

OFFICE OF HEALTH AND HUMAN RESOURCES

The Honorable Bill Hazel, Secretary of Health and Human Resources



The Secretary of Health and Human Resources oversees state agencies which provide often-vital services to Virginians. Individuals with disabilities, the aging community, low-income working families, children, caregivers and the provider network are supported through the work of this Secretariat.

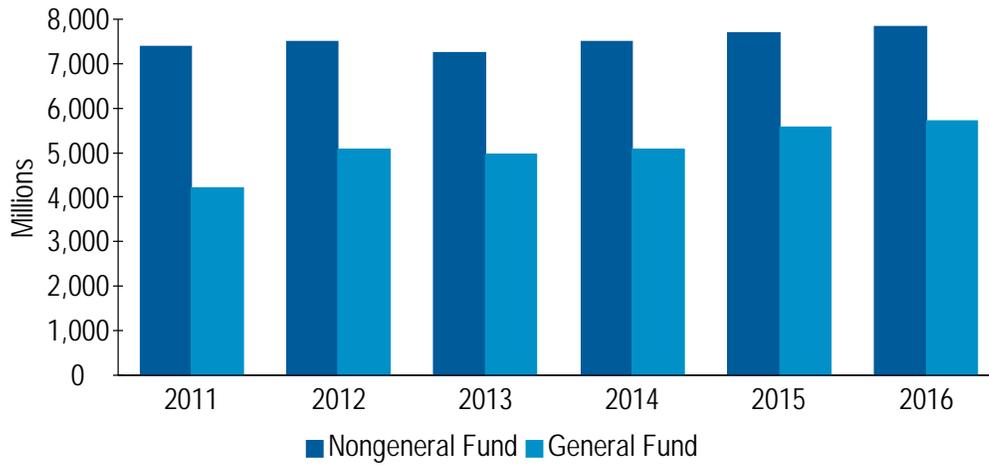
In addition, our agencies license health practitioners and ensure safe drinking water in the Commonwealth.



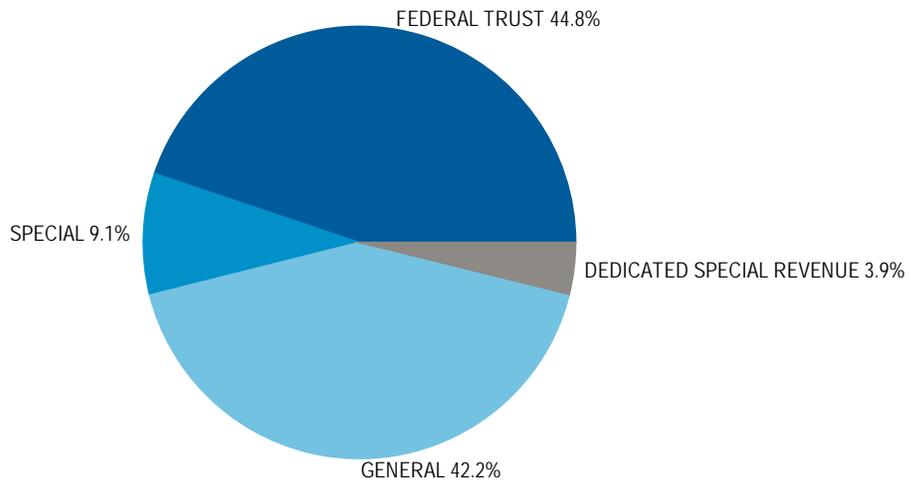
Office of Health and Human Resources Includes:

Secretary of Health and Human Resources	Intellectual Disabilities Training Centers
Comprehensive Services for At-Risk Youth and Families	Virginia Center for Behavioral Rehabilitation
Department for the Deaf and Hard-Of-Hearing	Department for Aging and Rehabilitative Services
Department of Health	Woodrow Wilson Rehabilitation Center
Department of Health Professions	Department of Social Services
Department of Medical Assistance Services	Virginia Board for People with Disabilities
Department of Behavioral Health and Developmental Services	Department for the Blind and Vision Impaired
Grants to Localities	Virginia Rehabilitation Center for the Blind and Vision Impaired
Mental Health Treatment Centers	

Office of Health and Human Resources Operating Budget History



Financing of the Office of Health and Human Resources* Based on 2014-2016 Proposed Operating Budget *Funds with totals less than 1% have not been included



Secretary of Health and Human Resources

The Secretary of Health and Human Resources oversees twelve state agencies which provide often-vital services to Virginians. Individuals with disabilities, the aging community, low-income working families, children, caregivers and the provider network are supported through the work of this Secretariat. In addition, our agencies license health practitioners and ensure safe drinking water in the Commonwealth.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 1,534,700	\$ 0	\$ 563,676
2012 Appropriation	\$ 2,180,700	\$ 0	\$ 563,676
2013 Appropriation	\$ 640,213	\$ 0	\$ 543,168
2014 Appropriation	\$ 640,954	\$ 0	\$ 543,168
2015 Base Budget	\$ 640,954	\$ 0	\$ 552,090
2015 Addenda	\$ 31,285	\$ 0	\$ 29,408
2015 Total	\$ 672,239	\$ 0	\$ 581,498
2016 Base Budget	\$ 640,954	\$ 0	\$ 552,090
2016 Addenda	\$ 32,303	\$ 0	\$ 29,408
2016 Total	\$ 673,257	\$ 0	\$ 581,498

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	5.00	0.00	5.00
2012 Appropriation	5.00	0.00	5.00
2013 Appropriation	5.00	0.00	5.00
2014 Appropriation	5.00	0.00	5.00
2015 Base Budget	5.00	0.00	5.00
2015 Addenda	0.00	0.00	0.00
2015 Total	5.00	0.00	5.00
2016 Base Budget	5.00	0.00	5.00
2016 Addenda	0.00	0.00	0.00
2016 Total	5.00	0.00	5.00

Recommended Operating Budget Addenda

- **Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the continued cost of public employee salary increases, increases in state employee health insurance premiums, changes in state employee retirement and other benefit contribution rates, and other centrally funded items being continued from the 2012-14 biennium into the 2014-16 biennium.

	FY 2015	FY 2016
General Fund	\$ 29,408	\$ 29,408

- **Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 63	\$ 63

- **Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

	FY 2015	FY 2016
General Fund	\$ 6	\$ 6

- **Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015	FY 2016
General Fund	\$ (59)	\$ (59)

- **Adjust funding to reflect changes in rent charges at the seat of government**

Adjusts agency funding for changes in the cost of rent charges at the seat of government. Overall rent rate changes are the result of additional costs to maintain facilities.

	FY 2015	FY 2016
General Fund	\$ 1,393	\$ 2,272

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 365	\$ 497

Fund changes in state employee workers' compensation premiums

Adjusts the agency's budget for workers' compensation premiums based on the allocation of 2015 and 2016 program costs provided by the Department of Human Resource Management. The allocation is based on the historical experience of the agency and reflects the current policy of providing agencies with 50 percent of any increased costs and allowing agencies to retain 50 percent of any reduced costs.

	FY 2015	FY 2016
General Fund	\$ 109	\$ 116

Comprehensive Services for At-Risk Youth and Families

The mission of the Comprehensive Services Act for At-Risk Youth and Families (CSA) is to create a collaborative system of services and funding that is child-centered, family-focused and community-based when addressing the strengths and needs of troubled and at-risk youths and their families in the Commonwealth.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 271,234,333	\$ 57,608,887	\$ 0
2012 Appropriation	\$ 245,233,802	\$ 52,607,746	\$ 0
2013 Appropriation	\$ 225,423,724	\$ 52,607,746	\$ 0
2014 Appropriation	\$ 217,197,736	\$ 52,607,746	\$ 0
2015 Base Budget	\$ 217,197,736	\$ 52,607,746	\$ 0
2015 Addenda	\$ 1,876,395	\$ 0	\$ 1,133,236
2015 Total	\$ 219,074,131	\$ 52,607,746	\$ 1,133,236
2016 Base Budget	\$ 217,197,736	\$ 52,607,746	\$ 0
2016 Addenda	\$ (1,059,925)	\$ 0	\$ 1,133,236
2016 Total	\$ 216,137,811	\$ 52,607,746	\$ 1,133,236

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	0.00	0.00	0.00
2012 Appropriation	0.00	0.00	0.00
2013 Appropriation	0.00	0.00	0.00
2014 Appropriation	0.00	0.00	0.00
2015 Base Budget	0.00	0.00	0.00
2015 Addenda	13.00	0.00	13.00
2015 Total	13.00	0.00	13.00
2016 Base Budget	0.00	0.00	0.00
2016 Addenda	13.00	0.00	13.00
2016 Total	13.00	0.00	13.00

Recommended Operating Budget Addenda

Adjust agency appropriation for the cost of Performance Budgeting system charges

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 21,488	\$ 21,488

Expand foster care to youth ages 18-21

Reduces expenditures for youth that are anticipated to be covered under federal child welfare subsidies after expanding the foster care program to young adults aged 18-21.

	FY 2015	FY 2016
General Fund	\$ 0	\$ (2,936,668)

Fund agency costs for the new Cardinal accounting system

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 968	\$ 1,316

Fund anticipated foster care rate increase

Funds expenditure increase in state foster maintenance payments associated with a cost of living adjustment authorized by the Appropriation Act.

	FY 2015	FY 2016
General Fund	\$ 219,328	\$ 219,328

Fund local financial interface using SAS Solution

Continues funding for the SAS data collection and local financial interface system previously paid for with program balances.

	FY 2015	FY 2016
General Fund	\$ 300,000	\$ 300,000

Transfer administrative funds to the Office of Comprehensive Services

Transfers the administrative funds currently at the Department of Social Services for the operation of the Office of Comprehensive Services to the Comprehensive Services Act (CSA) Item. This net zero transfer will improve transparency and move all CSA-associated funds into one agency code.

	FY 2015	FY 2016
General Fund	\$ 1,334,611	\$ 1,334,611
Authorized Positions	13.00	13.00

Department for the Deaf and Hard-Of-Hearing

The Virginia Department for the Deaf and Hard of Hearing (VDDHH) works to reduce the communication barriers between persons who are deaf or hard of hearing and those who are hearing, including family members, service providers, and the general public.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 840,901	\$ 14,823,149	\$ 694,063
2012 Appropriation	\$ 840,901	\$ 14,823,149	\$ 694,063
2013 Appropriation	\$ 844,985	\$ 10,561,124	\$ 717,062
2014 Appropriation	\$ 844,994	\$ 10,938,174	\$ 717,062
2015 Base Budget	\$ 844,994	\$ 10,938,174	\$ 715,739
2015 Addenda	\$ 82,458	\$ 0	\$ 32,416
2015 Total	\$ 927,452	\$ 10,938,174	\$ 748,155
2016 Base Budget	\$ 844,994	\$ 10,938,174	\$ 715,739
2016 Addenda	\$ 82,551	\$ (5,000,000)	\$ 32,416
2016 Total	\$ 927,545	\$ 5,938,174	\$ 748,155

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	10.50	3.50	14.00
2012 Appropriation	10.50	3.50	14.00
2013 Appropriation	8.37	2.63	11.00
2014 Appropriation	8.37	2.63	11.00
2015 Base Budget	8.37	2.63	11.00
2015 Addenda	0.00	0.00	0.00
2015 Total	8.37	2.63	11.00
2016 Base Budget	8.37	2.63	11.00
2016 Addenda	0.00	0.00	0.00
2016 Total	8.37	2.63	11.00

Recommended Operating Budget Addenda

- Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the continued cost of public employee salary increases, increases in state employee health insurance premiums, changes in state employee retirement and other benefit contribution rates, and other centrally funded items being continued from the 2012-14 biennium into the 2014-16 biennium.

	FY 2015	FY 2016
General Fund	\$ 32,416	\$ 32,416

- Account for new relay center contract**

Reduces agency appropriation reflecting the anticipated lower cost of a new relay contract negotiated after the removal of corresponding budget language restrictions. Striking the current language is necessary as there may be no way to meet its provisions in future relay center contracts. A comparison between current contract costs and the national average paid for basic relay services has the potential to generate savings of up to \$5.0 million annually, savings which will be passed on to localities through the Communications Tax fund beginning in FY 2016.

	FY 2015	FY 2016
Nongeneral Fund	\$ 0	\$ (5,000,000)

- Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 84	\$ 84

- Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

	FY 2015	FY 2016
General Fund	\$ 6	\$ 6

- Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 4

- Consolidate shared services support**

Transfers \$50,000 from the Department for Aging and Rehabilitative Services (DARS) to the Department for the Deaf and Hard-of-Hearing (DDHH). DDHH currently contracts with DARS to perform select routine back office functions. As part of the renegotiation of this contract, DARS and DDHH determined that \$50,000 should be credited to DDHH to account for a funding transfer that occurred in the mid-1990s. This addendum moves this funding to DDHH and is offset with a companion reduction in DARS.

	FY 2015	FY 2016
General Fund	\$ 50,000	\$ 50,000

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 83

- **Fund changes in state employee workers' compensation premiums**

Adjusts the agency's budget for workers' compensation premiums based on the allocation of 2015 and 2016 program costs provided by the Department of Human Resource Management. The allocation is based on the historical experience of the agency and reflects the current policy of providing agencies with 50 percent of any increased costs and allowing agencies to retain 50 percent of any reduced costs.

	FY 2015	FY 2016
General Fund	\$ (48)	\$ (42)

Department of Health

The Virginia Department of Health is dedicated to promoting and protecting the health of Virginians.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 153,525,069	\$ 417,086,680	\$ 243,879,667
2012 Appropriation	\$ 154,030,571	\$ 420,617,827	\$ 249,634,157
2013 Appropriation	\$ 156,842,622	\$ 464,592,306	\$ 230,617,643
2014 Appropriation	\$ 153,929,573	\$ 473,034,055	\$ 229,938,569
2015 Base Budget	\$ 153,929,573	\$ 473,034,055	\$ 236,830,728
2015 Addenda	\$ 11,054,742	\$ 20,675,815	\$ 5,713,116
2015 Total	\$ 164,984,315	\$ 493,709,870	\$ 242,543,844
2016 Base Budget	\$ 153,929,573	\$ 473,034,055	\$ 236,830,728
2016 Addenda	\$ 11,743,844	\$ 22,267,053	\$ 5,710,866
2016 Total	\$ 165,673,417	\$ 495,301,108	\$ 242,541,594

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	1,554.22	2,058.78	3,613.00
2012 Appropriation	1,555.22	2,219.78	3,775.00
2013 Appropriation	1,544.00	2,215.00	3,759.00
2014 Appropriation	1,544.00	2,215.00	3,759.00
2015 Base Budget	1,544.00	2,215.00	3,759.00
2015 Addenda	-59.00	-24.00	-83.00
2015 Total	1,485.00	2,191.00	3,676.00
2016 Base Budget	1,544.00	2,215.00	3,759.00
2016 Addenda	-59.00	-24.00	-83.00
2016 Total	1,485.00	2,191.00	3,676.00

Recommended Operating Budget Addenda

- **Decrease appropriation for the Special Supplemental Nutrition Program for Women, Infants, and Children**

Removes excess appropriation to more closely match actual expenditures.

	FY 2015	FY 2016
Nongeneral Fund	\$ (2,000,000)	\$ (2,000,000)

- **Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the continued cost of public employee salary increases, increases in state employee health insurance premiums, changes in state employee retirement and other benefit contribution rates, and other centrally funded items being continued from the 2012-14 biennium into the 2014-16 biennium.

	FY 2015	FY 2016
General Fund	\$ 6,778,522	\$ 6,778,522

- **Increase appropriation for the Rescue Squad Assistance Fund**

Increases appropriation for the Virginia Rescue Squad Assistance Fund. This action will enable the program to spend existing balances from increased revenue from the \$6.25 For Life fee.

	FY 2015	FY 2016
Nongeneral Fund	\$ 1,500,000	\$ 1,500,000

- **Increase appropriation for the Trauma Fund**

Increases appropriation to the Trauma Center Fund. This action will enable the program to spend existing balances from increased revenue from the driver's license reinstatement fee.

	FY 2015	FY 2016
Nongeneral Fund	\$ 5,000,000	\$ 5,000,000

- **Provide additional nongeneral fund appropriation for Communicable Disease Prevention and Control**

Provides additional appropriation to reflect increased revenue from prescription drug rebates and insurance copayments.

	FY 2015	FY 2016
Nongeneral Fund	\$ 2,500,000	\$ 2,500,000

- **Remove one time funding and positions for local dental services.**

Removes funding that was provided to temporarily allow the agency to continue its existing community dental program while transitioning to a preventive model. This model is required to be in place by July 1, 2014. Also removes 20 positions associated with the community dental program.

	FY 2015	FY 2016
General Fund	\$ (967,944)	\$ (967,944)
Nongeneral Fund	\$ (696,362)	\$ (696,362)
Authorized Positions	-20.00	-20.00

- **Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 15,228	\$ 15,228

- **Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

	FY 2015	FY 2016
General Fund	\$ 2,871	\$ 2,871

- **Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015	FY 2016
General Fund	\$ 18,790	\$ 270,649

- **Adjust funding to reflect changes in rent charges at the seat of government**

Adjusts agency funding for changes in the cost of rent charges at the seat of government. Overall rent rate changes are the result of additional costs to maintain facilities.

	FY 2015	FY 2016
General Fund	\$ 41,953	\$ 69,342

- **Allocate information technology funding across the agency**

Distributes funding provided for increased Virginia Information Technologies Agency costs to reflect proper use of agency resources by spreading costs across the agency. The action allocates the central allocation of funds provided to the agency across affected programs. This action nets to zero.

- **Extend the deadline for implementation of the prevention only dental program**

Extends the deadline for implementation of the prevention only program for the Mount Rogers, Western Tidewater, and Norfolk health districts until January 1, 2016. This action allows these health districts to continue to provide existing dental services for another 18 months during the transition. The agency has funding to operate these dental programs during the extension. This action is embedded in budget language.

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 83,647

- **Fund changes in state employee workers' compensation premiums**

Adjusts the agency's budget for workers' compensation premiums based on the allocation of 2015 and 2016 program costs provided by the Department of Human Resource Management. The allocation is based on the historical experience of the agency and reflects the current policy of providing agencies with 50 percent of any increased costs and allowing agencies to retain 50 percent of any reduced costs.

	FY 2015	FY 2016
General Fund	\$ (20,806)	\$ (16,630)

- **Fund plan management activities related to the federal exchange**

Provides general fund support for plan management activities related to the federal exchange. This funding covers the agency's cost as it provides assistance to the State Corporation Commission in its involvement of Virginia's Federally-Facilitated Marketplace. Specifically, the funding supports the federal quality health plan certification process, while also supporting managed health care insurance plan requirements. These funds could be offset by federal funds if they become available.

	FY 2015	FY 2016
General Fund	\$ 96,150	\$ 93,900

- **Increase funding for AIDS Drug Assistance Program**

Provides an increase in general fund support for the AIDS Drug Assistance Program. This funding allows the agency to meet projected increases in client load for the program. There are currently 4,900 clients enrolled in the program. Enrollment is expected to increase by 28 percent in 2015. This funding will allow the agency to continue enrollment without implementing a waitlist.

	FY 2015	FY 2016
General Fund	\$ 3,449,442	\$ 3,794,386
Nongeneral Fund	\$ 14,271,403	\$ 15,698,542

- **Increase in rent for local health department facilities**

Provides funding for additional costs facing local health departments as they move to new facilities and experience rent increases. Local health districts do not control the process for determining when and where their facilities will be located and therefore cannot control the cost. This funding allows local health departments to maintain current operations and services.

	FY 2015	FY 2016
General Fund	\$ 176,929	\$ 387,744
Nongeneral Fund	\$ 103,503	\$ 267,602

- **Maintain funding to the Virginia Resource Mothers Program**

Continues funding for the Virginia Resource Mothers Program to maintain current operations. Federal funding supporting this program is no longer available. This state funding allows the agency to continue to provide support in all of the program sites for pregnant teens, teen mothers, and their babies.

	FY 2015	FY 2016
General Fund	\$ 614,914	\$ 614,914

- **Modify funding for poison control centers**

Reduces funding for poison control services to reflect funding two centers as opposed to three.

	FY 2015	FY 2016
General Fund	\$ (300,000)	\$ (300,000)

- **Modify language for health safety net providers with reduced funds**

Amends certain language to reflect the proper allocation of funds to health safety net providers and removes remaining funding for the Chesapeake Adult General Medical Clinic, which no longer exists. The Jeanie Schmidt Free Clinic is now known as "HealthWorks for Herndon" and other language has been updated.

	FY 2015	FY 2016
General Fund	\$ (8,685)	\$ (8,685)

- **Provide additional funding for Hampton Roads Proton Beam Therapy Institute**

Increases funding for the Proton Beam Therapy Institute at Hampton University. This funding allows the institute to continue to provide cancer care for the Commonwealth. Funding will also assist in infrastructure development and advance the research and training components of the institute.

	FY 2015	FY 2016
General Fund	\$ 490,000	\$ 490,000

- **Provide additional support for the information security program**

Increases support for the agency's information security program by funding two additional positions and agency-specific training. This funding allows the agency to meet stricter requirements under the Commonwealth security standard as well as increase the focus on cyber security to protect sensitive data.

	FY 2015	FY 2016
General Fund	\$ 317,378	\$ 285,900
Authorized Positions	2.00	2.00

- **Provide funding for continued implementation of a system for electronic health records**

Funds costs related to the agency's transition to the health information exchange (ConnectVirginia). This funding will support a system of electronic health records across the Commonwealth.

	FY 2015	FY 2016
General Fund	\$ 350,000	\$ 150,000

- **Reallocate general fund to support costs**

Supplants general fund dollars from Community Health Services with nongeneral fund dollars from the Office of Family Health Services. This action will improve productivity by eliminating time and effort reporting requirements for senior leadership. This action nets to zero.

- **Reduce position level to reflect current operations**

Decreases the maximum employment level to reflect current operations of the agency. These positions are not filled and not funded. Therefore there is no impact on agency operations.

	FY 2015	FY 2016
Authorized Positions	-65.00	-65.00

- **Remove indirect cost appropriation in the Office of Licensure and Certification**

Eliminates the indirect cost appropriation for the Office of Licensure and Certification to reflect the agency's current budget.

	FY 2015	FY 2016
Nongeneral Fund	\$ (2,729)	\$ (2,729)

- **Transfer appropriation between programs and service areas to reflect current operations**

Realigns resources within programs, between services areas, and to the correct subobject. This also transfers federal funds from community health services to the office of licensure and certification making appropriation available to cover anticipated expenditures. The Commonwealth Health Information Management and Exchange System grant ends in fiscal year 2014, therefore that appropriation is no longer needed. This action nets to zero.

- **Transfer funding for dental prevention services**

Moves funding from Community Health Services to the Office of Family Health Services. This transfer supports the transition to a dental hygienist prevention service delivery model, for which the Virginia Department of Health has been directed to implement. This action nets to zero.

Department of Health Professions

The mission of the Department of Health Professions is to protect the public by licensing healthcare providers, enforcing standards governing their practice, and providing information to healthcare providers and the public.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 0	\$ 27,380,877	\$ 17,450,604
2012 Appropriation	\$ 0	\$ 27,380,877	\$ 17,450,604
2013 Appropriation	\$ 0	\$ 27,283,810	\$ 17,023,638
2014 Appropriation	\$ 0	\$ 27,531,810	\$ 17,064,028
2015 Base Budget	\$ 0	\$ 27,531,810	\$ 17,064,028
2015 Addenda	\$ 0	\$ 35,431	\$ 0
2015 Total	\$ 0	\$ 27,567,241	\$ 17,064,028
2016 Base Budget	\$ 0	\$ 27,531,810	\$ 17,064,028
2016 Addenda	\$ 0	\$ 144,619	\$ 0
2016 Total	\$ 0	\$ 27,676,429	\$ 17,064,028

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	0.00	215.00	215.00
2012 Appropriation	0.00	215.00	215.00
2013 Appropriation	0.00	215.00	215.00
2014 Appropriation	0.00	218.00	218.00
2015 Base Budget	0.00	218.00	218.00
2015 Addenda	0.00	0.00	0.00
2015 Total	0.00	218.00	218.00
2016 Base Budget	0.00	218.00	218.00
2016 Addenda	0.00	0.00	0.00
2016 Total	0.00	218.00	218.00

Recommended Operating Budget Addenda

- **Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
Nongeneral Fund	\$ 2,724	\$ 2,724

- **Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

	FY 2015	FY 2016
Nongeneral Fund	\$ (4,101)	\$ (4,101)

- **Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015	FY 2016
Nongeneral Fund	\$ 13,804	\$ 114,565

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
Nongeneral Fund	\$ 21,693	\$ 29,503

- **Fund changes in state employee workers' compensation premiums**

Adjusts the agency's budget for workers' compensation premiums based on the allocation of 2015 and 2016 program costs provided by the Department of Human Resource Management. The allocation is based on the historical experience of the agency and reflects the current policy of providing agencies with 50 percent of any increased costs and allowing agencies to retain 50 percent of any reduced costs.

	FY 2015	FY 2016
Nongeneral Fund	\$ 1,311	\$ 1,928

Department of Medical Assistance Services

To provide access to a comprehensive system of high quality and cost effective health care services to qualifying Virginians.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 2,822,298,324	\$ 4,710,248,288	\$ 32,648,156
2012 Appropriation	\$ 3,367,186,774	\$ 4,045,504,873	\$ 35,592,984
2013 Appropriation	\$ 3,547,761,312	\$ 4,525,123,550	\$ 35,338,856
2014 Appropriation	\$ 3,850,644,557	\$ 4,729,216,748	\$ 35,310,518
2015 Base Budget	\$ 3,850,644,557	\$ 4,729,216,748	\$ 35,310,518
2015 Addenda	\$ 236,761,473	\$ 210,698,385	\$ (438,310)
2015 Total	\$ 4,087,406,030	\$ 4,939,915,133	\$ 34,872,208
2016 Base Budget	\$ 3,850,644,557	\$ 4,729,216,748	\$ 35,310,518
2016 Addenda	\$ 372,565,653	\$ 352,978,474	\$ (393,020)
2016 Total	\$ 4,223,210,210	\$ 5,082,195,222	\$ 34,917,498

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	169.82	194.18	364.00
2012 Appropriation	176.32	204.68	381.00
2013 Appropriation	183.82	212.18	396.00
2014 Appropriation	198.32	226.68	425.00
2015 Base Budget	198.32	226.68	425.00
2015 Addenda	12.05	-10.05	2.00
2015 Total	210.37	216.63	427.00
2016 Base Budget	198.32	226.68	425.00
2016 Addenda	12.05	-10.05	2.00
2016 Total	210.37	216.63	427.00

Recommended Operating Budget Addenda

- Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the continued cost of public employee salary increases, increases in state employee health insurance premiums, changes in state employee retirement and other benefit contribution rates, and other centrally funded items being continued from the 2012-14 biennium into the 2014-16 biennium.

	FY 2015	FY 2016
General Fund	\$ 955,641	\$ 955,641

- Account for state intellectual disabilities facility closures**

Reduces Medicaid funding for state intellectual disabilities facilities as a result of implementation of the U.S. Department of Justice (DOJ) settlement agreement for transitioning individuals to the community. As individuals are transitioned into the community, four of the state training centers are scheduled to close. This adjustment reflects the Medicaid portion of the on-going facility closure costs and associated facility savings resulting from compliance with the DOJ settlement agreement.

	FY 2015	FY 2016
General Fund	\$ (31,400,937)	\$ (53,311,345)
Nongeneral Fund	\$ (31,400,937)	\$ (53,311,345)

- Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 380,949	\$ 380,949
Nongeneral Fund	\$ 467,867	\$ 467,867

- Adjust base budget for administrative costs associated with federal settlement**

Funds the positions and contract costs related to the implementation of the U.S. Department of Justice settlement agreement, related to transitioning individuals with developmental disabilities from institutions to the community. In 2014, the funding for these costs was administratively transferred from the Department of Behavioral Health and Developmental Services. Therefore, there is no base funding in the Department of Medical Assistance Services' budget to cover the costs of 13 positions and the consumer-directed fiscal agent contract. Without this funding the agency will have to either eliminate the positions or divert funding from other critical projects to cover the personal services costs. The agency has no flexibility in funding the consumer-directed fiscal agent because that contract is based on the number of waiver recipients.

	FY 2015	FY 2016
General Fund	\$ 739,360	\$ 772,145
Nongeneral Fund	\$ 739,360	\$ 772,145

- **Adjust base budget to reflect current operations**

Adjusts the agency's funding to align with current operations. In addition, the agency's nongeneral fund appropriation in its administrative program is increased to reflect the most recent nongeneral fund revenue estimates. The agency has numerous information technology initiatives underway that are heavily federally funded. This adjustment ensures the appropriate level of federal appropriation to meet these commitments and to reduce administrative requests for increases in appropriation.

	FY 2015		FY 2016
General Fund	\$ 0	\$	0
Nongeneral Fund	\$ 5,877,004	\$	5,877,004

- **Adjust base budget to reflect previously authorized waiver slots**

Adds appropriation to the base budget for Medicaid to reflect previously authorized waiver slots required by the settlement agreement with the U.S. Department of Justice, related to transitioning individuals with developmental disabilities from institutions to the community. The cost of these slots was appropriated to the Department of Behavioral Health and Developmental Services in 2013 and carried forward to cover the costs in 2014. As a result, there is no appropriation in the Medicaid base budget for these slots and this action reflects the needed funding.

	FY 2015		FY 2016
General Fund	\$ 39,394,728	\$	39,394,728
Nongeneral Fund	\$ 39,394,728	\$	39,394,728

- **Adjust funding for medical services for involuntary mental commitments**

Adjusts funding for the cost of hospital and physician services for persons subject to an involuntary mental commitment. The most recent forecast of expenditures projects lower costs than last year's estimates.

	FY 2015		FY 2016
General Fund	\$ (562,575)	\$	(362,875)

- **Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

	FY 2015		FY 2016
General Fund	\$ 295	\$	295
Nongeneral Fund	\$ 294	\$	294

- **Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015		FY 2016
General Fund	\$ 30,967	\$	207,670
Nongeneral Fund	\$ 32,607	\$	218,669

- **Adjust Health Care Fund appropriation**

Modifies the appropriation for the Health Care Fund to reflect the latest revenue estimates. Revenue from the Master Settlement Agreement with tobacco manufacturers is slightly lower than previously estimated. Tobacco taxes are projected to decline each year and Medicaid recoveries are projected to increase slightly. Since the fund is used as state match for Medicaid, any change in revenue to the fund impacts general fund support for Medicaid.

	FY 2015		FY 2016
General Fund	\$ (470,536)	\$	11,573,479
Nongeneral Fund	\$ 470,536	\$	(11,573,479)

- **Allow additional providers to administer developmental disability screenings**

Provides authority for the agency to contract with other public or private providers to conduct screenings for the Individual and Family Supports Developmental Disability waiver. Currently, the screenings are handled through the Virginia Department of Health. However, this function is being phased out and the agency needs authority to use alternate providers to conduct the screenings. This action is embedded in budget bill language.

- **Create a non-reverting pay-for-performance fund**

Creates a special non-reverting fund to meet a federal requirement for the agency to set-aside a portion of managed care payments to be paid in the next fiscal year to managed care companies that meet the requirements for performance payments as part of the new Virginia Coordinated Care program. This action is embedded in budget bill language.

- **Eliminate emergency room payment reduction for physicians**

Eliminates the policy of reducing physician fees for non-emergency visits in hospitals. Originally, this policy was initiated in the early 1990s to incentivize emergency rooms (ERs) to triage and divert non-emergency patients to more appropriate and cost-effective settings. However, after the federal Emergency Medical Treatment and Active Labor Act (EMTALA) was implemented several years later, ERs no longer had any choice but to treat any patient that comes through the door, emergency or not. However, the fee reduction policy for non-emergency claims has continued to this day. The reduction for the hospital claim of an ER visit is currently being eliminated through the adoption of a new payment methodology. This action addresses the reduction for the physician ER claim.

		FY 2015		FY 2016
General Fund	\$	430,000	\$	430,000
Nongeneral Fund	\$	430,000	\$	430,000

- **Eliminate one-time funding for health innovation support**

Removes one-time funding in the agency's base budget provided to support efforts in health innovation.

		FY 2015		FY 2016
General Fund	\$	(870,000)	\$	(870,000)

- **Enhance investigations of community mental health services**

Funds two positions to investigate and detect provider abuse of patients receiving community mental health services. These staff will substantially increase the agency's ability to protect Medicaid clients from abusive providers. In addition, these investigations will generate recoveries to the Medicaid program, that will offset any new costs and generate a small savings.

		FY 2015		FY 2016
General Fund	\$	(104,920)	\$	(115,721)
Nongeneral Fund	\$	(104,920)	\$	(115,721)
Authorized Positions		2.00		2.00

- **Enhance the quality review of managed care organizations**

Increases funding for the quality review of two managed care organizations (MCOs) recently added to the Medicaid program. Additionally, funds will assist in evaluating MCO claims in order to improve rate setting, program monitoring, and detection of fraud, waste and abuse. This funding will receive a 75 percent federal match.

		FY 2015		FY 2016
General Fund	\$	415,000	\$	415,000
Nongeneral Fund	\$	1,245,000	\$	1,245,000

- **Expedite implementation for Medicaid innovation pilots**

Provides emergency regulatory authority to implement payment and delivery innovation models as part of Medicaid reforms outlined in the 2013 Appropriation Act. While the agency is authorized to pursue pilot projects, it currently does not have emergency regulatory authority to implement them in an expedited timeframe. This action is embedded in budget bill language.

- **Fund 24-hour minimum period and extend length of temporary detention orders up to 72 hours**

Funds proposed legislation that requires a minimum 24-hour period for a temporary detention order (TDO) and extends the current 48-hour maximum TDO to 72 hours for adults with mental illness. The purpose of the legislation is to ensure that individuals subjected to a TDO are given a sufficient minimum period of time to be properly evaluated and the most appropriate treatment option is determined. In addition, extending the TDO provides more time for individuals to stabilize. Extending the length of a TDO may result in more post-TDO outpatient treatment versus inpatient hospitalizations.

		FY 2015		FY 2016
General Fund	\$	1,418,880	\$	1,721,788

- **Fund additional community mental health audits and reviews**

Adds 100 annual audits to the existing mental health audit contract. The current audit contract supports 70 audits each year. In FY 2013, the audits identified recoveries of approximately \$2.0 million. The growth in the number of community mental health providers and other recent changes to these services are expected to increase the number of referrals received related to fraud and abuse of behavioral health services.

		FY 2015		FY 2016
General Fund	\$	(750,000)	\$	(750,000)
Nongeneral Fund	\$	(750,000)	\$	(750,000)

- **Fund additional costs for the Commonwealth Coordinated Care program**

Provides additional funding for the costs related to the managed care enrollment broker and actuarial costs for rate setting. This program integrates the population eligible for both the Medicare and Medicaid programs into managed care, bringing acute and long-term care services together in one program. As the program has been further developed the agency has refined the costs of implementing the program, which are reflected in this funding.

		FY 2015		FY 2016
General Fund	\$	557,784	\$	610,955
Nongeneral Fund	\$	557,784	\$	610,955

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 10,892
Nongeneral Fund	\$ 0	\$ 13,377

- **Fund changes in state employee workers' compensation premiums**

Adjusts the agency's budget for workers' compensation premiums based on the allocation of 2015 and 2016 program costs provided by the Department of Human Resource Management. The allocation is based on the historical experience of the agency and reflects the current policy of providing agencies with 50 percent of any increased costs and allowing agencies to retain 50 percent of any reduced costs.

	FY 2015	FY 2016
General Fund	\$ (1,247)	\$ (1,080)
Nongeneral Fund	\$ (2,685)	\$ (2,326)

- **Fund Family Access to Medical Insurance Security utilization and inflation**

Increases funding for the program to reflect the latest forecast of expenditures. The increase in costs in 2015 is primarily a result of an expected increase in enrollment due to the implementation of the federal exchange as part of the Affordable Care Act. The savings in 2016 is mainly due to a reduction in the state match rate for the Children's Health Insurance Program grant from 35 percent to 12 percent, pursuant to the Affordable Care Act. This change in the match rate is effective September 1, 2015. In addition, lower costs are reflected as the FAMIS MOMS program is phased out as individuals in that program transition to the Federally-Facilitated Marketplace.

	FY 2015	FY 2016
General Fund	\$ 337,532	\$ (33,245,261)
Nongeneral Fund	\$ 626,845	\$ 37,247,959

- **Fund health innovation activities**

Provides funding for the agency to contract with the Virginia Center for Health Innovation for the development and tracking of innovative approaches to healthcare delivery.

	FY 2015	FY 2016
General Fund	\$ 100,000	\$ 100,000

- **Fund Medicaid related costs of the health information exchange**

Provides funding for Medicaid's share of operational costs of the state's health information exchange (ConnectVirginia). ConnectVirginia is the state system that allows the exchange of electronic health records. In addition, funding is provided to cover the cost of transitioning Medicaid providers onto the exchange.

	FY 2015	FY 2016
General Fund	\$ 250,000	\$ 250,000
Nongeneral Fund	\$ 1,050,000	\$ 1,050,000

- **Fund Medicaid utilization and inflation**

Provides additional funding for the increased costs estimated in the most recent forecast of Medicaid expenditures. Medicaid expenditures are projected to increase 6.6 percent in 2015 and 3.2 percent in 2016. Other than inflation and utilization growth, other major drivers of the general fund need are due to rebasing nursing home rates in 2015 and restoration of prior year reductions for the teaching hospitals. Medicaid enrollment has slowed dramatically since May 2013.

	FY 2015	FY 2016
General Fund	\$ 255,197,886	\$ 419,208,894
Nongeneral Fund	\$ 195,101,529	\$ 297,025,141

- **Fund medical assistance services for low-income children utilization and inflation**

Adjusts funding for the Commonwealth's Medicaid Children's Health Insurance program. This program applies to children between the ages of 6 through 19 with family income from 100 to 133 percent of the federal poverty level. The increase in 2015 is primarily due to an expected increase in enrollment related to efforts to enroll individuals in federal exchanges as part of the Affordable Care Act. The savings in 2016 is primarily a result of a reduction in the state match for the Children's Health Insurance program grant, from 35 percent to 12 percent pursuant to the Affordable Care Act. This change in the match rate is effective September 1, 2015.

	FY 2015	FY 2016
General Fund	\$ 1,308,747	\$ (22,482,030)
Nongeneral Fund	\$ (500,486)	\$ 21,945,705

- **Implement new hospital operating rate reimbursement methodology**

Allows the agency to modify the reimbursement methodology for hospital operating payments. The existing methodology can no longer be used after the required implementation of the ICD-10 code set (used for diagnosis codes and inpatient procedures) on October 1, 2014. The new methodology will improve reimbursement since it better recognizes severity and will likely result in payments better aligned with expected costs. The budget language has a transition methodology to limit the financial impact on individual hospitals. This action is embedded in budget bill language.

- **Increase staffing to handle appeals caseload**

Adds eight positions to handle cases in the provider and client appeals divisions. Both client and provider appeals have increased dramatically in recent years and these positions are needed to handle the caseload.

		FY 2015		FY 2016
General Fund	\$	290,841	\$	298,872
Nongeneral Fund	\$	290,841	\$	298,872
Authorized Positions		8.00		8.00

- **Modify billing rate for mental health support services**

Changes the billing rate for mental health support services to a quarter-hour rate. This change allows providers to more appropriately bill for the level of service they provide. This action is embedded in budget bill language.

- **Provide additional funding for Medicaid call center**

Funds the full costs of the new Medicaid call center. In the 2013 Session, \$1.5 million was initially funded as a down payment until the full contract cost was developed. This call center is a requirement of the federal Affordable Care Act, which requires states to accept telephonic applications for Medicaid; a capability the state did not previously have. A portion of the costs of the call center contract are being offset by reallocating the funding for the FAMIS call center, which is partially integrated into this new center.

		FY 2015		FY 2016
General Fund	\$	395,439	\$	395,439
Nongeneral Fund	\$	5,156,411	\$	5,156,411

- **Provide authority to modify appeals process for Medicaid recipients**

Allows the agency to modify the appeals process due to the interaction between the Federally-Facilitated Marketplace and the Medicaid program. This action is embedded in budget bill language.

- **Provide authority to modify consumer-directed program and service facilitator regulations**

Allows the agency to strengthen the regulations and policies for the consumer-directed program. Multiple program, policy, and program integrity issues have been identified that are needed to ensure the health, safety and welfare of waiver individuals, and to protect the fiscal integrity of the Medicaid program. This authority allows the agency to propose regulations and gain public feedback through the normal regulatory process. This action is embedded in budget bill language.

- **Provide funding for required waiver slots**

Funds the creation of 340 new Intellectual Disability (ID) and 25 Developmental Disability (DD) waiver slots in 2015 and 360 new ID slots and 25 DD slots in 2016 as required by the U.S. Department of Justice settlement agreement. This agreement requires the Commonwealth to transition individuals from state institutions to the community and these waiver slots are necessary to meet this requirement.

		FY 2015		FY 2016
General Fund	\$	14,883,111	\$	30,437,862
Nongeneral Fund	\$	14,883,111	\$	30,437,862

- **Provide support to disenroll ineligible Medicaid recipients**

Funds one position to supplement existing staff to investigate potentially ineligible recipients of Medicaid in Virginia. The federal Centers for Medicare and Medicaid Services (CMS) deployed the Public Assistance Reporting Information System in 2009 which identifies individuals who appear to have access to Medicaid benefits in multiple states. CMS has notified Virginia of approximately 12,000 incidences where recipients were potentially ineligible for Medicaid benefits in Virginia due to their enrollment in another state. These cases must be investigated to identify potential fraud and abuse. Ongoing, the matches will be received quarterly instead of annually and the agency estimates approximately 5,000 referrals from CMS per year.

		FY 2015		FY 2016
General Fund	\$	(6,497)	\$	(27,542)
Nongeneral Fund	\$	(6,497)	\$	(27,542)
Authorized Positions		1.00		1.00

- **Reflect reduced costs due to fewer geriatric patients**

Reduces funding for payments to state behavioral health facilities due to a declining population of geriatric patients at Eastern State Hospital's Hancock Facility. The number of Medicaid-eligible individuals receiving geriatric services at Hancock has declined by 35 percent since 2009, and is anticipated to continue to decline throughout the biennium system-wide.

		FY 2015		FY 2016
General Fund	\$	(2,501,774)	\$	(2,501,774)
Nongeneral Fund	\$	(2,501,774)	\$	(2,501,774)

- **Remove limit on supplemental payments to a freestanding children's hospital**

Eliminates the limit on physician supplemental payments for a freestanding children's hospital with a Medicaid utilization over 50 percent. Only one hospital currently meets this criteria and the result of this change increases support for this hospital.

		FY 2015		FY 2016
General Fund	\$	1,381,730	\$	1,381,730
Nongeneral Fund	\$	1,381,730	\$	1,381,730

- **Transfer administrative funding for the Developmental Disability waiver**

Transfers general fund appropriation and nine positions from the Department of Medical Assistance Services to the Department of Behavioral Health and Developmental Services (DBHDS) associated with the Developmental Disability (DD) waiver. This responsibility was transferred by interagency agreement to DBHDS effective November 2013. A companion amendment for DBHDS reflects this transfer.

	FY 2015	FY 2016
General Fund	\$ (372,004)	\$ (372,004)
Nongeneral Fund	\$ (372,004)	\$ (372,004)
Authorized Positions	-9.00	-9.00

Recommended Savings Addenda

- **Continue indigent care reductions for teaching hospitals**

Continues the prior year reductions for indigent care for the two teaching hospitals in 2015. The Medicaid forecast restored funding for indigent care costs at the teaching hospitals, which typically are reimbursed 100 percent of their Medicaid and indigent care costs. This strategy continues the reduction in 2015, but in 2016 the indigent care reductions for the two teaching hospitals are restored.

	FY 2015	FY 2016
General Fund	\$ (14,955,994)	\$ 0

- **Continue prior year inflation reductions for teaching hospitals**

Continues the prior reductions for inflation that were applied to the teaching hospitals for inpatient operating and graduate medical inflation rates in 2015. In previous years the withholding of inflation for private hospital rates was applied to the teaching hospitals, which typically are reimbursed 100 percent of their Medicaid and indigent care costs. This strategy continues the inflation reductions into 2015 and then allows the teaching hospitals to be reimbursed for these prior year reductions in 2016.

	FY 2015	FY 2016
General Fund	\$ (9,350,040)	\$ 0

- **Match Medicare competitive bid durable medical equipment rates**

Reflects savings by allowing the agency to modify durable medical equipment rates to match Medicare. Through its competitive bidding program, Medicare has established competitive rates for selected items for three major Virginia markets (Richmond, Virginia Beach/Norfolk, Arlington/Alexandria) that are 33 percent lower than the current Medicaid rates. This action allows Virginia Medicaid to utilize the competitive rates that Medicare has experienced.

	FY 2015	FY 2016
General Fund	\$ (2,433,000)	\$ (2,433,000)
Nongeneral Fund	\$ (2,433,000)	\$ (2,433,000)

- **Provide authority to modify disproportionate share hospital reimbursement**

Establishes a new methodology for hospital Disproportionate Share Hospital (DSH) reimbursement. Currently, the state does not have a stable methodology for determining DSH eligible hospitals and the amount to be paid consistent with the available allotment, which will be reduced over time due to the federal Affordable Care Act (ACA). This new methodology includes: (1) a reliable and comparable basis for determining which hospitals qualify for DSH; (2) a better match of payments to levels of uncompensated care costs; and (3) limits on DSH reimbursement, including reductions in the federal DSH allotment as a result of the ACA. This action is embedded in budget bill language.

- **Reduce clinical laboratory fees to match managed care rates**

Lowers clinical lab fees in fee-for-service Medicaid by about 12 percent to match the lab fees paid by Medicaid managed care organizations.

	FY 2015	FY 2016
General Fund	\$ (1,063,678)	\$ (1,083,346)
Nongeneral Fund	\$ (1,063,678)	\$ (1,083,346)

- **Withhold hospital inflation in 2015**

Eliminates the estimated 2.5 percent inflation increase in 2015 for hospital inflation that is included in the Medicaid expenditure forecast. The 2.5 percent increase estimated for 2016 is not affected by this action.

	FY 2015	FY 2016
General Fund	\$ (16,864,215)	\$ (18,424,708)
Nongeneral Fund	\$ (17,871,281)	\$ (18,424,708)

Department of Behavioral Health and Developmental Services

The Department of Behavioral Health and Developmental Services provides leadership and service to implement and improve Virginia's system of quality treatment and prevention services and supports for individuals and families whose lives are affected by mental health or substance use disorders or by developmental disabilities. It seeks to promote dignity, choice, recovery, and the highest possible level of participation in work, relationships, and all aspects of community life for individuals receiving services.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 27,206,176	\$ 17,623,486	\$ 18,211,234
2012 Appropriation	\$ 29,155,444	\$ 16,860,486	\$ 19,403,542
2013 Appropriation	\$ 38,542,721	\$ 29,130,629	\$ 20,484,691
2014 Appropriation	\$ 37,153,681	\$ 25,606,333	\$ 21,433,442
2015 Base Budget	\$ 37,153,681	\$ 25,606,333	\$ 27,189,338
2015 Addenda	\$ 6,255,460	\$ 4,917,459	\$ 6,111,991
2015 Total	\$ 43,409,141	\$ 30,523,792	\$ 33,301,329
2016 Base Budget	\$ 37,153,681	\$ 25,606,333	\$ 27,189,338
2016 Addenda	\$ 9,138,703	\$ 2,674,702	\$ 6,505,910
2016 Total	\$ 46,292,384	\$ 28,281,035	\$ 33,695,248

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	184.85	10.40	195.25
2012 Appropriation	197.85	10.40	208.25
2013 Appropriation	208.85	13.40	222.25
2014 Appropriation	214.85	11.40	226.25
2015 Base Budget	214.85	11.40	226.25
2015 Addenda	8.00	2.00	10.00
2015 Total	222.85	13.40	236.25
2016 Base Budget	214.85	11.40	226.25
2016 Addenda	8.00	2.00	10.00
2016 Total	222.85	13.40	236.25

Recommended Operating Budget Addenda

- Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the costs of items such as salary increases, changes in retirement and other benefit contribution rates, as well as the distribution of other centrally funded items.

	FY 2015	FY 2016
Nongeneral Fund	\$ 0	\$ 0
General Fund	\$ 1,170,733	\$ 1,170,733

- Transfer Early Intervention Funds to Community Services Boards**

Transfers funds appropriated for the Part C Early Intervention program to the proper agency code. This net zero transfer has no fiscal impact.

	FY 2015	FY 2016
General Fund	\$ (3,000,000)	\$ (3,000,000)

- Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 56,570	\$ 56,570
Nongeneral Fund	\$ 40,957	\$ 40,957

- Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

	FY 2015	FY 2016
General Fund	\$ (28,681)	\$ (28,681)

- Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015	FY 2016
General Fund	\$ 51,098	\$ 596,033

- Adjust funding to reflect changes in rent charges at the seat of government**

Adjusts agency funding for changes in the cost of rent charges at the seat of government. Overall rent rate changes are the result of additional costs to maintain facilities.

	FY 2015	FY 2016
General Fund	\$ 43,052	\$ 70,243

- Adjust positions associated with office of inspector general**

Adjusts positions associated with the now defunct Office of Inspector General of Behavioral Health and Developmental Services. The office has been transitioned to the new state-wide inspector general's office and these positions are no longer needed.

- Comply with state information technology security policies**

Adds four regional information technology security officers to ensure compliance with the minimum required standards of the Commonwealth of Virginia Information Security Standard.

	FY 2015	FY 2016
General Fund	\$ 441,836	\$ 482,003
Authorized Positions	4.00	4.00

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 18,115
Nongeneral Fund	\$ 0	\$ 5,864

- **Fund changes in state employee workers' compensation premiums**

Adjusts the agency's budget for workers' compensation premiums based on the allocation of FY 2015 and FY 2016 program costs provided by the Department of Human Resource Management. The allocation is based on the historical experience of the agency and reflects the current policy of providing agencies with 50 percent of any increased costs and allowing agencies to retain 50 percent of any reduced costs.

	FY 2015	FY 2016
General Fund	\$ 464,950	\$ 615,910
Nongeneral Fund	\$ 59,663	\$ 79,035

- **Increase agency line of credit**

Increases the line of credit for the Department of Behavioral Health and Developmental Services by \$10 million for a total line of credit up to \$30 million. Due to the downsizing and closure of facilities, the agency will not receive full reimbursement from the Medicaid program until cost settlements are paid in the spring.

- **Provide administrative funds for implementation of Department of Justice agreement**

Provides funds for the administration and quality management of facility closures and expanded community services provided pursuant to the settlement agreement with the United States Department of Justice.

	FY 2015	FY 2016
General Fund	\$ 3,800,000	\$ 3,800,000

- **Provide electronic health records development and maintenance costs**

Provides for the continued development, implementation and operating costs for an electronic health records system at state mental health and intellectual disability facilities.

	FY 2015	FY 2016
General Fund	\$ 2,220,091	\$ 3,298,216
Nongeneral Fund	\$ 2,957,589	\$ 808,846
Authorized Positions	5.00	5.00

- **Re-design supports for Virginians with intellectual and developmental disabilities**

Provides funds for the evaluation of individuals receiving services under the Medicaid Intellectual and Developmental Disability waivers or residing in state training centers using the Supports Intensity Scale assessment tool.

	FY 2015	FY 2016
General Fund	\$ 1,076,250	\$ 1,740,000
Nongeneral Fund	\$ 1,076,250	\$ 1,740,000
Authorized Positions	1.00	1.00

- **Support conditional release program**

Provides additional funds for supervision services for individuals ordered to participate in the sexually violent predator conditional release program.

	FY 2015	FY 2016
General Fund	\$ 671,507	\$ 1,031,507

- **Transfer funding for waiver administration from Department of Medical Assistance Services**

Transfers funding for nine positions associated with the administration of the Medicaid Developmental Disability waiver from the Department of Medical Assistance Services to the Department of Behavioral Health and Developmental Services (DBHDS). Because of vacancies within the DBHDS system, no increase in the central office position level is needed. This net zero transfer has no fiscal impact.

	FY 2015	FY 2016
General Fund	\$ 372,004	\$ 372,004

- **Transfer guardianship services appropriation to Department for Aging and Rehabilitative Services**

Transfers funds for public guardianship services to the Department for Aging and Rehabilitative Services. This net zero transfer eliminates the need for yearly administrative adjustments.

	FY 2015	FY 2016
General Fund	\$ (1,083,950)	\$ (1,083,950)

- **Upgrade financial management system to interface with Cardinal accounting system**

Provides nongeneral funds to upgrade the agency's internal financial management system to interface with the new statewide Cardinal accounting system.

	FY 2015	FY 2016
Nongeneral Fund	\$ 783,000	\$ 0

Grants to Localities

The Department of Behavioral Health and Developmental Services provides leadership and service to implement and improve Virginia's system of quality treatment and prevention services and supports for individuals and families whose lives are affected by mental health or substance use disorders or by developmental disabilities. It seeks to promote dignity,

choice, recovery, and the highest possible level of participation in work, relationships, and all aspects of community life for individuals receiving services.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 230,150,268	\$ 62,139,242	\$ 0
2012 Appropriation	\$ 268,950,268	\$ 62,174,242	\$ 0
2013 Appropriation	\$ 285,397,318	\$ 62,224,242	\$ 50,000
2014 Appropriation	\$ 269,347,318	\$ 62,274,242	\$ 100,000
2015 Base Budget	\$ 269,347,318	\$ 62,274,242	\$ 100,000
2015 Addenda	\$ 22,635,391	\$ (594,795)	\$ 0
2015 Total	\$ 291,982,709	\$ 61,679,447	\$ 100,000
2016 Base Budget	\$ 269,347,318	\$ 62,274,242	\$ 100,000
2016 Addenda	\$ 30,322,771	\$ (594,795)	\$ 0
2016 Total	\$ 299,670,089	\$ 61,679,447	\$ 100,000

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	0.00	0.00	0.00
2012 Appropriation	0.00	0.00	0.00
2013 Appropriation	0.00	0.00	0.00
2014 Appropriation	0.00	0.00	0.00
2015 Base Budget	0.00	0.00	0.00
2015 Addenda	0.00	0.00	0.00
2015 Total	0.00	0.00	0.00
2016 Base Budget	0.00	0.00	0.00
2016 Addenda	0.00	0.00	0.00
2016 Total	0.00	0.00	0.00

Recommended Operating Budget Addenda

- Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the costs of items such as salary increases, changes in retirement and other benefit contribution rates, as well as the distribution of other centrally funded items.

	FY 2015	FY 2016
General Fund	\$ 4,902,201	\$ 4,902,201

- Transfer Early Intervention funds to Community Services Boards**

Transfers funds for the Part C Early Intervention program from the central office to the community services boards. This net zero transfer has no fiscal impact.

	FY 2015	FY 2016
General Fund	\$ 3,000,000	\$ 3,000,000

- Add mandatory carryforward language**

Amends budget language to continue the mandatory carry-forward of funds allocated for implementation of the federal Department of Justice settlement agreement.

- Add two new Programs of Assertive Community Treatment**

Adds two new Programs of Assertive Community Treatment (PACT) for a total of 18 programs statewide. PACT teams provide intensive psychiatric, behavioral, medication and support services to individuals with severe mental illness for whom other types of treatments have not been effective.

	FY 2015	FY 2016
General Fund	\$ 950,000	\$ 1,900,000

- Amend language earmarking block grant funds**

Authorizes the commissioner to reduce earmarks to the federal block grants in the community services boards in the case that federal block grant dollars are reduced by the federal government.

- Comply with federal Department of Justice settlement agreement**

Provides funds for community-based services required by the settlement agreement with the federal Department of Justice, including crisis stabilization, individual and family supports, and the creation of developmental disability support networks.

	FY 2015	FY 2016
General Fund	\$ 4,500,000	\$ 12,000,000

- Eliminate special fund appropriation**

Eliminates special fund appropriation associated with the maintenance cost of four group homes previously owned by the state and leased to the community services boards. Ownership of these homes was transferred last year to the community.

	FY 2015	FY 2016
Nongeneral Fund	\$ (594,795)	\$ (594,795)

- Expand community recovery program**

Provides funds for a community-based substance abuse recovery program in the Piedmont region.

	FY 2015	FY 2016
General Fund	\$ 300,000	\$ 300,000

- Expand peer support recovery program**

Provides funds for residential and community-based peer recovery programs. Peer support services are provided by persons who are themselves in recovery from behavioral health problems and who are trained as peer providers.

	FY 2015	FY 2016
General Fund	\$ 550,000	\$ 1,000,000

- **Fund Northern Virginia community capacity development**

Provides funds for the Northern Virginia region to build community capacity for individuals transitioning out of state operated training centers. Services are anticipated to include additional behavioral and medical supports, durable medical equipment and other services as needed to ensure successful transition to community living.

	FY 2015	FY 2016
General Fund	\$ 2,750,000	\$ 0

- **Increase access to mental health outpatient services**

Builds outpatient capacity for young adults at community services boards. Funds will be used to increase the number of outpatient clinicians providing psychotherapy, medication services and supportive counseling.

	FY 2015	FY 2016
General Fund	\$ 3,500,000	\$ 4,000,000

- **Increase access to telepsychiatry services**

Provides funds for the purchase of new or updated telecommunication equipment to allow community services boards to conduct clinical evaluations offsite and more rapidly.

	FY 2015	FY 2016
General Fund	\$ 1,132,620	\$ 620,000

- **Provide additional support for therapeutic assessment centers**

Increases the availability of funds for therapeutic assessment centers. Additional funds will allow for the expansion of "police drop-off centers" in multiple localities. The average cost of a program is estimated at \$300,000 per site.

	FY 2015	FY 2016
General Fund	\$ 1,800,000	\$ 3,600,000

- **Provide funds for an accessible park**

Provides funds for a contract with the Greater Richmond ARC to construct a handicap-accessible park.

	FY 2015	FY 2016
General Fund	\$ 250,000	\$ 0

- **Provide language to clarify funding for the Virginia Autism Resource Center**

Clarifies language related to the disbursement of funds associated with the Virginia Autism Resources Center. This amendment has no fiscal impact.

- **Transfer vocational rehabilitation appropriation**

Transfers the appropriation for vocational rehabilitation to the Department for Aging and Rehabilitative Services (DARS) so that the agencies will not have to continue to administratively transfer the funds. This net zero transfer has no fiscal impact.

	FY 2015	FY 2016
General Fund	\$ (999,430)	\$ (999,430)

Mental Health Treatment Centers

The Department of Behavioral Health and Developmental Services provides leadership and service to implement and improve Virginia's system of quality treatment and prevention services and supports for individuals and families whose lives are affected by mental health or substance use disorders or by developmental disabilities. It seeks to promote dignity, choice, recovery, and the highest possible level of participation in work, relationships, and all aspects of community life for individuals receiving services.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 227,224,336	\$ 95,188,367	\$ 234,488,485
2012 Appropriation	\$ 216,530,118	\$ 95,582,567	\$ 228,426,920
2013 Appropriation	\$ 206,390,290	\$ 95,800,495	\$ 227,775,783
2014 Appropriation	\$ 204,941,706	\$ 95,800,495	\$ 227,165,670
2015 Base Budget	\$ 204,941,706	\$ 95,800,495	\$ 228,304,104
2015 Addenda	\$ 36,993,283	\$ (5,003,547)	\$ 31,982,535
2015 Total	\$ 241,934,989	\$ 90,796,948	\$ 260,286,639
2016 Base Budget	\$ 204,941,706	\$ 95,800,495	\$ 228,304,104
2016 Addenda	\$ 38,841,469	\$ (4,982,052)	\$ 33,799,533
2016 Total	\$ 243,783,175	\$ 90,818,443	\$ 262,103,637

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	3,786.00	757.00	4,543.00
2012 Appropriation	3,759.00	765.00	4,524.00
2013 Appropriation	3,759.00	765.00	4,524.00
2014 Appropriation	3,759.00	765.00	4,524.00
2015 Base Budget	3,759.00	765.00	4,524.00
2015 Addenda	438.00	-100.00	338.00
2015 Total	4,197.00	665.00	4,862.00
2016 Base Budget	3,759.00	765.00	4,524.00
2016 Addenda	438.00	-100.00	338.00
2016 Total	4,197.00	665.00	4,862.00

Recommended Operating Budget Addenda

- **Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the costs of items such as salary increases, changes in retirement and other benefit contribution rates, as well as the distribution of other centrally funded items.

	FY 2015	FY 2016
General Fund	\$ 15,934,742	\$ 15,934,742

- **Eliminate facility allocation table**

Eliminates a table that lists estimated facility allocations and position levels as these amounts are consistently outdated by the time the fiscal year begins. New language requires the agency to report actual allocations each year and post a link to the report on their public website.

- **Expand adult capacity at Eastern State Hospital**

Expands capacity at Eastern State Hospital by twenty adult beds. These beds are currently unoccupied beds in the Hancock Geriatric portion of the facility.

		FY 2015		FY 2016
General Fund	\$	2,205,008	\$	2,205,008
Authorized Positions		36.00		36.00

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

		FY 2015		FY 2016
General Fund	\$	0	\$	31,188
Nongeneral Fund	\$	0	\$	21,495

- **Fund change in patient mix at Eastern State Hospital**

Replaces declining nongeneral fund revenues with general fund appropriation. As a result of a reduction in the number of geriatric bed days at state mental health facilities, the agency is collecting less Medicaid revenue. Without a backfill of general fund dollars, the agency will have to close beds. There is an accompanying reduction in the amount of funds needed for the state facilities item in the Department of Medical Assistance Services.

		FY 2015		FY 2016
General Fund	\$	5,003,547	\$	5,003,547
Nongeneral Fund	\$	(5,003,547)	\$	(5,003,547)

- **Fund information technology costs at Commonwealth Center for Children and Adolescents**

Provides funds for a dedicated high speed data line at Commonwealth Center for Children and Adolescents. The facility previously shared a line with Western State Hospital, however due to the relocation of the adult facility, sharing the line is no longer possible.

		FY 2015		FY 2016
General Fund	\$	76,489	\$	76,489

- **Identify efficiencies at Western State Hospital**

Requires the commissioner of the Department of Behavioral Health and Developmental Services to study and report on any efficiencies experienced as a result of the newly constructed Western State Hospital.

- **Replace lost revenue from reduced facility census**

Provides funds to support state mental health institutions that previously depended on nongeneral fund revenues to operate. As a result of the reduction in census at state training centers associated with the settlement agreement with the federal Department of Justice, the amount of nongeneral fund revenue systemwide is declining.

		FY 2015		FY 2016
General Fund	\$	2,900,000	\$	4,700,000

- **Support new operational costs at Western State Hospital**

Provides funds to address the increased information technology infrastructure costs at the newly constructed Western State Hospital.

		FY 2015		FY 2016
General Fund	\$	673,497	\$	690,495
Authorized Positions		2.00		2.00

- **Transfer support services from Southside Virginia Training Center to Central State Hospital**

Accounts for the transfer of buildings and grounds and other support services from the Southside Virginia Training Center payroll to the Central State Hospital payroll. Southside Virginia Training Center, which shares a campus with Central State Hospital is scheduled to close at the end of fiscal year 2014.

		FY 2015		FY 2016
General Fund	\$	10,200,000	\$	10,200,000
Authorized Positions		300.00		300.00

Intellectual Disabilities Training Centers

The Department of Behavioral Health and Developmental Services provides leadership and service to implement and improve Virginia's system of quality treatment and prevention services and supports for individuals and families whose lives are affected by mental health or substance use disorders or by developmental disabilities. It seeks to promote dignity, choice, recovery, and the highest possible level of participation in work, relationships, and all aspects of community life for individuals receiving services.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 33,663,419	\$ 219,562,507	\$ 196,632,974
2012 Appropriation	\$ 30,788,419	\$ 219,562,507	\$ 183,757,974
2013 Appropriation	\$ 32,123,078	\$ 230,307,057	\$ 217,701,517
2014 Appropriation	\$ 32,123,078	\$ 230,307,057	\$ 217,701,517
2015 Base Budget	\$ 32,123,078	\$ 230,307,057	\$ 193,535,730
2015 Addenda	\$ 10,426,964	\$ 0	\$ 10,851,278
2015 Total	\$ 42,550,042	\$ 230,307,057	\$ 204,387,008
2016 Base Budget	\$ 32,123,078	\$ 230,307,057	\$ 193,535,730
2016 Addenda	\$ 9,535,539	\$ 12,803	\$ 9,941,278
2016 Total	\$ 41,658,617	\$ 230,319,860	\$ 203,477,008

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	2,419.00	1,849.00	4,268.00
2012 Appropriation	2,219.00	1,849.00	4,068.00
2013 Appropriation	2,219.00	1,849.00	4,068.00
2014 Appropriation	2,219.00	1,849.00	4,068.00
2015 Base Budget	2,219.00	1,849.00	4,068.00
2015 Addenda	-772.00	-632.00	-1,404.00
2015 Total	1,447.00	1,217.00	2,664.00
2016 Base Budget	2,219.00	1,849.00	4,068.00
2016 Addenda	-772.00	-632.00	-1,404.00
2016 Total	1,447.00	1,217.00	2,664.00

Recommended Operating Budget Addenda

- Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the costs of items such as salary increases, changes in retirement and other benefit contribution rates, as well as the distribution of other centrally funded items.

	FY 2015	FY 2016
General Fund	\$ 8,596,964	\$ 8,596,964

- Eliminate facility allocation table**

Eliminates a table that lists estimated facility allocations and position levels that is outdated by the beginning of the fiscal year. New language requires the agency to report actual allocations each year and post a link to the report on their public website.

- Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 18,575
Nongeneral Fund	\$ 0	\$ 12,803

- Provide funds associated with closure of state facilities**

Provides funds for the non-Medicaid portion of separation costs of state employees laid off due to facility closures associated with implementation of the settlement agreement with the federal Department of Justice.

	FY 2015	FY 2016
General Fund	\$ 1,830,000	\$ 920,000

- Reduce positions to reflect reduction in staff**

Reduces the number of authorized positions at Southside Virginia Training Center (SVTC) to reflect the continuing downsizing and eventual closure of the facility. There is an accompanying request to increase the number of support staff at Central State Hospital, which shares a campus with SVTC and will remain open.

	FY 2015	FY 2016
Authorized Positions	-1,404.00	-1,404.00

Virginia Center for Behavioral Rehabilitation

The Department of Behavioral Health and Developmental Services provides leadership and service to implement and improve Virginia's system of quality treatment and prevention services and supports for individuals and families whose lives are affected by mental health or substance use disorders or by developmental disabilities. It seeks to promote dignity, choice, recovery, and the highest possible level of participation in work, relationships, and all aspects of community life for individuals receiving services.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 15,743,277	\$ 0	\$ 12,557,793
2012 Appropriation	\$ 32,552,584	\$ 0	\$ 15,646,554
2013 Appropriation	\$ 27,264,911	\$ 0	\$ 21,691,081
2014 Appropriation	\$ 28,237,999	\$ 0	\$ 22,854,996
2015 Base Budget	\$ 28,237,999	\$ 0	\$ 22,195,231
2015 Addenda	\$ 1,169,521	\$ 0	\$ 1,239,509
2015 Total	\$ 29,407,520	\$ 0	\$ 23,434,740
2016 Base Budget	\$ 28,237,999	\$ 0	\$ 22,195,231
2016 Addenda	\$ 1,169,521	\$ 0	\$ 1,239,509
2016 Total	\$ 29,407,520	\$ 0	\$ 23,434,740

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	400.00	0.00	400.00
2012 Appropriation	441.00	0.00	441.00
2013 Appropriation	449.00	0.00	449.00
2014 Appropriation	475.50	0.00	475.50
2015 Base Budget	475.50	0.00	475.50
2015 Addenda	0.00	0.00	0.00
2015 Total	475.50	0.00	475.50
2016 Base Budget	475.50	0.00	475.50
2016 Addenda	0.00	0.00	0.00
2016 Total	475.50	0.00	475.50

Recommended Operating Budget Addenda

- Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the costs of items such as salary increases, changes in retirement and other benefit contribution rates, as well as the distribution of other centrally funded items.

	FY 2015	FY 2016
General Fund	\$ 1,169,521	\$ 1,169,521

Department for Aging and Rehabilitative Services

The Virginia Department for Aging and Rehabilitative Services, in collaboration with community partners, provides and advocates for resources and services to improve the employment, quality of life, security, and independence of older Virginians, Virginians with disabilities, and their families.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 22,372,342	\$ 121,495,760	\$ 75,663,953
2012 Appropriation	\$ 26,239,433	\$ 121,495,760	\$ 76,162,821
2013 Appropriation	\$ 26,839,735	\$ 135,934,558	\$ 65,449,945
2014 Appropriation	\$ 47,287,788	\$ 174,230,784	\$ 68,419,718
2015 Base Budget	\$ 47,287,788	\$ 174,230,784	\$ 68,419,718
2015 Addenda	\$ 3,898,505	\$ (6,340,615)	\$ (7,685,172)
2015 Total	\$ 51,186,293	\$ 167,890,169	\$ 60,734,546
2016 Base Budget	\$ 47,287,788	\$ 174,230,784	\$ 68,419,718
2016 Addenda	\$ 3,935,538	\$ (6,340,615)	\$ (7,685,172)
2016 Total	\$ 51,223,326	\$ 167,890,169	\$ 60,734,546

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	91.75	589.25	681.00
2012 Appropriation	92.75	590.25	683.00
2013 Appropriation	91.75	593.25	685.00
2014 Appropriation	111.75	605.25	717.00
2015 Base Budget	111.75	605.25	717.00
2015 Addenda	-43.75	339.75	296.00
2015 Total	68.00	945.00	1,013.00
2016 Base Budget	111.75	605.25	717.00
2016 Addenda	-43.75	339.75	296.00
2016 Total	68.00	945.00	1,013.00

Recommended Operating Budget Addenda

- Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the continued cost of public employee salary increases, increases in state employee health insurance premiums, changes in state employee retirement and other benefit contribution rates, and other centrally funded items being continued from the 2012-14 biennium into the 2014-16 biennium.

	FY 2015	FY 2016
General Fund	\$ 382,599	\$ 382,599

- Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 4,678	\$ 4,678

- Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

	FY 2015	FY 2016
General Fund	\$ (361)	\$ (361)

- Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency's budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015	FY 2016
General Fund	\$ 1	\$ 3,398

- **Align base budget to reflect current operations**

Modifies the agency's budget to align the appropriation and position level with the proper service areas and expenditure subobjects to reflect current operations.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 0
Nongeneral Fund	\$ (6,340,615)	\$ (6,340,615)

- **Consolidate shared services support**

Transfers funding from the Department for Aging and Rehabilitative Services (DARS) to the Department for the Deaf and Hard-of-Hearing (DDHH) to reflect a previous transfer from the mid-1990s related to back office support. DDHH along with other disability service agencies (DSA), currently pays DARS to perform some of its routine back office functions (payroll, procurement, human resources, etc.). As part of the renegotiation of this agreement, DARS and DDHH agreed that \$50,000 should be credited to DDHH to account for a previous funding transfer. Since the relationship between the agencies is contractual in nature, all funding should reside with the customer agency, in this case DDHH. Therefore, this action moves \$50,000 general fund from DARS to DDHH to reverse the prior action.

	FY 2015	FY 2016
General Fund	\$ (50,000)	\$ (50,000)

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 33,361

- **Fund changes in state employee workers' compensation premiums**

Adjusts the agency's budget for workers' compensation premiums based on the allocation of 2015 and 2016 program costs provided by the Department of Human Resource Management. The allocation is based on the historical experience of the agency and reflects the current policy of providing agencies with 50 percent of any increased costs and allowing agencies to retain 50 percent of any reduced costs.

	FY 2015	FY 2016
General Fund	\$ (2,703)	\$ (2,428)

- **Modify commissioner's salary range**

Increases the salary of the Commissioner for Aging and Rehabilitative Services by 10 percent and changes the agency head salary classification for the agency from Level III to Level II in the general provisions of the appropriation act.

- **Provide additional support for brain injury services**

Provides additional funding to expand brain injury case management services. Case management is a critical service to connect people impacted with a brain injury to the appropriate services that will help them improve their lives. In addition, this funding supplements existing brain injury programs to cover increased costs and to expand the number of clients served.

	FY 2015	FY 2016
General Fund	\$ 150,000	\$ 150,000

- **Provide funding to maintain group and home delivered meals for seniors**

Increases state funding for Area Agencies on Aging to offset the impact of federal sequestration on nutrition programs for seniors. Federal budget reductions have cut these programs by 8.6 percent, which has reduced group meals by 122,000 and home-delivered by 96,000. This action adds state funding to reverse the impact on these programs.

	FY 2015	FY 2016
General Fund	\$ 1,231,138	\$ 1,231,138

- **Provide funding to stabilize public guardianship and conservator programs**

Increases funding for public guardianship and conservator programs to ensure continued operations. This action provides additional support for the 14 guardianship programs that cover 80 percent of the Commonwealth. Public guardianship and conservator programs are the guardians of last resort under state law. The programs have struggled with cost increases over the years and this funding will help them maintain their levels of service.

	FY 2015	FY 2016
General Fund	\$ 99,773	\$ 99,773

- **Reallocate federal appropriation to reflect current budget**

Transfers federal appropriation between service areas. This action moves unneeded federal appropriation from the information technology service area to adult services program administration where federal expenditures have increased. This action nets to zero.

- **Reflect actual position level of agency**

Increases the position level to show the actual position level of the agency in the budget. This action does not authorize any new positions, it simply reflects existing ones that have not been adjusted in the budget over the years because of an exemption to the agency's maximum employment level for disability determination employees. This exemption was previously granted years ago because the employees are primarily federally funded, however the increases in positions over the years should have been reflected in the budget. This change increases transparency of the agency's budget since previously about 30 percent of the agency's positions were not appropriated.

	FY 2015	FY 2016
Authorized Positions	296.00	296.00

- **Transfer guardianship funding from Department of Behavioral Health and Developmental Services**

Moves funds from the Department of Behavioral Health and Developmental Services (DBHDS) to the Department for Aging and Rehabilitative Services to provide public guardianship and conservator services for clients of DBHDS. This is a permanent transfer of funding that has been transferred administratively in the past pursuant to a cooperate agreement between the two agencies. This transfer eliminates the need for the annual administrative adjustment.

	FY 2015	FY 2016
General Fund	\$ 1,083,950	\$ 1,083,950

- **Transfer independent living funds to the proper service area**

Moves general fund appropriation for independent living services from the Vocational Rehabilitation service area to the Community Rehabilitation service area. This action is a technical adjustment to reflect the appropriate service area where the expenditures actually occur. This transfer nets to zero.

- **Transfer vocational rehabilitation funding from Department of Behavioral Health and Developmental Services**

Moves funds from the Department of Behavioral Health and Developmental Services (DBHDS) to the Department for Aging and Rehabilitative Services to provide vocational rehabilitation services to clients of DBHDS. This is a permanent transfer of the funds, which have previously been transferred each year administratively pursuant to a cooperative agreement between the agencies. This action eliminates the need for the annual administrative transfer.

	FY 2015	FY 2016
General Fund	\$ 999,430	\$ 999,430

Woodrow Wilson Rehabilitation Center

The Woodrow Wilson Rehabilitation Center provides people with disabilities comprehensive, individualized services to realize personal independence through employment.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 4,961,555	\$ 20,835,886	\$ 19,724,805
2012 Appropriation	\$ 4,811,206	\$ 20,835,886	\$ 19,774,922
2013 Appropriation	\$ 4,856,457	\$ 21,098,757	\$ 19,754,222
2014 Appropriation	\$ 4,856,952	\$ 21,095,757	\$ 19,751,222
2015 Base Budget	\$ 4,856,952	\$ 21,095,757	\$ 16,538,586
2015 Addenda	\$ 275,291	\$ (2,124,886)	\$ 943,888
2015 Total	\$ 5,132,243	\$ 18,970,871	\$ 17,482,474
2016 Base Budget	\$ 4,856,952	\$ 21,095,757	\$ 16,538,586
2016 Addenda	\$ 278,096	\$ (2,124,886)	\$ 943,888
2016 Total	\$ 5,135,048	\$ 18,970,871	\$ 17,482,474

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	101.67	244.33	346.00
2012 Appropriation	101.67	244.33	346.00
2013 Appropriation	91.67	221.33	313.00
2014 Appropriation	91.67	221.33	313.00
2015 Base Budget	91.67	221.33	313.00
2015 Addenda	-32.87	0.87	-32.00
2015 Total	58.80	222.20	281.00
2016 Base Budget	91.67	221.33	313.00
2016 Addenda	-32.87	0.87	-32.00
2016 Total	58.80	222.20	281.00

Recommended Operating Budget Addenda

- **Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the continued cost of public employee salary increases, increases in state employee health insurance premiums, changes in state employee retirement and other benefit contribution rates, and other centrally funded items being continued from the 2012-14 biennium into the 2014-16 biennium.

	FY 2015	FY 2016
General Fund	\$ 274,885	\$ 274,885

- **Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 481	\$ 481

- **Adjust base budget to reflect current operations**

Adjusts the agency's funding and position level to align appropriation with current operations. In addition, the agency's service area structure is realigned to better reflect the agency's operations and services.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 0
Nongeneral Fund	\$ (2,124,886)	\$ (2,124,886)

- **Adjust funding for state agency Line of Duty costs**

Adjusts funding for state agency Line of Duty Act premiums based on the 2015 and 2016 premium rates set by the Virginia Retirement System.

	FY 2015	FY 2016
General Fund	\$ (189)	\$ (189)

- **Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015	FY 2016
General Fund	\$ 114	\$ 1,218

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 1,701

- **Reduce position level to reflect current operations**

Lowers the agency's position level to reflect current staffing. Based on available funding and current operations, the agency cannot fill all the appropriated positions. These positions are not filled so there is no impact on staff.

	FY 2015	FY 2016
Authorized Positions	-32.00	-32.00

Department of Social Services

People helping people triumph over poverty, abuse and neglect to shape strong futures for themselves, their families, and communities.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 379,562,717	\$ 1,539,376,280	\$ 113,561,654
2012 Appropriation	\$ 381,334,809	\$ 1,521,079,922	\$ 113,561,653
2013 Appropriation	\$ 377,008,290	\$ 1,503,226,380	\$ 120,427,801
2014 Appropriation	\$ 386,033,198	\$ 1,477,870,237	\$ 122,072,559
2015 Base Budget	\$ 386,033,198	\$ 1,477,870,237	\$ 117,234,843
2015 Addenda	\$ 4,853,495	\$ 51,068,264	\$ 6,846,395
2015 Total	\$ 390,886,693	\$ 1,528,938,501	\$ 124,081,238
2016 Base Budget	\$ 386,033,198	\$ 1,477,870,237	\$ 117,234,843
2016 Addenda	\$ 9,851,364	\$ 49,177,929	\$ 6,846,395
2016 Total	\$ 395,884,562	\$ 1,527,048,166	\$ 124,081,238

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	376.21	1,260.29	1,636.50
2012 Appropriation	398.21	1,282.29	1,680.50
2013 Appropriation	405.21	1,297.29	1,702.50
2014 Appropriation	400.21	1,305.29	1,705.50
2015 Base Budget	400.21	1,305.29	1,705.50
2015 Addenda	41.00	-49.00	-8.00
2015 Total	441.21	1,256.29	1,697.50
2016 Base Budget	400.21	1,305.29	1,705.50
2016 Addenda	41.00	-49.00	-8.00
2016 Total	441.21	1,256.29	1,697.50

Recommended Operating Budget Addenda

- **Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the continued cost of public employee salary increases, increases in state employee health insurance premiums, changes in state employee retirement and other benefit contribution rates, and other centrally funded items being continued from the 2012-14 biennium into the 2014-16 biennium.

	FY 2015	FY 2016
General Fund	\$ 5,001,331	\$ 5,001,331

- **Account for the purchase of capital assets**

Moves nongeneral fund appropriation between fund details to account for the purchase of capital assets. Federal regulations require that the purchase of any single item in excess of \$25,000 that needs to be depreciated be accounted for separately. This technical adjustment allows all capital assets purchases to be recorded in the proper fund, Capital Asset Procurement Fund. This action nets to zero.

- **Account for the removal of family engagement funding**

Adjusts appropriations to align funds in the appropriate service areas relative to the organizational structure of the agency. This action will ensure the proper accounting of current services and improve budget transparency. This action nets to zero.

- **Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

		FY 2015		FY 2016
General Fund	\$	38,191	\$	38,191
Nongeneral Fund	\$	146,207	\$	146,207

- **Adjust appropriation to reflect changes in eligibility operations**

Adjusts appropriation to reflect changes in the department's eligibility determination infrastructure associated with modernizing information systems and revising policies. The department has received federal approval to receive enhanced Medicaid participation in eligibility operations and expects to free approximately \$8.2 million general fund each year. However, this amount is offset by unavoidable costs, estimated at \$5.7 million in FY 2015 and \$7.3 million in FY 2016, associated with local staffing, systems operations, and program enhancements.

		FY 2015		FY 2016
General Fund	\$	(2,492,411)	\$	(878,153)
Nongeneral Fund	\$	31,623,186	\$	30,532,906

- **Adjust appropriation to reflect final eligibility modernization contract payments**

Adjusts appropriations to reflect the resources necessary to make the final payments on the base contract for the modernization of agency systems.

		FY 2015		FY 2016
General Fund	\$	(3,400,000)	\$	(5,600,000)
Nongeneral Fund	\$	8,800,000	\$	(2,298,000)

- **Adjust appropriation to reflect program management operations**

Moves appropriation between service areas to align the program budget with anticipated expenditures. The department recently reorganized its program support division to facilitate changes in business operations related to the implementation of the eligibility systems modernization project. This has resulted in the need to adjust agency appropriations between service areas in the budget. This action nets to zero.

- **Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

		FY 2015		FY 2016
General Fund	\$	157	\$	157
Nongeneral Fund	\$	622	\$	622

- **Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

		FY 2015		FY 2016
General Fund	\$	179,971	\$	1,232,160
Nongeneral Fund	\$	301,044	\$	2,061,085

- **Adjust Temporary Assistance for Needy Families (TANF) budget for mandated spending**

Updates appropriation to properly account for the anticipated cost of providing mandated TANF benefits. Benefits include cash assistance payments, employment services and child care. The amendment also budgets the anticipated cost of administering the program that will be borne by local departments of social services and provides for a three percent caseload reserve.

		FY 2015		FY 2016
Nongeneral Fund	\$	(13,757,466)	\$	(13,757,466)

- **Appropriate anticipated federal energy assistance revenue**

Increases appropriation to account for the estimated federal revenue that will be received for the Low Income Home Energy Assistance Program (LIHEAP). LIHEAP is a subsidy program offered through local departments of social services to assist low-income households meet their energy needs. There is no impact on general fund expenditures as Virginia does not subsidize this federal program and no state match is required.

		FY 2015		FY 2016
Nongeneral Fund	\$	3,985,450	\$	3,985,450

- **Appropriate nongeneral fund share of centrally budgeted costs**

Provides appropriation to cover the nongeneral fund cost of increasing employee benefits. Agencies were provided the general fund share of centrally budgeted items, such as the recent salary increase, health insurance premiums, employee retirement. This technical adjustment ensures that sufficient nongeneral fund appropriation is available to fund that portion of these expenses.

		FY 2015		FY 2016
Nongeneral Fund	\$	10,953,914	\$	10,953,914

- Capture anticipated surplus in the auxiliary grant program**
 Removes \$2.0 million of general fund savings in the auxiliary grant (AG) program based on the latest spending projections. The auxiliary grant program is appropriated \$24.9 million general fund. Due to fewer individuals participating in the auxiliary grant program, it is estimated that the program will only spend \$22.9 million in FY 2014 and that amount would be constant in each year of the 2014-2016 biennium. This strategy will have no impact on clients or services.

	FY 2015	FY 2016
General Fund	\$ (2,000,000)	\$ (2,000,000)

- Comply with federal child care regulations**
 Appropriates federal child care revenue necessary to cover costs associated with federal regulations regarding child care subsidies for low income children.

	FY 2015	FY 2016
Nongeneral Fund	\$ 8,000,000	\$ 8,000,000

- Consolidate local staff and operations budget lines**
 Adjusts budget to reflect the single pool for local expenditures recently implemented by the department. Local spending was split between two service areas (46003 and 46006) in the Appropriation Act. With the department's transition to the single pool, all expenditures for local staff and operations are now being charged to a single service area (46010). This technical adjustment consolidates the appropriations for local staff and operations with no impact on services. This action nets to zero.
- Fund agency costs for the new Cardinal accounting system**
 Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 37,695
Nongeneral Fund	\$ 0	\$ 144,311

- Fund anticipated cost of child welfare services**
 Adds funding for cover the cost of providing foster care and adoption subsidy payments. Based on recent expenditure trends and the impact of child welfare policy changes, this amendment adjusts appropriation to cover the necessary costs of providing payments to foster care and adoptive families. The addendum also moves funding between service areas to ensure that amount dedicated for adoption subsidies is reflected correctly.

	FY 2015	FY 2016
General Fund	\$ 3,224,435	\$ 3,245,599
Nongeneral Fund	\$ 2,846,448	\$ 2,867,612

- Fund changes in state employee workers' compensation premiums**
 Adjusts the agency's budget for workers' compensation premiums based on the allocation of 2015 and 2016 program costs provided by the Department of Human Resource Management. The allocation is based on the historical experience of the agency and reflects the current policy of providing agencies with 50 percent of any increased costs and allowing agencies to retain 50 percent of any reduced costs.

	FY 2015	FY 2016
General Fund	\$ (4,785)	\$ (4,461)

- Increase foster care and adoptive payment rates**
 Raises maximum maintenance payments made to foster family homes on behalf of foster children by three percent. Appropriation Act language requires an automatic adjustment for inflation be applied to the maximum room and board rates paid to foster parents in the fiscal year following a state employee pay raise. As state employees and state supported local employees received, on average, the equivalent of a three percent raise starting July 25, 2013; this addendum provides a similar percent increase to foster care rates beginning in FY 2015. This increase is also assumed for adoption subsidy funding to ensure that adoption subsidies keep pace with foster family rates and to avoid any disincentives to adoption.

	FY 2015	FY 2016
General Fund	\$ 1,196,771	\$ 1,196,771
Nongeneral Fund	\$ 829,176	\$ 829,176

- Increase funding for Youth for Tomorrow**
 Increases the general fund support for Youth for Tomorrow. Youth for Tomorrow was provided funds for comprehensive residential, education and counseling services to at-risk adolescents and youth in the 2012-2014 biennial budget.

	FY 2015	FY 2016
General Fund	\$ 100,000	\$ 100,000

- Maintain support for domestic violence shelters and prevention services**
 Replaces \$1.3 million of lost nongeneral fund revenue currently supporting domestic violence services with Temporary Assistance for Needy Families (TANF) funds. This addendum ensures that level of support for local domestic violence programs that provide for the safety of battered adults and their children is maintained. No budget adjustments is shown as the agency already has sufficient nongeneral fund appropriation for the available revenue.

- **Move Comprehensive Services Act administrative funding**

Transfers all appropriation and positions associated with Comprehensive Services Act (CSA) administration into the agency (200) where program funding is appropriated. This technical amendment will increase the budget's transparency by clearly connecting the administrative and programmatic budgets of CSA.

	FY 2015	FY 2016
General Fund	\$ (1,334,611)	\$ (1,334,611)
Authorized Positions	-13.00	-13.00

- **Negotiate adoption subsidies for local departments of social services**

Requires the state Department of Social Services to negotiate all adoption assistance agreements with both existing and prospective adoptive parents on behalf of local departments of social services. This provision will not change legal responsibilities of the local departments of social services or alter the rights of the adoptive parents.

	FY 2015	FY 2016
General Fund	\$ 358,246	\$ 342,414
Nongeneral Fund	\$ 225,883	\$ 215,900
Authorized Positions	5.00	5.00

- **Offset a decline in child support enforcement revenue**

Provides general fund support to avoid significant reductions to child support collection efforts. As Virginia's Temporary Assistance to Needy Families (TANF) caseload continues to decline, so too is the amount of child support collected by the Division of Child Support Enforcement (DCSE). This reduction in revenue has a direct impact on DCSE operations as a portion can be retained and used to draw federal matching dollars (\$2 federal for every \$1 state). Therefore, the anticipated \$3.9 million revenue shortfall translates into a \$11.7 million operating deficit for DCSE. This addendum provides \$2.9 million general fund to replace lost revenue and assumes that the remaining \$1.0 million of the shortfall will be covered efficiencies implemented within the division. A companion amendment provides general fund support in FY 2014.

	FY 2015	FY 2016
General Fund	\$ 2,886,200	\$ 2,886,200
Nongeneral Fund	\$ (2,886,200)	\$ (2,886,200)

- **Outline support for the Family and Children's Trust Fund (FACT) Board**

Adds language to acknowledge the department's current role in providing administrative support for the Family and Children's Trust Fund (FACT) Board. FACT was created by the General Assembly in 1986 as a public-private partnership to raise funds for the prevention and treatment of family violence. This is a technical amendment that will not have any impact on services or require any additional resources. This action is contained in budget bill language.

- **Provide foster care and adoption payments for young adults up to age 21**

Makes funding available to expand foster care and adoption subsidies to age 21 per federal Fostering Connections provision beginning in FY 2016. In addition, funding is provided in FY 2015 for the Department of Social Services to contract with private entity to develop a plan for implementing provisions of the federal legislation.

	FY 2015	FY 2016
General Fund	\$ 100,000	\$ 4,838,071
Nongeneral Fund	\$ 0	\$ 8,382,412

- **Provide funding to Early Childhood Foundation for kindergarten readiness program**

Provides general fund support for the Early Childhood Foundation to implement kindergarten readiness assessment programs based on the findings included in Elevate Early Education's January 1, 2015 report.

	FY 2015	FY 2016
General Fund	\$ 1,000,000	\$ 1,000,000

- **Study impact of shifting to state administered adoption program**

Requires the Department of Social Services, in cooperation with local departments of social services, to prepare a report that examines the financial, programmatic and policy implications of the state assuming full responsibility for all aspects of the adoption program. This study will provide data necessary to determine the advantages and disadvantages of moving from a locally administered to a state run adoption program. This action is contained in budget bill language.

- **Utilize nongeneral fund balances to mitigate federal reductions**

Allows the department to use an anticipated Temporary Assistance for Needy Families (TANF) balance to minimize the impact of federal sequestration reductions on localities in FY 2014 and each year of the 2014-2016 biennium. A limited amount of this TANF (approximately \$2.0 million) has been reserved to offset the impact of current and future federal reductions on to any eligible services.

Recommended Savings Addenda

- **Continue funding for Elevate Early Education pilot through FY 2015**

Extends funding for Elevate Early Education to conduct a pilot through FY 2015, while removing the support from FY 2016. Elevate Early Education was provided funds for a pilot kindergarten readiness assessment program in FY 2014. This adjustment also extends the date for the required pilot report to January 1, 2015.

	FY 2015	FY 2016
General Fund	\$ 0	\$ (250,000)

Virginia Board for People with Disabilities

To create a Commonwealth that advances opportunities for independence, personal decision-making, and full participation in community life for individuals with developmental and other disabilities.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 162,964	\$ 1,811,765	\$ 767,664
2012 Appropriation	\$ 162,964	\$ 1,811,765	\$ 767,664
2013 Appropriation	\$ 177,927	\$ 1,821,658	\$ 782,089
2014 Appropriation	\$ 178,908	\$ 1,821,658	\$ 782,089
2015 Base Budget	\$ 178,908	\$ 1,821,658	\$ 798,496
2015 Addenda	\$ 6,114	\$ 0	\$ 2,699
2015 Total	\$ 185,022	\$ 1,821,658	\$ 801,195
2016 Base Budget	\$ 178,908	\$ 1,821,658	\$ 798,496
2016 Addenda	\$ 10,648	\$ 0	\$ 2,699
2016 Total	\$ 189,556	\$ 1,821,658	\$ 801,195

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	0.75	9.25	10.00
2012 Appropriation	0.75	9.25	10.00
2013 Appropriation	0.75	9.25	10.00
2014 Appropriation	0.75	9.25	10.00
2015 Base Budget	0.75	9.25	10.00
2015 Addenda	0.00	0.00	0.00
2015 Total	0.75	9.25	10.00
2016 Base Budget	0.75	9.25	10.00
2016 Addenda	0.00	0.00	0.00
2016 Total	0.75	9.25	10.00

Recommended Operating Budget Addenda

- Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the continued cost of public employee salary increases, increases in state employee health insurance premiums, changes in state employee retirement and other benefit contribution rates, and other centrally funded items being continued from the 2012-14 biennium into the 2014-16 biennium.

	FY 2015	FY 2016
General Fund	\$ 2,699	\$ 2,699

- Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 18	\$ 18

- Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

	FY 2015	FY 2016
General Fund	\$ 6	\$ 6

- Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015	FY 2016
General Fund	\$ 419	\$ 2,987

- Adjust funding to reflect changes in rent charges at the seat of government**

Adjusts agency funding for changes in the cost of rent charges at the seat of government. Overall rent rate changes are the result of additional costs to maintain facilities.

	FY 2015	FY 2016
General Fund	\$ 2,977	\$ 4,856

- Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 87

- **Fund changes in state employee workers' compensation premiums**

Adjusts the agency's budget for workers' compensation premiums based on the allocation of 2015 and 2016 program costs provided by the Department of Human Resource Management. The allocation is based on the historical experience of the agency and reflects the current policy of providing agencies with 50 percent of any increased costs and allowing agencies to retain 50 percent of any reduced costs.

	FY 2015	FY 2016
General Fund	\$ (5)	\$ (5)

Department for the Blind and Vision Impaired

The mission of the Department for the Blind and Vision Impaired (DBVI) is to provide services and resources which empower individuals who are blind, vision impaired or deafblind to achieve their desired levels of employment, education, and personal independence.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 5,875,255	\$ 37,185,638	\$ 14,358,494
2012 Appropriation	\$ 5,936,072	\$ 37,304,330	\$ 14,417,840
2013 Appropriation	\$ 5,956,564	\$ 44,803,865	\$ 17,878,233
2014 Appropriation	\$ 5,812,355	\$ 44,923,865	\$ 17,921,033
2015 Base Budget	\$ 5,812,355	\$ 44,923,865	\$ 16,507,683
2015 Addenda	\$ 752,106	\$ (1,733,591)	\$ 301,256
2015 Total	\$ 6,564,461	\$ 43,190,274	\$ 16,808,939
2016 Base Budget	\$ 5,812,355	\$ 44,923,865	\$ 16,507,683
2016 Addenda	\$ 265,819	\$ (1,715,542)	\$ 301,256
2016 Total	\$ 6,078,174	\$ 43,208,323	\$ 16,808,939

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	100.40	63.60	164.00
2012 Appropriation	100.40	63.60	164.00
2013 Appropriation	98.80	65.20	164.00
2014 Appropriation	98.80	65.20	164.00
2015 Base Budget	98.80	65.20	164.00
2015 Addenda	-36.20	19.20	-17.00
2015 Total	62.60	84.40	147.00
2016 Base Budget	98.80	65.20	164.00
2016 Addenda	-36.20	19.20	-17.00
2016 Total	62.60	84.40	147.00

Recommended Operating Budget Addenda

- **Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the continued cost of public employee salary increases, increases in state employee health insurance premiums, changes in state employee retirement and other benefit contribution rates, and other centrally funded items being continued from the 2012-14 biennium into the 2014-16 biennium.

	FY 2015	FY 2016
General Fund	\$ 266,398	\$ 266,398

- **Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 575	\$ 575

- **Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

	FY 2015	FY 2016
General Fund	\$ 38,313	\$ 38,313

- **Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015	FY 2016
General Fund	\$ (550)	\$ 13,515

- **Align agency appropriation with current services**

Aligns the agency's base budget to reflect current operations. Appropriation and positions are moved between service areas to ensure that all agency employees and services are properly budgeted. In addition, agency nongeneral fund appropriation is adjusted to reflect latest revenue projections. This technical action makes the Appropriation Act more transparent and limits the need for administrative transactions.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 0
Nongeneral Fund	\$ (1,920,363)	\$ (1,920,363)
Authorized Positions	-17.00	-17.00

- **Capture biennial savings associated with generator purchase**

Modifies the existing budget language to allow for the purchase of two generators for the department's Azalea Road campus in two phases. A portion of the funding already appropriated will be used to complete work on generator installation in FY 2015. A companion amendment adjusts funding in FY 2014 to begin the project. In addition, recent cost estimates are less than originally expected; therefore a modest savings can be captured.

		FY 2015		FY 2016
General Fund	\$	141,286	\$	(361,744)

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

		FY 2015		FY 2016
General Fund	\$	0	\$	2,335
Nongeneral Fund	\$	0	\$	18,049

- **Fund changes in state employee workers' compensation premiums**

Adjusts the agency's budget for workers' compensation premiums based on the allocation of 2015 and 2016 program costs provided by the Department of Human Resource Management. The allocation is based on the historical experience of the agency and reflects the current policy of providing agencies with 50 percent of any increased costs and allowing agencies to retain 50 percent of any reduced costs.

		FY 2015		FY 2016
General Fund	\$	(1,464)	\$	(1,121)

- **Fund increased cost of shared services contract**

Appropriates the general fund portion, approximately 46 percent, of higher shared services costs. The department contracts with the Department for Aging and Rehabilitative Services (DARS) for the provision of select back office functions. DARS recently informed the agency that shared services expenses have risen such that the contract amount will have to be increased beginning in FY 2015.

		FY 2015		FY 2016
General Fund	\$	109,692	\$	109,692
Nongeneral Fund	\$	186,772	\$	186,772

- **Maintain community independent living services for blind and vision impaired Virginians**

Maintains current staff and operations in the community independent living services program. This program assists people with visual disabilities in achieving their maximum level of independence in their home and community. Without additional general fund support, it is estimated that two of the agency's 32 independent living teachers would have to be eliminated at some point in the next biennium to cover increasing fixed costs. This amendment ensures that funding is available to cover the existing personal services costs; in addition, \$50,000 is provided for the provision of supportive equipment.

		FY 2015		FY 2016
General Fund	\$	197,856	\$	197,856

Virginia Rehabilitation Center for the Blind and Vision Impaired

The mission of the Virginia Rehabilitation Center for the Blind and Vision Impaired (VRCBVI) is to empower blind, vision impaired and deafblind citizens of Virginia to achieve optimum vocational, educational, and social independence.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Costs
2011 Appropriation	\$ 136,936	\$ 2,306,822	\$ 1,675,561
2012 Appropriation	\$ 136,936	\$ 2,306,822	\$ 1,675,561
2013 Appropriation	\$ 156,377	\$ 2,429,623	\$ 1,769,670
2014 Appropriation	\$ 156,377	\$ 2,429,623	\$ 1,769,670
2015 Base Budget	\$ 156,377	\$ 2,429,623	\$ 1,892,176
2015 Addenda	\$ 11,506	\$ 0	\$ 11,239
2015 Total	\$ 167,883	\$ 2,429,623	\$ 1,903,415
2016 Base Budget	\$ 156,377	\$ 2,429,623	\$ 1,892,176
2016 Addenda	\$ 11,548	\$ 0	\$ 11,239
2016 Total	\$ 167,925	\$ 2,429,623	\$ 1,903,415

Authorized Positions Summary

	General Fund	Nongeneral Fund	Total Positions
2011 Appropriation	0.00	26.00	26.00
2012 Appropriation	0.00	26.00	26.00
2013 Appropriation	0.00	26.00	26.00
2014 Appropriation	0.00	26.00	26.00
2015 Base Budget	0.00	26.00	26.00
2015 Addenda	0.00	0.00	0.00
2015 Total	0.00	26.00	26.00
2016 Base Budget	0.00	26.00	26.00
2016 Addenda	0.00	0.00	0.00
2016 Total	0.00	26.00	26.00

Recommended Operating Budget Addenda

- **Distribute Central Appropriation amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the continued cost of public employee salary increases, increases in state employee health insurance premiums, changes in state employee retirement and other benefit contribution rates, and other centrally funded items being continued from the 2012-14 biennium into the 2014-16 biennium.

	FY 2015	FY 2016
General Fund	\$ 11,239	\$ 11,239

- **Adjust agency appropriation for the cost of Performance Budgeting system charges**

Provides appropriation to pay for the agency's share of ongoing Performance Budgeting system operating and maintenance costs. The general fund share of this cost was previously budgeted in Central Appropriations.

	FY 2015	FY 2016
General Fund	\$ 15	\$ 15

- **Adjust funding for premium changes in the automobile insurance liability program**

Adjusts agency funding for the approved premium changes in the state's automobile insurance liability program.

	FY 2015	FY 2016
General Fund	\$ 262	\$ 262

- **Adjust funding to agencies for information technology and telecommunication charges**

Adjusts the agency budget for information technology and telecommunication charges based on the required cost of living adjustments contained in the Northrop Grumman contract and the elimination of the debt recovery surcharge originally approved by the Joint Legislative Audit and Review Commission on July 12, 2010.

	FY 2015	FY 2016
General Fund	\$ (10)	\$ (10)

- **Fund agency costs for the new Cardinal accounting system**

Provides appropriation to the agency's budget to pay for the agency's share of the costs for the new Cardinal accounting system. The Department of Accounts allocates the yearly cost of the system to agencies based upon the number of transactions the agency completed in the previous fiscal year.

	FY 2015	FY 2016
General Fund	\$ 0	\$ 42