

CENTRAL APPROPRIATIONS



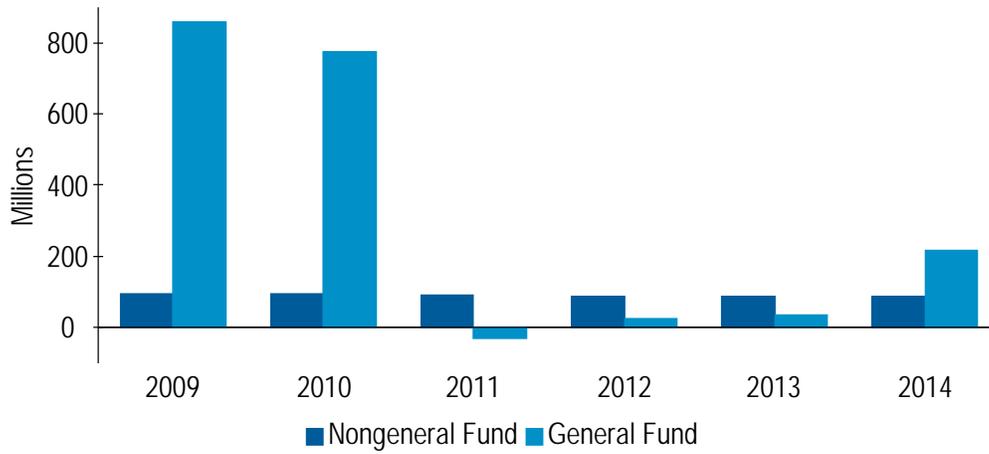
Central Appropriations serves two purposes. First, it acts as a “holding account” for funds used to supplement state agency appropriations. These funds are designated for a variety of purposes, including employee compensation, economic contingencies, economic development, employee health premiums, and state legal expenses. Central Appropriations also acts as a “reversion clearing account” to accrue statewide savings for various actions. The Department of Planning and Budget administers Central Appropriations.



Central Appropriations Includes:

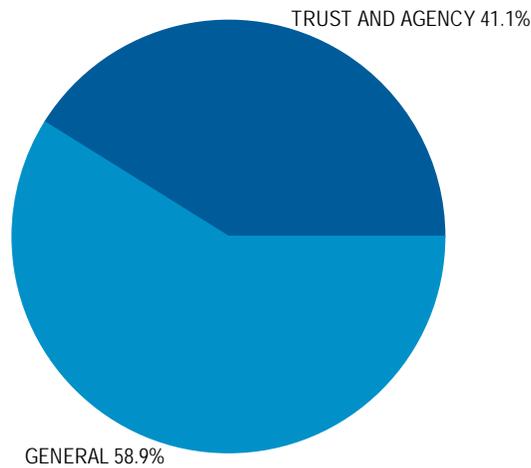
Central Appropriations	Central Capital Outlay
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Central Appropriations Operating Budget History



Financing of the Central Appropriations* Based on 2012-2014 Proposed Operating Budget

*Funds with totals less than 1% have not been included



Central Appropriations

Central Appropriations acts as a holding account for funds used to supplement state agency appropriations.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2009 Appropriation	\$ 856,578,586	\$ 94,829,186	\$ (12,778,307)
2010 Appropriation	\$ 776,274,718	\$ 93,736,553	\$ (43,968,552)
2011 Appropriation	\$ (28,685,743)	\$ 90,333,589	\$ (4,680,268)
2012 Appropriation	\$ 26,708,386	\$ 89,257,200	\$ 66,619,324
2013 Base Budget	\$ 35,351,589	\$ 89,277,896	\$ 86,887,372
2013 Addenda	\$ (842,876)	\$ 0	\$ 0
2013 Total	\$ 34,508,713	\$ 89,277,896	\$ 86,887,372
2014 Base Budget	\$ 105,938,925	\$ 89,277,896	\$ 175,366,859
2014 Addenda	\$ 112,511,538	\$ 10,208	\$ (420,000)
2014 Total	\$ 218,450,463	\$ 89,288,104	\$ 174,946,859

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2009 Appropriation	0.00	0.00	0.00
2010 Appropriation	0.00	0.00	0.00
2011 Appropriation	0.00	0.00	0.00
2012 Appropriation	0.00	0.00	0.00
2013 Base Budget	2.00	0.00	2.00
2013 Addenda	0.00	0.00	0.00
2013 Total	2.00	0.00	2.00
2014 Base Budget	2.00	0.00	2.00
2014 Addenda	-2.00	0.00	-2.00
2014 Total	0.00	0.00	0.00

Recommended Operating Budget Addenda

- Capture unobligated funding**

Captures unobligated FY 2013 funding in Central Appropriations that remains after all distributions have been made. Savings amounts include \$1.1 million for employee benefits and \$54,046 for Performance Budgeting system costs.

	FY 2013	FY 2014
General Fund	\$ (1,116,100)	\$ 0

- Distribute funding in Central Accounts for Line of Duty Act assistance to agencies' budgets**

Distributes funding currently in Central Accounts directly to agencies' budgets to assist with the general fund portion of Line of Duty Act costs.

	FY 2013	FY 2014
General Fund	\$ 0	\$ (1,677,078)

- Eliminate capture of second year information technology overhead savings**

Eliminates the FY 2014 requirement to capture agency savings resulting from information technology overhead efficiencies. Such savings have already been assumed in the recently updated Virginia Information Technologies Agency rates.

	FY 2013	FY 2014
General Fund	\$ 0	\$ 415,616

- Eliminate FY 2014 reversion clearing account savings for aid to local governments**

Eliminates the requirement for localities to implement savings in FY 2014 for state aid to local programs.

	FY 2013	FY 2014
General Fund	\$ 0	\$ 45,000,000

- Eliminate reversion clearing account related to savings resulting from agency reorganizations**

A technical amendment to eliminate the reversion clearing account for FY 2014 related to savings resulting from the elimination or consolidation of state agencies, boards, and commissions. The savings are captured through individual agency amendments.

	FY 2013	FY 2014
General Fund	\$ 0	\$ 1,973,108
Authorized Positions	0.00	-2.00

- Establish retail maintenance network for maintenance drugs**

Provides for the establishment of a retail maintenance network for maintenance drugs that includes penalties for non-use of the retail maintenance network. Total cost savings are projected to be approximately \$10.4 million annually, of which just under half (\$4.875 million) would be general fund savings.

	FY 2013	FY 2014
General Fund	\$ 0	\$ (4,875,000)

- Expand use of Economic Contingency to include Fraud and Abuse Whistle Blower Reward Fund awards**

Expands the allowable uses of the Miscellaneous Contingency Reserve Account to include the payment of monetary rewards to persons who have disclosed information of wrongdoing or abuse under the Fraud and Abuse Whistle Blower Protection Act. The act provides for monetary rewards to persons who have disclosed information of wrongdoing or abuse and the disclosure results in a savings of at least \$10,000. The amount of the reward is equal to one percent of the total amount of savings realized by the Commonwealth as a result of the disclosure of the wrongdoing or abuse, not to exceed \$5,000.

- Increase emergency room co-payment from \$125 to \$150**
 Increases the co-payment for emergency room visits from \$125 to \$150 under the state health insurance plan. Savings associated with this proposal will total \$900,000, of which approximately \$420,000 will be general fund savings.

	FY 2013	FY 2014
General Fund	\$ 0	\$ (420,000)

- Provide additional funding for the state employee health insurance program**
 Provides additional funding to cover the general fund share of increased premiums for the state employee health insurance program. The increased costs are due to a number of factors, including the ending of the Health Insurance Fund subsidy, higher than expected claims in CY 2012, impacts associated with the Patient Protection and Affordable Care Act, higher projected cost trends for FY 2013, a plan design change that was assumed in the current rates but that was not adopted, and the need to begin to rebuild the Incurred But Not Reported (IBNR) reserve.

	FY 2013	FY 2014
General Fund	\$ 0	\$ 69,658,535

- Provide funding for executive office and cabinet severance costs**
 Provides funding for severance costs for executive office and cabinet officials. The funding will cover severance payments based on years of state service, continued state contributions for health insurance premiums for 12 months, and continued state contributions for life insurance premiums for 12 months.

	FY 2013	FY 2014
General Fund	\$ 0	\$ 2,421,977

- Provide funding to maintain the Time, Attendance, and Leave system (TAL)**
 Provides funding for the general fund share of charges to state agencies for the maintenance of the Department of Human Resource Management's (DHRM's) new Time, Attendance, and Leave system (TAL). TAL is DHRM's automated solution for the state's labor-intensive time, attendance, and leave process that most agencies continue to use. The new system will eliminate unnecessary data entry and streamline human resource management and payroll-related business processes across state agencies. The funding will be for staff (manager, senior systems analyst, programmer, and help desk support), software tools, hardware, disaster recovery, and other related costs. The maintenance costs for TAL will be paid out of an internal service fund administered by the Department of Accounts, similar to the process used for maintenance costs for both Cardinal (the state's new accounting system) and the Performance Budgeting system.

	FY 2013	FY 2014
General Fund	\$ 0	\$ 340,934

- Provide supplemental funding for the general fund share of state agency Cardinal costs**

Provides funding for the general fund share of state agency Cardinal operating costs. These costs will be paid by agencies through premium charges based on each agency's share of total statewide financial transactions as applied to the agency's fund split in the 2012 Appropriation Act. The recommended amount for FY 2014 represents the general fund share for the agencies expected to be phased onto Cardinal in FY 2014. Throughout FY 2015, the remaining state agencies will be transferred onto Cardinal and the total costs will increase accordingly.

	FY 2013	FY 2014
General Fund	\$ 0	\$ 215,101

- Provide support for inaugural expenses**
 Funds expenses associated with the inauguration of the three statewide elected offices in January 2014.

	FY 2013	FY 2014
General Fund	\$ 0	\$ 282,700

- Provide transition support**
 Funds the cost of transition expenses for the three individuals elected as Governor, Attorney General, and Lieutenant Governor in November 2013. These funds cover the cost of essential nonpersonal service expenses for the period after the election to the inauguration in January 2014.

	FY 2013	FY 2014
General Fund	\$ 0	\$ 594,650

- Remove funding for phone systems and increased information technology costs**
 Removes all unobligated funding for FY 2013 and all funding for FY 2014 established to cover the general fund portion of phone system replacements and increased VITA costs. All required and needed FY 2013 funding for this purpose has been distributed. Agency amendments cover any costs in these areas for FY 2014.

	FY 2013	FY 2014
General Fund	\$ (2,169,585)	\$ (3,208,237)

Central Capital Outlay

Central Capital Outlay serves as a capital maintenance, construction, and renovation "holding account" to better manage state resources including general fund and nongeneral fund cash, tax-supported debt, and revenue bonds. This account funds: (1) capital project pools for higher education and non-higher education institutions; (2) project planning, preplanning and evaluation; (3) maintenance reserve; and, (4) equipment for previously approved projects.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs	
2009 Appropriation	\$ 0	\$ 0	\$ 0	0
2010 Appropriation	\$ 0	\$ 0	\$ 0	0
2011 Appropriation	\$ 0	\$ 0	\$ 0	0
2012 Appropriation	\$ 0	\$ 0	\$ 0	0
2013 Base Budget	\$ 0	\$ 0	\$ 0	0
2013 Addenda	\$ 0	\$ 0	\$ 0	0
2013 Total	\$ 0	\$ 0	\$ 0	0
2014 Base Budget	\$ 0	\$ 0	\$ 0	0
2014 Addenda	\$ 0	\$ 0	\$ 0	0
2014 Total	\$ 0	\$ 0	\$ 0	0

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2009 Appropriation	0.00	0.00	0.00
2010 Appropriation	0.00	0.00	0.00
2011 Appropriation	0.00	0.00	0.00
2012 Appropriation	0.00	0.00	0.00
2013 Base Budget	0.00	0.00	0.00
2013 Addenda	0.00	0.00	0.00
2013 Total	0.00	0.00	0.00
2014 Base Budget	0.00	0.00	0.00
2014 Addenda	0.00	0.00	0.00
2014 Total	0.00	0.00	0.00

New Capital Outlay Budget Summary

	General Fund	Nongeneral Fund	Bond Proceeds
2013 Addenda	\$ 0	\$ 0	0
2014 Addenda	\$ 0	\$ 0	308,669,000

Recommended Capital Outlay Addenda

- **Increase central maintenance reserve funding**

Provides additional funding for several agencies to address critical maintenance needs in state-owned facilities.

	FY 2013	FY 2014
Bond Proceeds	\$ 0	\$ 9,590,000

- **Redesignate usage of qualified energy conservation bonds**

Reauthorizes the federal allocation of qualified energy conservation bonds to reduce energy consumption at state facilities.

	FY 2013	FY 2014
Bond Proceeds	\$ 0	\$ 35,250,000

- **Provide funding for additional capital projects**

Provides bond authority and appropriation for additional capital projects.

	FY 2013	FY 2014
Bond Proceeds	\$ 0	\$ 263,828,992

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