$34,924,394	\$35,461,544	\$537,150
Mandatory Fees	\$17,746,473	\$18,257,921	\$511,448
Revenues and Commissions	\$3,575,942	\$3,575,942	\$0
Other Sources - FUND BALANCE	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total Revenue	\$56,246,809	\$57,295,407	\$1,048,598
Expenses			
Personal Services - Budget	\$11,931,503	\$11,930,037	(\$1,466)
Non Personal Services - Budget	\$35,336,122	\$35,116,491	(\$219,631)
Debt Service	<u>\$8,603,539</u>	<u>\$8,824,636</u>	<u>\$221,097</u>
Total Expenses	<u>\$55,871,164</u>	<u>\$55,871,164</u>	<u>\$0</u>
Increase (Decrease) in Fund Balance	<u>\$375,645</u>¹	<u>\$1,424,243</u>	<u>\$1,048,598</u>

Note:

1. Unspent AE funding will be used to support the required reserve as well as prepare for housing and food service maintenance.