Present: Carol Cash, Kristen Cox, Cyril Clarke, Jeff Earley, Nancy Gruber, Jim, Hillman, Tim Hodge, Mintai Kim, Stephen Kleiber, Erin McCann, Nancy McGehee, Joe Merola, Sean O'Keefe, Rebecca Pauly, Corina Sandu, Michael Sorice.

Absent with Notice: Joell Eifert, Liza Morris

Absent: Nikolaos Dervisis, Aimane Najmeddine

Guests: Ed Lener (substitute for Amr Hilal), Debbie Greer (substitute for Chris Kiwus)

1. Announcement of approval and posting of minutes of April 21, 2022
The April 21, 2022 minutes have been approved and forwarded to the University Council for posting on the web.

2. Presentation
Tim Hodge, Associate Vice President of Budget and Financial Planning, provided a brief overview of the Council. Mr. Hodge presented an overview of fund accounting, the University's financial structure, operating trends, and state budget timeline. He reviewed the university's program structure, explaining how the university is split into two agencies (Agency 208 and Agency 229), how each of those agencies are funded, and which programs fall under each. Mr. Hodge also reviewed resources the university receives from the State, tuition & fees, self-generated and private funds, and showed the trend of those resources over the past 10 years. Mr. Hodge also provided an overview of the state budget process and timeline, and explained that the committee would be updated at future meetings as the state budget process unfolded. A PDF of the presentation is attached to these minutes.

3. Other Items
Dr. Cyril Clarke, Executive Vice President and Provost, inquired from Committee members recommendations of topics they would like to discuss over the coming months. There was discussion and several topics were shared.

4. Adjournment
There being no further business, the meeting adjourned at 5:05 p.m.
OPERATING BUDGET

BUDGETING AND PLANNING COMMITTEE

SEPTEMBER 15, 2022
Fund accounting is an accounting system for recording resources whose use has been limited by the donor, grant authority, governing agency, or other individuals or organizations or by law. It emphasizes accountability rather than profitability, and is used by Nonprofit organizations and by governments. In this method, a fund consists of a self-balancing set of accounts and each are reported as either unrestricted, temporarily restricted or permanently restricted based on the provider-imposed restrictions. (Wikipedia)
The university began the current fiscal year with a balanced budget that is the starting point for next fiscal year.

The institution is comprised of multiple self-balancing funds, such as:

- Agency 208 University Division E&G
- Agency 229 Cooperative Extension
- Each Auxiliary Enterprise
- An individual sponsored grant
- Each capital project
VIRGINIA TECH’S MAJOR FUNDS AND PROGRAMS COMPRIS A $1.6B PUBLIC ENTITY

<table>
<thead>
<tr>
<th>Programs</th>
<th>University Division</th>
<th>CE/AES Division</th>
<th>Auxiliaries</th>
<th>Sponsored Programs</th>
<th>Student Financial Aid</th>
<th>Other Programs</th>
<th>Total</th>
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<tbody>
<tr>
<td>General Fund</td>
<td>$238.8</td>
<td>$86.3</td>
<td>$19.4</td>
<td>$27.0</td>
<td>$3.3</td>
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<td>$374.8</td>
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<td>Tuition &amp; Fees</td>
<td>651.6</td>
<td>208.8</td>
<td>23.1</td>
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<td>883.5</td>
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<tr>
<td>Federal Funds</td>
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<td></td>
<td></td>
<td></td>
<td></td>
<td>15.6</td>
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<tr>
<td>Sales &amp; Services</td>
<td>2.5</td>
<td>198.2</td>
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<td>200.7</td>
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<tr>
<td>Sponsored</td>
<td></td>
<td></td>
<td>369.7</td>
<td></td>
<td></td>
<td></td>
<td>369.7</td>
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<tr>
<td>All Other Income</td>
<td>43.9</td>
<td>0.9</td>
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<td></td>
<td>12.5</td>
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<td>57.3</td>
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<tr>
<td>Total</td>
<td>$936.8</td>
<td>$102.8</td>
<td>$407.0</td>
<td>$389.1</td>
<td>$50.1</td>
<td>$15.8</td>
<td>$1,901.6</td>
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Source: 2022-23 University Authorized Budget Document available at obfp.vt.edu
Programs vary in the portion of funding that comes from self-generated revenues and subsidies.
EXTERNAL OPERATING BUDGET TIMELINE - BIENNium

July
- University Develops and Submits Draft Six-Year Plan to State
- SCHEV Works on Statewide Issues

August
- Six-Year Plan

September
- State Budget Development
- University Responds to State Comments on Six-Year Plan

October
- Executive Budget Development
- BOV Reviews Final Six-Year Plan

November
- Six-Year Plan Finalization
- DPB Reviews Agency Submissions

December
- Governor’s Executive Budget Proposal

January
- General Assembly Session

February
- Money Committees Reports

March
- General Assembly Session Closes

April
- Final Consideration and Approval of Appropriation Act
- Reconvened Session

May
- Appropriation Act

June/July
- New Fiscal Year Begins

------------------------2022------------------------

------------------------2023------------------------
DISCUSSION