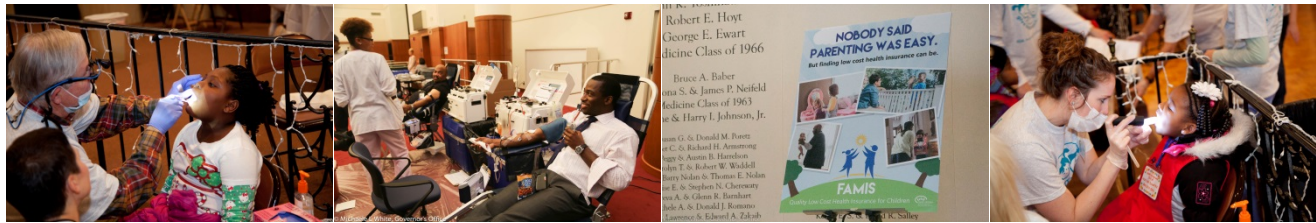


# OFFICE OF HEALTH AND HUMAN RESOURCES

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
Children's Services	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	

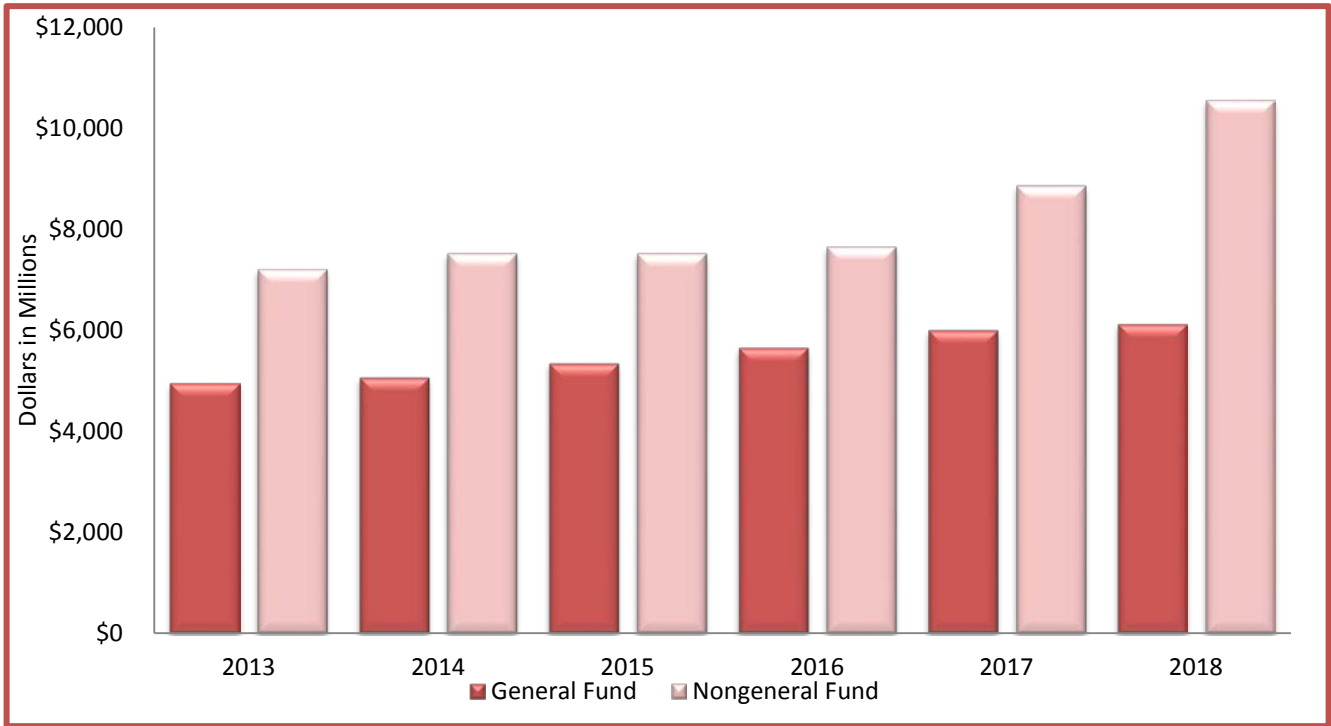
## OPERATING SUMMARY FOR THE OFFICE OF HEALTH & HUMAN RESOURCES (Dollars in Millions)

Funds	FY 2017 Base Budget	FY 2017 Changes	FY 2017 Total	FY 2018 Base Budget	FY 2018 Changes	FY 2018 Total
General	\$5,645.2	\$351.4	<b>\$5,996.6</b>	\$5,645.2	\$472.9	<b>\$6,118.1</b>
Special	\$1,150.6	(\$3.7)	<b>\$1,146.9</b>	\$1,150.6	(\$10.6)	<b>\$1,140.0</b>
Enterprise	\$32.3	\$16.5	<b>\$48.8</b>	\$32.3	\$16.5	<b>\$48.8</b>
Trust and Agency	\$1.0	\$0.1	<b>\$1.1</b>	\$1.0	\$0.1	<b>\$1.1</b>
Dedicated Special	\$499.2	\$20.9	<b>\$520.1</b>	\$499.2	\$4.3	<b>\$503.4</b>
Federal	\$5,966.7	\$1,178.2	<b>\$7,144.9</b>	\$5,966.7	\$2,893.9	<b>\$8,860.7</b>
	<b>\$13,294.9</b>	<b>\$1,563.4</b>	<b>\$14,858.3</b>	<b>\$13,294.9</b>	<b>\$3,377.1</b>	<b>\$16,672.1</b>

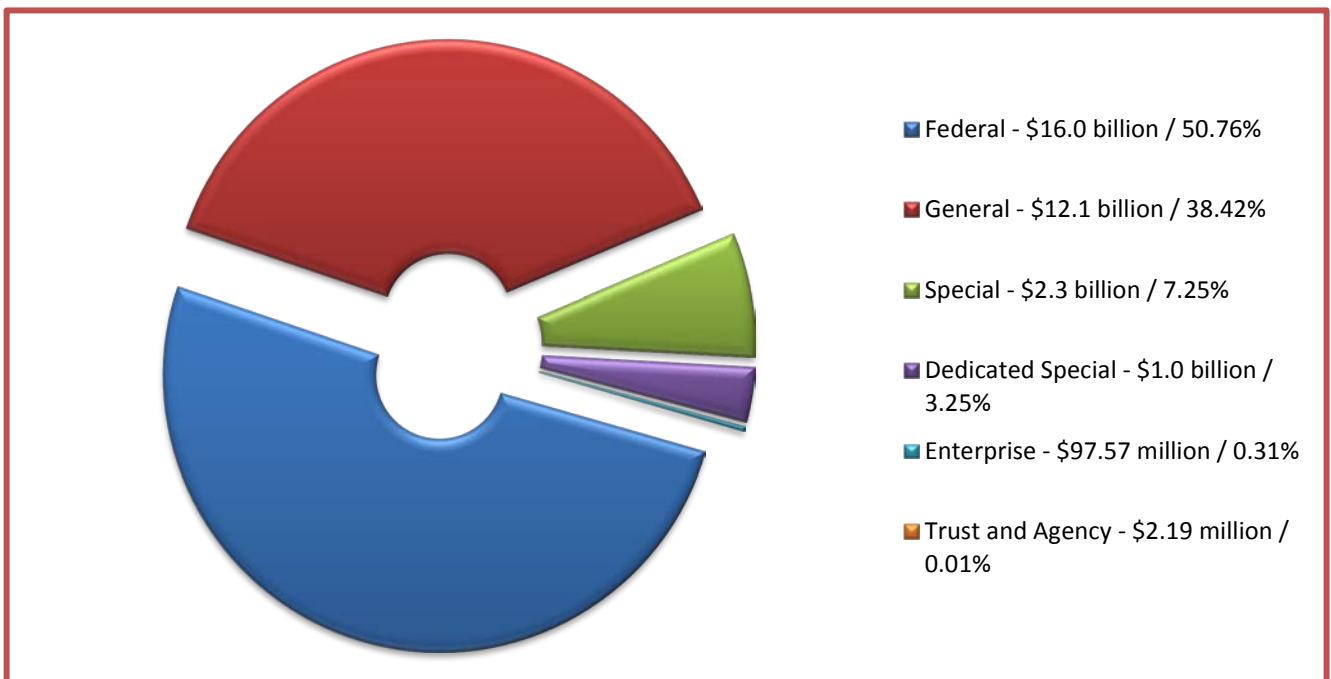
## AUTHORIZED POSITIONS FOR THE OFFICE OF HEALTH & HUMAN RESOURCES

Funds	FY 2017 Base Budget	FY 2017 Changes	FY 2017 Total	FY 2018 Base Budget	FY 2018 Changes	FY 2018 Total
General Fund	8,915.10	-400.81	<b>8,514.29</b>	8,915.10	-397.53	<b>8,517.57</b>
Nongeneral Fund	7,072.15	-306.42	<b>6,765.73</b>	7,072.15	-307.70	<b>6,764.45</b>
	<b>15,987.25</b>	<b>-707.23</b>	<b>15,280.02</b>	<b>15,987.25</b>	<b>-705.23</b>	<b>15,282.02</b>

## Office of Health & Human Resources Operating Budget History



## Financing of the Office of Health & Human Resources Based on 2016-2018 Biennium Proposed Operating Budget



**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**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.

**Operating Budget Summary**

	General Fund	Nongeneral Fund	Personnel Cost
2013 Appropriation	\$640,213	\$0	\$543,168
2014 Appropriation	\$640,954	\$0	\$543,168
2015 Appropriation	\$672,239	\$0	\$581,498
2016 Appropriation	\$823,257	\$0	\$581,498
2017 Base Budget	\$823,257	\$0	\$731,897
2017 Intro Changes	(\$94,777)	\$13,844	\$61,516
<b>2017 Total</b>	<b>\$728,480</b>	<b>\$13,844</b>	<b>\$793,413</b>
2018 Base Budget	\$823,257	\$0	\$731,897
2018 Intro Changes	(\$94,741)	\$13,844	\$61,516
<b>2018 Total</b>	<b>\$728,516</b>	<b>\$13,844</b>	<b>\$793,413</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	5.00	0.00	5.00
2014 Appropriation	5.00	0.00	5.00
2015 Appropriation	5.00	0.00	5.00
2016 Appropriation	5.00	0.00	5.00
2017 Base Budget	5.00	0.00	5.00
2017 Intro Changes	0.00	0.00	0.00
<b>2017 Total</b>	<b>5.00</b>	<b>0.00</b>	<b>5.00</b>
2018 Base Budget	5.00	0.00	5.00
2018 Intro Changes	0.00	0.00	0.00
<b>2018 Total</b>	<b>5.00</b>	<b>0.00</b>	<b>5.00</b>

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- Adjust appropriation for centrally funded health insurance costs**  
 Adjusts appropriation for the employer’s share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$3,694	\$3,694
Nongeneral Fund	\$662	\$662

- Adjust appropriation for centrally funded retirement rate changes**  
 Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$16,009	\$16,009
Nongeneral Fund	\$6,509	\$6,509

- Adjust appropriation for centrally funded state employee other post employment benefit rate changes**

Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$629	\$629
Nongeneral Fund	\$255	\$255

- Adjust appropriation for changes in information technology costs**

Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$7,202	\$7,202

- Adjust appropriation for the centrally funded compression pay adjustment for state employees**

Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$10,150	\$10,150
Nongeneral Fund	\$2,460	\$2,460

- Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**

Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$691	\$691

- Adjust appropriation for the centrally funded two percent salary increase for state employees**

Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$9,149	\$9,149
Nongeneral Fund	\$2,218	\$2,218

- Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$7,350	\$7,350
Nongeneral Fund	\$1,740	\$1,740

- Remove one-time funding**

Captures funding that was provided to the Office of the Secretary of Health and Human Resources for one-time specific actions. This action removes the on-going appropriation as it is assumed that all associated tasks will be completed in FY 2016.

	2017	2018
General Fund	(\$150,000)	(\$150,000)

## Part B: Executive Biennial Budget - 2016-2018 Biennium

### Secretary of Health and Human Resources (Continued)

#### Introduced Budget Non-Technical Changes

- **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$415	\$444

- **Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	(\$66)	(\$59)

### Children's Services Act

During the 2015 Legislative session, Senate Bill 850 changed the agency name from Comprehensive Services for At Risk Youth and Families to the Children's Services Act. The mission of the Children's Services Act (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 Cost
2013 Appropriation	\$225,423,724	\$52,607,746	\$0
2014 Appropriation	\$217,197,736	\$52,607,746	\$0
2015 Appropriation	\$219,085,410	\$52,607,746	\$1,133,236
2016 Appropriation	\$219,097,152	\$52,607,746	\$1,133,236
2017 Base Budget	\$219,097,152	\$52,607,746	\$1,328,493
2017 Intro Changes	\$18,079,577	\$0	\$184,317
<b>2017 Total</b>	<b>\$237,176,729</b>	<b>\$52,607,746</b>	<b>\$1,512,810</b>
2018 Base Budget	\$219,097,152	\$52,607,746	\$1,328,493
2018 Intro Changes	\$17,220,381	\$0	\$277,092
<b>2018 Total</b>	<b>\$236,317,533</b>	<b>\$52,607,746</b>	<b>\$1,605,585</b>

#### Authorized Position Summary

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	0.00	0.00	0.00
2014 Appropriation	0.00	0.00	0.00
2015 Appropriation	13.00	0.00	13.00
2016 Appropriation	13.00	0.00	13.00
2017 Base Budget	13.00	0.00	13.00
2017 Intro Changes	1.00	0.00	1.00
<b>2017 Total</b>	<b>14.00</b>	<b>0.00</b>	<b>14.00</b>
2018 Base Budget	13.00	0.00	13.00
2018 Intro Changes	1.00	0.00	1.00
<b>2018 Total</b>	<b>14.00</b>	<b>0.00</b>	<b>14.00</b>

#### Operating Budget Changes

##### Introduced Budget Technical Changes

- **Adjust appropriation for centrally funded health insurance costs**  
Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$11,244	\$11,244

- **Distribute savings to agency budgets**

Moves savings budgeted centrally in Paragraph A, Item 471.10, Chapter 665, 2015 Acts of Assembly from Central Appropriations to the individual budgets of state agencies.

	2017	2018
General Fund	(\$116,019)	(\$116,019)

- **Transfer central appropriations funds to proper agency**

Moves funds that were inappropriately allocated to the Department of Social Services (DSS) for several central appropriations amendments included in Chapter 665, 2015 Acts of Assembly. The Office of Children's Services (OCS) was previously funded as a service area in DSS's administrative program. In FY 2015, the amended budget transferred administrative costs associated with OCS into a new service area at agency 200 (Children's Services Act). Because of the information used to calculate some of the central appropriations adjustments, the new funds were incorrectly assigned to DSS. This adjustment corrects the error for FY 2016. These funds were moved via an administrative adjustment in FY 2016. A corresponding amendment is included at DSS.

	2017	2018
General Fund	\$80,295	\$80,295

##### Introduced Budget Non-Technical Changes

- **Fund anticipated expenditure and caseload growth**

Provides funds for anticipated caseload and expenditure growth for services provided through the Children's Services Act. Growth is assumed at a two year average from FY 2015 to FY 2016, and held steady through the biennium until it can be determined if unusually large increases in FY 2015 reflect a pattern after years of declining or flat program costs. Expenditures in special education day placements were a primary driver in expenditure growth last year.

	2017	2018
General Fund	\$18,082,051	\$18,082,051

- **Support the Fostering Futures initiative**

Accounts for general fund saving estimates for the Office of Children's Services related to the extension of foster care supports and services to youth who turn 18 while in foster care, until the age of 21. This includes foster care maintenance payments, services costs, as well as case management costs. The Department of Social Services' associated legislative proposal creates the Fostering Futures program, which implements the provision of the federal Fostering Connections Act that permits the expansion of services. There is a correlating increase in the Department of Social Services budget.

	2017	2018
General Fund	(\$511,678)	(\$1,456,256)

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Children's Services Act (Continued)**

- **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$1,561	\$1,653

- **Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	\$677	\$692

- **Fund additional audit positions**

Funds two additional audit positions in the Office of Children's Services. These positions will work with two auditors currently funded by OCS with the goal of the completing audits of each locality on a three year cycle.

	2017	2018
General Fund	\$103,778	\$189,053
Authorized Positions	1.00	1.00

- **Increase foster care rates by two percent**

Increases rates for non-IV-E Foster Care programs by two percent. Budget language requires a foster care room and board increase following the fiscal year in which a salary increase is provided to state employees. Because state employees received a raise in FY 2016, a cost of living increase shall be applied to foster family home rates in FY 2017. The Office of Children's Services anticipates this will affect foster care payments for approximately 2425 children.

	2017	2018
General Fund	\$427,668	\$427,668

**Department for the Deaf and Hard-Of-Hearing**

The Virginia Department for the Deaf and Hard of Hearing (VDDHH) promotes accessible communication so that persons who are Deaf and hard of hearing may fully participate in programs, services and opportunities throughout the Commonwealth.

**Operating Budget Summary**

	General Fund	Nongeneral Fund	Personnel Cost
2013 Appropriation	\$844,985	\$10,561,124	\$717,062
2014 Appropriation	\$844,994	\$10,938,174	\$717,062
2015 Appropriation	\$927,452	\$10,938,174	\$748,155
2016 Appropriation	\$927,545	\$5,938,174	\$748,155
2017 Base Budget	\$927,545	\$5,938,174	\$702,794
2017 Intro Changes	\$43,532	\$14,522	\$63,185
<b>2017 Total</b>	<b>\$971,077</b>	<b>\$5,952,696</b>	<b>\$765,979</b>
2018 Base Budget	\$927,545	\$5,938,174	\$702,794
2018 Intro Changes	\$43,561	\$14,670	\$63,185
<b>2018 Total</b>	<b>\$971,106</b>	<b>\$5,952,844</b>	<b>\$765,979</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	8.37	2.63	11.00
2014 Appropriation	8.37	2.63	11.00
2015 Appropriation	8.37	2.63	11.00
2016 Appropriation	8.37	2.63	11.00
2017 Base Budget	8.37	2.63	11.00
2017 Intro Changes	0.00	0.00	0.00
<b>2017 Total</b>	<b>8.37</b>	<b>2.63</b>	<b>11.00</b>
2018 Base Budget	8.37	2.63	11.00
2018 Intro Changes	0.00	0.00	0.00
<b>2018 Total</b>	<b>8.37</b>	<b>2.63</b>	<b>11.00</b>

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- **Adjust appropriation for centrally funded health insurance costs**

Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$4,280	\$4,280
Nongeneral Fund	\$1,636	\$1,636

- **Adjust appropriation for centrally funded retirement rate changes**

Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$12,894	\$12,894
Nongeneral Fund	\$5,674	\$5,674

- **Adjust appropriation for centrally funded state employee other post employment benefit rate changes**

Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$506	\$506
Nongeneral Fund	\$222	\$222

- **Adjust appropriation for changes in information technology costs**

Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	(\$20)	(\$20)
Nongeneral Fund	(\$9,067)	(\$9,067)

- **Adjust appropriation for the centrally funded compression pay adjustment for state employees**

Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$9,526	\$9,526
Nongeneral Fund	\$4,801	\$4,801

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department for the Deaf and Hard-Of-Hearing (Continued)**

- **Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**

Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	2017	2018
Nongeneral Fund	\$72	\$72

- **Adjust appropriation for the centrally funded two percent salary increase for state employees**

Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$8,722	\$8,722
Nongeneral Fund	\$4,398	\$4,398

- **Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$7,003	\$7,003
Nongeneral Fund	\$3,451	\$3,451

**Introduced Budget Non-Technical Changes**

- **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$609	\$632
Nongeneral Fund	\$3,365	\$3,507

- **Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	\$12	\$18
Nongeneral Fund	(\$30)	(\$24)

**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 Cost
2013 Appropriation	\$156,842,622	\$464,592,306	\$230,617,643
2014 Appropriation	\$154,009,573	\$473,034,055	\$230,018,569
2015 Appropriation	\$160,729,959	\$480,503,381	\$242,543,844
2016 Appropriation	\$165,510,117	\$480,602,566	\$241,926,680
2017 Base Budget	\$165,510,117	\$480,602,566	\$258,169,088
2017 Intro Changes	\$4,782,302	\$50,494,328	\$27,661,121
<b>2017 Total</b>	<b>\$170,292,419</b>	<b>\$531,096,894</b>	<b>\$285,830,209</b>
2018 Base Budget	\$165,510,117	\$480,602,566	\$258,169,088
2018 Intro Changes	\$4,524,885	\$53,545,273	\$27,652,121
<b>2018 Total</b>	<b>\$170,035,002</b>	<b>\$534,147,839</b>	<b>\$285,821,209</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	1,544.00	2,215.00	3,759.00
2014 Appropriation	1,544.00	2,215.00	3,759.00
2015 Appropriation	1,485.00	2,191.00	3,676.00
2016 Appropriation	1,488.00	2,191.00	3,679.00
2017 Base Budget	1,488.00	2,191.00	3,679.00
2017 Intro Changes	2.00	1.00	3.00
<b>2017 Total</b>	<b>1,490.00</b>	<b>2,192.00</b>	<b>3,682.00</b>
2018 Base Budget	1,488.00	2,191.00	3,679.00
2018 Intro Changes	2.00	1.00	3.00
<b>2018 Total</b>	<b>1,490.00</b>	<b>2,192.00</b>	<b>3,682.00</b>

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- **Adjust appropriation for a salary increase for security officer roles**  
Adjusts appropriation for a \$1,000 salary increase for employees in Security Officer I and III roles.

	2017	2018
General Fund	\$957	\$957
Nongeneral Fund	\$1,634	\$1,634

- **Adjust appropriation for centrally funded health insurance costs**  
Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$908,114	\$908,114
Nongeneral Fund	\$1,617,862	\$1,617,862

- **Adjust appropriation for centrally funded retirement rate changes**  
Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$2,176,002	\$2,176,002
Nongeneral Fund	\$3,774,779	\$3,774,779

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Health (Continued)**

- Adjust appropriation for centrally funded state employee other post employment benefit rate changes**  
 Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$85,335	\$85,335
Nongeneral Fund	\$148,032	\$148,032

- Adjust appropriation for changes in information technology costs**  
 Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$281,095	\$281,095
Nongeneral Fund	\$559,034	\$559,034

- Adjust appropriation for the centrally funded compression pay adjustment for state employees**  
 Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,088,182	\$1,088,182
Nongeneral Fund	\$1,858,398	\$1,858,398

- Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**  
 Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$32,245	\$32,245
Nongeneral Fund	\$55,937	\$55,937

- Adjust appropriation for the centrally funded two percent salary increase for state employees**  
 Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,473,329	\$1,473,329
Nongeneral Fund	\$2,516,150	\$2,516,150

- Adjust appropriation for the centrally funded two percent salary increase for state employees in high turnover roles**  
 Adjusts appropriation for the two percent salary increase for state employees in high turnover roles budgeted in Central Appropriations, Item 467.T. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$348,439	\$348,439
Nongeneral Fund	\$604,538	\$604,538

- Adjust appropriation for the centrally funded two percent salary increase for state supported local employees**  
 Adjusts appropriation for the two percent salary increase for state supported local employees budgeted in Central Appropriations, Item 467.R. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$206,391	\$206,391

- Adjust appropriation to accelerate the employer retirement contribution phase in schedule**  
 Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,174,668	\$1,174,668
Nongeneral Fund	\$1,975,322	\$1,975,322

- Distribute savings to agency budgets**  
 Moves savings budgeted centrally in Paragraph A, Item 471.10, Chapter 665, 2015 Acts of Assembly from Central Appropriations to the individual budgets of state agencies.

	<u>2017</u>	<u>2018</u>
General Fund	(\$5,415,293)	(\$5,415,293)

- Adjust nongeneral fund to align with agency operations**  
 Adjusts the nongeneral appropriation in multiple service areas within the agency to account for anticipated nongeneral fund expenditures and to increase budget transparency. These adjustments were made in 2015 administratively.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$8,712,786	\$8,712,786

- Distribute VITA appropriation to the correct programs**  
 Net sum zero adjustment to properly allocate funding provided for VITA.

- Increase appropriation for HIV/AIDS treatment services**  
 Increases nongeneral fund appropriation for HIV/AIDS treatment services to support the program's increase in services provided, to account for an increase in grant funding received, and to increase budget transparency. The program has secured this funding for the past four years from federal Ryan White Treatment Extension Act Part B grant funding, which is distributed by a formula based on living HIV and AIDS cases to all states. VDH does not expect a reduction in Ryan White grant funds based on the formula and needs base.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$22,900,000	\$22,900,000

- Increase federal appropriation for regulation of health care facilities**  
 Adjusts nongeneral fund support for the program to reflect changes in salary expenditures. This adjustment will reflect the actual amount spent on salaries in the budget and will further increase transparency.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$1,336,007	\$1,336,007

- Realign appropriation between Environmental Health Hazards and Control programs**  
 Realigns funds to the proper fund code. Funds are appropriated for the regulation of radioactive by-product, special, and source materials. This zero sum adjustment will permanently move funds to the program where they will be spent.

- Realign appropriation between Health Research, Planning and Coordination service areas**  
 Transfers funds between programs to reflect where expenditures will occur and increase budget transparency. The transfer will align the appropriation to the correct fund and is a net-sum zero transfer.

- Realign appropriation between State and Community Health Services**  
 Realigns general fund to reflect agency expenditures in the proper program. This is a sum zero adjustment.

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Health (Continued)**

- Realign appropriation in Community Health Services with the correct fund**  
 Aligns appropriation with the correct fund. This zero sum transfer will better represents the current percentages in the Local Government Agreements.

**Introduced Budget Non-Technical Changes**

- Adjust appropriation for the costs of the new Cardinal financial system**  
 Reflects the agency's share of the costs of 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.
 

	2017	2018
General Fund	\$267,654	\$278,962
Nongeneral Fund	\$763,042	\$795,876
- Adjust appropriation to support workers' compensation premiums**  
 Supports the agency's workers' compensation premiums based on the allocation of 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.
 

	2017	2018
General Fund	\$36,635	\$41,910
Nongeneral Fund	\$68,676	\$86,787

- Fund Local Health Department Rent Increases**  
 Supports the local health districts that are expecting significant rent increases in 2017 and 2018 due to moving to new facilities or rent increases in existing facilities. The local health districts do not control the process for determining when and where their facilities will be located, and therefore cannot control costs.
 

	2017	2018
General Fund	\$178,629	\$178,629
Nongeneral Fund	\$120,552	\$120,552

- Support Youth Suicide Prevention**  
 Supports the Youth Suicide Prevention Program by providing appropriation to continue contracting with the Campus Suicide Prevention Center of Virginia to provide all public and private institutions of higher learning throughout Virginia with training, consultation and prevention resources
 

	2017	2018
General Fund	\$220,983	\$205,983

- Develop plan to transfer responsibility for federal food programs to the Department of Agriculture and Consumer Services**  
 Requires the Virginia Departments of Education, Health, and Agriculture and Consumer Services to develop a plan to transfer the Summer Food Services Program and the Child and Adult Care Feeding Program from the Virginia Department of Health, and the Fresh Fruit and Vegetable Program, National School Lunch Program, School Breakfast Program, and Special Milk Program from the Virginia Department of Education to the Department of Agriculture and Consumer Services in an effort to house school feeding services under one agency. This is a language-only amendment.

- Increase education and expand access for women's reproductive health**  
 Increases federal support for the education and expanded access for women's reproductive health. The goal of this intervention is to remove barriers such as financial and limited availability of Long Acting Reversible Contraception (LARC) in order to increase access to and utilization of highly effective methods of contraception using TANF funding.
 

	2017	2018
Nongeneral Fund	\$3,000,000	\$6,000,000
Authorized Positions	1.00	1.00

- Increase support for Mission of Mercy**  
 Increases appropriation for the Mission of Mercy (MOM) dental project to address rising costs in patient care and broaden the foundation of support.
 

	2017	2018
General Fund	\$100,000	\$0

- Increase support for Pediatric Comprehensive Sickle Cell Disease Services**  
 Adjusts general fund support for the program to reflect changes in operating costs. The funding helps support program coordination and social work staff that provide core public health functions such as newborn screenings and reducing infant mortality.
 

	2017	2018
General Fund	\$105,000	\$105,000

- Increase support for the Comprehensive Health Investment Project (CHIP) of Virginia**  
 Increases nongeneral fund support for the Comprehensive Health Investment Project (CHIP) of Virginia. The purpose of the program is to develop, expand, and operate a network of local public-private partnerships providing comprehensive care coordination, family support, and preventative medical and dental services to low-income, at-risk children.
 

	2017	2018
Nongeneral Fund	\$1,000,000	\$1,000,000

- Increase support for the Health Wagon**  
 Increases appropriation for the Health Wagon to address the medically underserved population, which is expanding as a result of increased unemployment in coal producing areas of the state.
 

	2017	2018
General Fund	\$100,000	\$100,000

- Increase support for the State Office of Rural Health grant funds**  
 Adjusts general fund support for the program to reflect changes in grant funding. The adjustment increases agency appropriation by \$300,000 general fund to meet match requirements for the grant. The appropriation level has not increased in 15 years while the match requirement has more than tripled. Funds are used to deliver programming, technical assistance, and resources to all areas of rural Virginia.
 

	2017	2018
General Fund	\$300,000	\$300,000

- Provide additional staff resources (Onsite Sewage and Water Programs)**  
 Increases general fund support for environmental health programs and provides three positions. This will help address a backlog of requests for onsite sewage and water supply services and address other programmatic inconsistencies. Current program staff have diverted resources to and address these problems, which in turn has created a delay in other services.
 

	2017	2018
General Fund	\$253,860	\$253,860



**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Health (Continued)**

- **Provide two auditor positions to support the Certificate of Public Need program**

Provides two auditor positions to support the timely review and update of the State Medical Facilities Plan, to streamline the process for submission and review of COPN applications through greater use of expedited review through reducing the standard review process to not more than 120 days, strengthen the monitoring of compliance with COPN conditions, and increase transparency of the COPN program by making extensive information available on-line.

	<u>2017</u>	<u>2018</u>
General Fund	\$191,656	\$182,656
Authorized Positions	2.00	2.00

- **Support the Virginia Student Loan Repayment Program**

Supports the Student Loan Repayment Program with general fund to provide a non-taxed option incentive to qualified medical, dental, behavioral health, and pharmacist professionals in return for service at an eligible practice site.

	<u>2017</u>	<u>2018</u>
General Fund	\$150,000	\$0

- **Eliminate Automation Fund Transfer Language**

Removes language that transfers \$518,421 from the automation fund to the Office of Epidemiology. The transfer was executed over the last ten years as a cost saving effort; however, the automation fund can no longer sustain this transfer and maintain arequired fund operations. This adjustment also provides general fund to the Office of Epidemiology to support the purchase of childhood vaccines such as tetanus, diphtheria, acellular pertussis (Tdap) vaccine and hepatitis B vaccines.

	<u>2017</u>	<u>2018</u>
General Fund	\$518,421	\$518,421
Nongeneral Fund	(\$518,421)	(\$518,421)

- **Remove language related to plan management activities**

Removes language related to plan management activities for the federal exchange because the general fund originally associated with this item has been replaced with nongeneral funds.

**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**

	<u>General Fund</u>	<u>Nongeneral Fund</u>	<u>Personnel Cost</u>
2013 Appropriation	\$0	\$27,283,810	\$17,023,638
2014 Appropriation	\$0	\$27,531,810	\$17,064,028
2015 Appropriation	\$0	\$27,622,241	\$17,119,028
2016 Appropriation	\$0	\$28,106,084	\$17,364,686
2017 Base Budget	\$0	\$28,106,084	\$18,196,454
2017 Intro Changes	\$0	\$1,659,101	\$1,361,583
<b>2017 Total</b>	<b>\$0</b>	<b>\$29,765,185</b>	<b>\$19,558,037</b>
2018 Base Budget	\$0	\$28,106,084	\$18,196,454
2018 Intro Changes	\$0	\$1,662,790	\$1,361,583
<b>2018 Total</b>	<b>\$0</b>	<b>\$29,768,874</b>	<b>\$19,558,037</b>

**Authorized Position Summary**

	<u>General Fund</u>	<u>Nongeneral Fund</u>	<u>Total Positions</u>
2013 Appropriation	0.00	215.00	215.00
2014 Appropriation	0.00	218.00	218.00
2015 Appropriation	0.00	219.00	219.00
2016 Appropriation	0.00	223.00	223.00
2017 Base Budget	0.00	223.00	223.00
2017 Intro Changes	0.00	6.00	6.00
<b>2017 Total</b>	<b>0.00</b>	<b>229.00</b>	<b>229.00</b>
2018 Base Budget	0.00	223.00	223.00
2018 Intro Changes	0.00	0.00	0.00
<b>2018 Total</b>	<b>0.00</b>	<b>223.00</b>	<b>223.00</b>

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- **Adjust appropriation for centrally funded health insurance costs**  
Adjusts appropriation for the employer’s share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$154,452	\$154,452

- **Adjust appropriation for centrally funded retirement rate changes**  
Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$451,003	\$451,003

- **Adjust appropriation for centrally funded state employee other post employment benefit rate changes**

Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$17,686	\$17,686

- **Adjust appropriation for changes in information technology costs**

Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$70,181	\$70,181

- **Adjust appropriation for the centrally funded compression pay adjustment for state employees**

Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$156,023	\$156,023

- **Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**

Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$4,458	\$4,458

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Health Professions (Continued)**

- **Adjust appropriation for the centrally funded two percent salary increase for state employees**

Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
Nongeneral Fund	\$312,709	\$312,709

- **Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
Nongeneral Fund	\$245,500	\$245,500

- **Adjust federal appropriation to reflect agency operations**

Adjusts appropriation to reflect agency operations. Removes an unnecessary increase in federal appropriation to ensure a proper reflection of the agency's operations and does not imply they are anticipating federal dollars.

	2017	2018
Nongeneral Fund	(\$45,248)	(\$45,248)

- **Increase appropriation for the funding of credit card fees**

Increases nongeneral fund appropriation to fund the bank processing fees associated with the increase in utilization of paying licenses and renewal fees online.

	2017	2018
Nongeneral Fund	\$120,000	\$120,000

- **Increase appropriation for the funding of legal services by the Office of Attorney General**

Increases nongeneral fund appropriation to cover the increase in attorney general fees since 2010. The agency has experienced increases in fees due to boards' decision being appealed to both state and federal courts, more cases involving licensees who are represented by attorneys and high profile cases.

	2017	2018
Nongeneral Fund	\$51,535	\$51,535

- **Transfer appropriation between funds in the Regulation of Processions and Occupations**

Transfers nongeneral fund appropriation to the correct fund within the Prescription Drug Monitoring Database. During the 2014 general assembly session, legislation passed concerning the registration of additional prescribers into the Prescription Drug Monitoring database. This adjustment will correct the placement of the funding.

	2017	2018
Nongeneral Fund	\$55,000	\$55,000

**Introduced Budget Non-Technical Changes**

- **Provide additional staff resources to support increase in workload**

Increases the agency's MEL by three positions to address an increase in workload due to an increase of 51,473 licensees that they regulate.

	2017	2018
Authorized Positions	6.00	0.00

- **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
Nongeneral Fund	\$66,710	\$69,807

- **Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
Nongeneral Fund	(\$908)	(\$316)

**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 Cost
2013 Appropriation	\$3,547,761,312	\$4,525,123,550	\$35,338,856
2014 Appropriation	\$3,669,406,166	\$4,829,310,906	\$35,310,518
2015 Appropriation	\$3,846,847,641	\$4,786,951,421	\$34,872,208
2016 Appropriation	\$4,099,194,548	\$4,937,490,107	\$36,465,232
2017 Base Budget	\$4,099,194,548	\$4,937,490,107	\$28,082,871
2017 Intro Changes	\$270,822,905	\$1,096,840,833	\$4,309,931
<b>2017 Total</b>	<b>\$4,370,017,453</b>	<b>\$6,034,330,940</b>	<b>\$32,392,802</b>
2018 Base Budget	\$4,099,194,548	\$4,937,490,107	\$28,082,871
2018 Intro Changes	\$409,880,995	\$2,805,577,769	\$4,255,931
<b>2018 Total</b>	<b>\$4,509,075,543</b>	<b>\$7,743,067,876</b>	<b>\$32,338,802</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	183.82	212.18	396.00
2014 Appropriation	198.32	226.68	425.00
2015 Appropriation	210.37	216.63	427.00
2016 Appropriation	225.02	234.98	460.00
2017 Base Budget	225.02	234.98	460.00
2017 Intro Changes	14.50	14.50	29.00
<b>2017 Total</b>	<b>239.52</b>	<b>249.48</b>	<b>489.00</b>
2018 Base Budget	225.02	234.98	460.00
2018 Intro Changes	14.50	14.50	29.00
<b>2018 Total</b>	<b>239.52</b>	<b>249.48</b>	<b>489.00</b>

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- **Adjust appropriation for centrally funded health insurance costs**

Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$140,716	\$140,716
Nongeneral Fund	\$147,848	\$147,848

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Medical Assistance Services (Continued)**

- Adjust appropriation for centrally funded retirement rate changes**  
 Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$402,253	\$402,253
Nongeneral Fund	\$433,189	\$433,189

- Adjust appropriation for centrally funded state employee other post employment benefit rate changes**  
 Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$15,775	\$15,775
Nongeneral Fund	\$16,988	\$16,988

- Adjust appropriation for changes in information technology costs**  
 Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	(\$219,206)	(\$219,206)
Nongeneral Fund	(\$230,817)	(\$230,817)

- Adjust appropriation for the centrally funded compression pay adjustment for state employees**  
 Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$153,066	\$153,066
Nongeneral Fund	\$164,681	\$164,681

- Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**  
 Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$6,880	\$6,880
Nongeneral Fund	\$7,244	\$7,244

- Adjust appropriation for the centrally funded two percent salary increase for state employees**  
 Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$277,577	\$277,577
Nongeneral Fund	\$298,643	\$298,643

- Adjust appropriation to accelerate the employer retirement contribution phase in schedule**  
 Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$220,451	\$220,451
Nongeneral Fund	\$234,450	\$234,450

- Distribute savings to agency budgets**  
 Moves savings budgeted centrally in Paragraph A, Item 471.10, Chapter 665, 2015 Acts of Assembly from Central Appropriations to the individual budgets of state agencies.

	2017	2018
General Fund	(\$3,385,235)	(\$3,385,235)

- Correct prior action related to Third Party Liability (TPL) savings**  
 Moves general fund savings, associated with adding staff to the Third Party Liability (TPL) recovery unit, to the correct program. The 2015 budget provided the recovery unit with additional positions and assumed that TPL recoveries would increase thereby creating a general fund savings. This technical adjustment properly accounts for the biennial savings with no net general fund impact.

	2017	2018
Nongeneral Fund	\$848,573	\$848,573

- Move funding for forecasted Medicaid management contracts**  
 Transfers funding for forecasted Medicaid management contracts to a new program. Four major contracts that vary based on the utilization of Medicaid are currently included in the annual forecasts and the budgets of Medicaid and children's health insurance programs. This action moves these appropriations to a separate program that allows for greater transparency and will simply the administrative oversight. The technical package nets to zero and has no impact on spending.

- Transfer central account funding to proper program**  
 Moves general fund dollars, associated with central account distributions, from the Department of Behavioral Health and Developmental Services (DBHDS) to the Department of Medical Assistance Services (DMAS). A separate base adjustment provides DBHDS with central account funding associated with personnel services expenses incurred at Intellectual Disabilities Training Centers. However, much of the funding associated with the operation of these facilities comes from special fund revenue generated at DMAS in the form of Medicaid reimbursement, which requires a general fund match. Transferring this appropriation from DBHDS to DMAS places this funding where it is needed to generate the necessary operational revenue. This is a technical action with a companion package in agency 793.

	2017	2018
General Fund	\$8,000,000	\$8,000,000

**Introduced Budget Non-Technical Changes**

- Adjust Medicaid funding for Piedmont and Catawba Geriatric Hospitals**  
 Increases the appropriation for Piedmont and Catawba Geriatric Hospitals to reflect the reversal of a prior budget amendment that assumed decreased Medicaid reimbursements due to the facilities being reclassified as intermediate care nursing homes. It has been determined that the facilities cannot meet the criteria for nursing home certification. A companion package included in the Department of Behavioral Health and Developmental Services removes the direct appropriation that was also provided.

	2017	2018
General Fund	\$3,969,902	\$3,969,902
Nongeneral Fund	\$3,969,902	\$3,969,902

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Medical Assistance Services (Continued)**

• **Transfer funds to support Hancock Geriatric Facility**

Moves unused Medicaid match from the state facility program at the Department of Medical Assistance Services to the direct general fund appropriation at the Department of Behavioral Health and Developmental Services for the operation of Hancock Geriatric Facility. The facility lost Medicaid certification in FY 2016, and the decision to operate the facility as a general fund only facility requires the transfer of unused match to continue the operation of 80 beds in the facility. This amendment is a zero sum transfer between the two agencies.

	<u>2017</u>	<u>2018</u>
General Fund	(\$6,640,991)	(\$6,640,991)
Nongeneral Fund	(\$6,640,991)	(\$6,640,991)

• **Add waiver slots required by the Department of Justice settlement agreement**

Adds a total of 855 new waiver slots to the intellectual and developmental disability waivers over the course of the biennium. These slots are mandated by the settlement agreement with the U.S. Department of Justice and include 180 slots for individuals transitioning out of facilities (90 in the first year and 90 in the second year), 50 slots to address the developmental disability waiver waitlist (25 in each year), and 625 slots to address the intellectual disability waiver waitlist (300 in the first year and 325 in the second year). The cost of each slot assumes the new rates and services proposed in a separate amendment to redesign the state's intellectual and developmental disability waivers.

	<u>2017</u>	<u>2018</u>
General Fund	\$14,217,361	\$31,758,543
Nongeneral Fund	\$14,217,361	\$31,758,543

• **Adjust Health Care Fund appropriation**

Modifies the appropriation for the Health Care Fund to reflect the latest revenue estimates. Tobacco taxes are projected to increase by \$2.2 million in FY 2017 and \$2.7 million in FY 2018 based on the Department of Taxation's revised forecast. Conversely, Medicaid recoveries are expected to decline by \$1.7 million in FY 2017 and \$1.5 million in FY 2018. The estimates also assume that FY 2017 will begin with a \$17.9 million prior year cash balance. Since the fund is used as state match for Medicaid, any change in revenue to the fund impacts general fund support for Medicaid.

	<u>2017</u>	<u>2018</u>
General Fund	(\$17,874,661)	(\$1,236,248)
Nongeneral Fund	\$17,874,661	\$1,236,248

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

Adjusts funding for the FAMIS program to reflect the latest forecast of expenditures. The savings is primarily a result of lower than expected managed care costs and a reduction in the state match requirement for the Children's Health Insurance Program grant.

	<u>2017</u>	<u>2018</u>
General Fund	(\$14,578,588)	(\$14,179,780)
Nongeneral Fund	(\$21,084,476)	(\$18,159,887)

• **Fund federally mandated 1095B notification mailing**

Provides funding to support mailings and information referral activities as federally required by the Affordable Care Act (ACA) beginning January 1, 2016. The agency must print and mail proof of coverage (form 1095B) information to approximately 670,000 heads of households to enable those clients to complete their 2015 taxes. In addition, the agency is required to provide contact information to handle recipient questions. This package provides for the ongoing operational requirements; a separate package funds the initial costs in FY 2016.

	<u>2017</u>	<u>2018</u>
General Fund	\$749,750	\$749,750
Nongeneral Fund	\$1,500,250	\$1,500,250

• **Fund Medicaid utilization and inflation**

Provides funding for the cost of Medicaid as estimated in the most recent forecast expenditures. Medicaid expenditures are projected to increase 3.8 percent in 2017 and 2.9 percent in 2018. Other than inflation and utilization growth, the major driver of the general fund need is a higher than expected number of low-income parents enrolling in the program.

	<u>2017</u>	<u>2018</u>
General Fund	\$327,417,073	\$461,668,747
Nongeneral Fund	\$330,359,928	\$456,012,040

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

Adjusts funding for the Commonwealth's Medicaid Children's Health Insurance Program to reflect the latest expenditure forecast. 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 savings are largely attributable to a reduction in the state match for the Children's Health Insurance Program grant.

	<u>2017</u>	<u>2018</u>
General Fund	(\$8,284,374)	(\$7,930,900)
Nongeneral Fund	\$4,879,077	\$7,471,220

• **Fund medical services for involuntary mental commitments**

Increases funding for the cost of hospital and physician services for persons subject to an involuntary mental commitment. The most recent forecast of expenditures projects higher costs than previously estimated.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,786,293	\$1,786,293

• **Fund reserve waiver slots**

Funds 100 reserve waiver slots across three waivers: Intellectual Disability, Developmental Disability and Day Support waivers. Reserve slots will be used for emergencies, for individuals transferring between waivers and for individuals transitioning from an Intermediate Care Facility or nursing facility to the community in compliance with requirements of the 2012 Settlement with the U.S. Department of Justice. The cost of each slot assumes the new rates and services proposed in a separate amendment to redesign the state's intellectual and developmental disability waivers.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,886,913	\$1,886,913
Nongeneral Fund	\$1,886,913	\$1,886,913

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Medical Assistance Services (Continued)**

- Increase ID/DD waiver rates and implement new ID/DD waiver services**

Provides funds for the implementation of three redesigned Medicaid waivers serving individuals with intellectual and developmental disabilities. The costs include an average rate increase of 5.4 percent for waiver services, the addition of new services to assist in increasing the number of individuals who can live in integrated settings, an increase in the developmental disability case management rate, and additional funds for more intensive services for individuals who are medically fragile or have complex co-occurring behavioral health needs. The redesigned waivers will address the concerns raised by the U.S. Department of Justice (DOJ) and the U.S. District Court in relation to the state's compliance with the settlement agreement reached with the DOJ in 2012.

	2017	2018
General Fund	\$13,154,660	\$23,049,567
Nongeneral Fund	\$13,154,660	\$23,049,567

- Replace federally mandated Medicaid enterprise claims system**

Funds costs associated with replacing the existing Medicaid Management Information System (MMIS) and transforming to a Medicaid Enterprise System (MES). The MMIS is the mechanized claims processing and information retrieval system which states are required to have by the federal Centers for Medicare and Medicaid Services (CMS). The contract to operate Virginia's MMIS ends June 30, 2018.

	2017	2018
General Fund	\$4,635,000	\$5,835,000
Nongeneral Fund	\$41,715,000	\$52,515,000

- Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$71,842	\$74,505
Nongeneral Fund	\$86,277	\$89,485

- Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	\$2,814	\$3,049
Nongeneral Fund	\$3,889	\$4,415

- Cover Applied Behavioral Analysis (ABA) services under FAMIS**

Adds coverage for Applied Behavioral Analysis (ABA), and other behavioral therapy services, for children in Family Access to Medical Insurance Security Plan (FAMIS). Virginia covers ABA and other behavioral therapy treatment services for children enrolled in Medicaid through the Early and Periodic Screening, Diagnosis and Treatment (EPSDT) program but this option is not currently available to children in FAMIS.

	2017	2018
General Fund	\$145,754	\$121,793
Nongeneral Fund	\$675,393	\$893,145

- Cover increased cost of operational contracts**

Provides funding to support the estimated cost of re-procuring several major contracts. The Department of Medical Assistance Services (DMAS) has three significant administrative contracts that will expire within the next year. Preliminary estimates indicate that the cost of these new contracts will be higher based on current market conditions.

	2017	2018
General Fund	\$2,400,000	\$2,400,000
Nongeneral Fund	\$2,400,000	\$2,400,000

- Fund comprehensive Medicaid benefit package for substance use disorder (SUD) treatment**

Fund enhancements that are necessary to meet the Centers for Medicare and Medicaid Services (CMS) requirements for a comprehensive Medicaid benefit that would allow the Commonwealth to apply for a Substance Use Disorder (SUD) waiver. Specifically, this package includes funding and authority for the Department of Medical Assistance Services to expand substance abuse treatment coverage; increase Medicaid treatment rates; add peer support services; provide support for care coordination; and provide intensive provider education and recruitment. Funding and two positions are also included to cover the administrative costs associated with implementing this waiver.

	2017	2018
General Fund	\$2,602,412	\$8,376,260
Nongeneral Fund	\$2,602,412	\$8,376,260
Authorized Positions	2.00	2.00

- Implement the Managed Long-Term Services and Supports (MLTSS) initiative**

Provides funding for five positions and adjusts the budget for anticipated management contract expenses associated with MLTSS start-up. The estimated savings represent the discontinuance of the current fee-for-service transportation contract as these services will move to managed care and will be incorporated into future payments. This package only reflects MLTSS administration and start-up adjustments. It is expected that the programmatic and service impact will be reflected in next year's Medicaid forecast.

	2017	2018
General Fund	\$551,953	(\$7,776,547)
Nongeneral Fund	\$2,201,953	(\$6,851,547)
Authorized Positions	5.00	5.00

- Increase personal care rates**

Increases rates for consumer and agency directed personal care, respite care and companion care by two percent in FY 2017 in the Elderly or Disabled with Consumer Direction (EDCD) and ID/DD waivers and Early and Periodic Screening, Diagnosis and Treatment (EPSDT) program to cover provider expenses.

	2017	2018
General Fund	\$7,124,799	\$7,972,821
Nongeneral Fund	\$7,124,799	\$7,972,821

- Increase private duty nursing rates**

Increases rates for private duty nursing by two percent in the Tech waiver and Early and Periodic Screening, Diagnosis and Treatment (EPSDT) program to cover a larger percentage of provider expenses.

	2017	2018
General Fund	\$563,265	\$656,490
Nongeneral Fund	\$563,265	\$656,490

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Medical Assistance Services (Continued)**

• **Increase support for managed care operations**

Provides seven positions, and the associated funding, to handle the increased workload associated with the agency's complex and growing managed care enterprise. The additional positions will enhance managed care operations and Medallion 3.0 to ensure compliance with federal regulations.

	<u>2017</u>	<u>2018</u>
General Fund	\$360,097	\$360,097
Nongeneral Fund	\$360,097	\$360,097
Authorized Positions	7.00	7.00

• **Rebase training center budgets to reflect anticipated closures**

Adjusts the budget for state training center reimbursements to account for the on-going facility closure costs and savings resulting from compliance with the Department of Justice settlement agreement. This package reflects the estimated impact of closing Northern Virginia Training Center in March 2016, and Southwestern Virginia Training Center by the end of FY 2018. There is a companion amendment included in the Department of Behavioral Health and Developmental Services (DBHDS) training center Item to account for costs not reimbursable through Medicaid.

	<u>2017</u>	<u>2018</u>
General Fund	(\$9,832,972)	(\$10,907,845)
Nongeneral Fund	(\$9,832,971)	(\$10,907,844)

• **Remove prior authorization for preventative lung cancer screenings**

Provides funding to eliminate prior authorization requirements for low-dose computed tomography (LDCT) lung cancer screenings as a preventive measure for at-risk recipients. Based on current policy, LDCT screenings are only covered with prior authorization and when medically necessary. Covering the screening for Medicaid adults as a preventive service is expected to decrease a recipient's risk of developing advanced-stage lung cancer.

	<u>2017</u>	<u>2018</u>
General Fund	\$51,841	\$59,325
Nongeneral Fund	\$51,841	\$59,325

• **Provide health care coverage to the uninsured**

Authorizes the expansion of Medicaid on January 1, 2017, to non-elderly adults with incomes up to 133 percent of the federal poverty level. This action would result in over 350,000 Virginians gaining access to health care. In addition, the state would achieve significant savings as new Medicaid funding would supplant state-supported indigent care costs, services provided by Community Services Boards, and inpatient hospital costs for incarcerated individuals. The net general fund savings to the Commonwealth would be approximately \$59.2 million in FY 2017 and \$97.7 in FY 2018. This coverage expansion would reduce indigent care costs for hospitals across the Commonwealth, resulting in improvements to their financial condition, especially for rural hospitals.

	<u>2017</u>	<u>2018</u>
General Fund	(\$38,564,934)	(\$46,001,617)
Nongeneral Fund	\$707,219,664	\$2,297,021,490
Authorized Positions	15.00	15.00

• **Provide authority to limit overtime hours for consumer-directed attendants**

Authorizes the Department of Medical Assistance Services (DMAS) to limit overtime hours that may be provided by attendants who are providing care under the consumer-directed service option in the Medicaid waivers. Funding for DMAS to comply with this new federal rule is included in the Official Consensus Medicaid forecast beginning in FY 2016.

	<u>2017</u>	<u>2018</u>
General Fund	(\$5,700,000)	(\$6,200,000)
Nongeneral Fund	(\$5,700,000)	(\$6,200,000)

• **Withhold biennial inflation for inpatient and outpatient hospitals**

Eliminates the inflation adjustment in each year of the biennium (2.6 percent in FY 2017 and 2.7 percent in FY 2018) for hospital rates that is included in the Medicaid and children's health insurance expenditure forecasts.

	<u>2017</u>	<u>2018</u>
General Fund	(\$15,004,581)	(\$32,651,145)
Nongeneral Fund	(\$14,668,870)	(\$31,880,708)

• **Withhold inflation from home health providers for FY 2018**

Eliminates the FY 2018 inflation adjustment for home health provider rates that is included in the Medicaid expenditure forecast.

	<u>2017</u>	<u>2018</u>
General Fund	\$0	(\$51,229)
Nongeneral Fund	\$0	(\$51,229)

• **Withhold inflation from nursing facilities for FY 2018**

Eliminates the FY 2018 inflation adjustment for nursing facility rates that is included in the Medicaid expenditure forecast.

	<u>2017</u>	<u>2018</u>
General Fund	\$0	(\$12,713,641)
Nongeneral Fund	\$0	(\$12,713,641)

• **Withhold inflation from outpatient rehabilitation facilities for FY 2018**

Eliminates the FY 2018 inflation adjustment for outpatient rehabilitation facility rates that is included in the Medicaid expenditure forecast.

	<u>2017</u>	<u>2018</u>
General Fund	\$0	(\$170,394)
Nongeneral Fund	\$0	(\$170,394)

• **Continue operations of the Cover Virginia Centralized Processing Unit**

Removes budget language in the Appropriation Act that restricts the capabilities of the Cover Virginia Centralized Processing Unit.

• **Develop prospective fiscal year rates for specialized care facilities**

Authorizes the department to develop prospective state fiscal year rates for specialized care nursing facilities consistent with the existing cost-based methodology for specialized care nursing facilities.

• **Implement pricing methodology change for pharmaceutical products**

Authorizes the department to implement a federally required pricing methodology change for pharmaceutical products. The Centers for Medicare and Medicaid Services (CMS) has issued final rules on pricing methodology for pharmaceuticals that will require states to pay pharmacies based on actual acquisition cost of the drug (ingredient) plus a professional dispensing fee. It is assumed that the required change will be implemented in a budget neutral fashion.

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Behavioral Health and Developmental Services (Continued)**

**Department of Behavioral Health and Developmental Services**

Supporting individuals by promoting recovery, self-determination, and wellness in all aspects of life

**Operating Budget Summary**

	General Fund	Nongeneral Fund	Personnel Cost
2013 Appropriation	\$38,542,721	\$29,130,629	\$20,484,691
2014 Appropriation	\$37,307,401	\$25,856,333	\$21,433,442
2015 Appropriation	\$46,609,895	\$27,566,203	\$33,513,044
2016 Appropriation	\$50,078,008	\$28,199,077	\$34,003,143
2017 Base Budget	\$50,078,008	\$28,199,077	\$35,102,251
2017 Intro Changes	\$7,626,125	\$5,320,695	\$8,376,422
<b>2017 Total</b>	<b>\$57,704,133</b>	<b>\$33,519,772</b>	<b>\$43,478,673</b>
2018 Base Budget	\$50,078,008	\$28,199,077	\$35,102,251
2018 Intro Changes	\$7,615,826	\$5,443,614	\$9,302,723
<b>2018 Total</b>	<b>\$57,693,834</b>	<b>\$33,642,691</b>	<b>\$44,404,974</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	208.85	13.40	222.25
2014 Appropriation	214.85	11.40	226.25
2015 Appropriation	224.85	13.40	238.25
2016 Appropriation	225.85	13.40	239.25
2017 Base Budget	225.85	13.40	239.25
2017 Intro Changes	175.75	16.00	191.75
<b>2017 Total</b>	<b>401.60</b>	<b>29.40</b>	<b>431.00</b>
2018 Base Budget	225.85	13.40	239.25
2018 Intro Changes	175.75	16.00	191.75
<b>2018 Total</b>	<b>401.60</b>	<b>29.40</b>	<b>431.00</b>

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- Adjust appropriation for centrally funded health insurance costs**  
 Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$191,052	\$191,052
Nongeneral Fund	\$53,928	\$53,928

- Adjust appropriation for centrally funded retirement rate changes**  
 Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$450,442	\$450,442
Nongeneral Fund	\$140,833	\$140,833

- Adjust appropriation for centrally funded state employee other post employment benefit rate changes**

Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$17,667	\$17,667
Nongeneral Fund	\$5,522	\$5,522

- Adjust appropriation for changes in information technology costs**

Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	(\$49,355)	(\$49,355)
Nongeneral Fund	\$265,980	\$265,980

- Adjust appropriation for the centrally funded compression pay adjustment for state employees**

Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$207,302	\$207,302
Nongeneral Fund	\$58,172	\$58,172

- Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**

Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$36,605	\$36,605
Nongeneral Fund	\$11,293	\$11,293

- Adjust appropriation for the centrally funded two percent salary increase for state employees**

Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$353,586	\$353,586
Nongeneral Fund	\$99,221	\$99,221

- Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$281,020	\$281,020
Nongeneral Fund	\$77,897	\$77,897

- Adjust appropriation to account for reduction taken from improper agency code**

Corrects an erroneous reduction in the agency's central office budget. The General Assembly removed one of the governor's amendments to increase housing supplements for individuals in the Department of Justice settlement population. However, the funds were mistakenly taken from agency 720 (Central Office), when they had been appropriated to agency 790 (Grants to Localities). This sum zero adjustment will correct the error and eliminate the need to transfer the funds administratively.

	2017	2018
General Fund	\$675,000	\$675,000

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Behavioral Health and Developmental Services (Continued)**

• **Distribute savings to agency budgets**

Moves savings budgeted centrally in Paragraph A, Item 471.10, Chapter 665, 2015 Acts of Assembly from Central Appropriations to the individual budgets of state agencies.

	<u>2017</u>	<u>2018</u>
General Fund	(\$2,158,621)	(\$2,158,621)

• **Increase nongeneral fund appropriation to account for Medicaid reimbursement**

Increases the nongeneral fund appropriation in the central office to account for Medicaid reimbursement for certain licensing and quality service review activities associated with the settlement agreement. When the general fund was initially appropriated, it was not known how much would be eligible for federal match. This increase was handled administratively in FY 2015 and FY 2016.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$3,417,000	\$3,417,000

• **Realign appropriation between programs**

Transfers funds from the general administrative service area to both the newly created central-office based community services program for community-based programs operated out of the central office, and to the licensing department for administrative costs associated with the Department of Justice settlement. This sum zero transfer will align the budget with expected spending and eliminate the need for administrative transfers.

• **Transfer funds for Health Support Networks**

Moves funds that were originally appropriated in agency 790 (Grants to Localities) to the agency 720 (Central Office). The transfer of these funds in FY 2015 and FY 2016 was done administratively. This zero sum adjustment will permanently move the funds to the agency where they will be spent.

	<u>2017</u>	<u>2018</u>
General Fund	\$2,600,000	\$2,600,000

• **Transfer funds for the Independent Reviewer**

Moves funds from agency 790 (Grants to Localities) to agency 720 (Central Office) that are associated with the budget for the independent reviewer of the state's compliance with the Department of Justice settlement agreement. The funds being transferred are funds that were added to the incorrect agency, as the remainder of the independent reviewer's budget is appropriated in 720.

	<u>2017</u>	<u>2018</u>
General Fund	\$49,000	\$49,000

• **Correct fund source for Medicaid reimbursable administrative costs**

Transfers \$2,642,583 in nongeneral funds to the proper fund source. This technical amendment has no fiscal impact.

• **Increase position levels at central office**

Increases positions associated with implementation of the Department of Justice (DOJ) settlement, the Developmental Disability (DD) waiver staff transferring from the Department of Medical Assistance, electronic health records, as well as other critical staff needed for program oversight and accountability.

	<u>2017</u>	<u>2018</u>
Authorized Positions	140.00	140.00

**Introduced Budget Non-Technical Changes**

• **Address increasing workload for independent reviewer**

Provides general fund support to address the anticipated increase in the workload of the Independent Reviewer (IR) that monitors the settlement agreement between the federal Department of Justice (DOJ) and the Commonwealth. The original Settlement Agreement did not require any serious incident reviews or related reports to the court. As a result, those responsibilities were not taken into consideration when the IR's budget was determined. They were added by the judge upon final signing.

	<u>2017</u>	<u>2018</u>
General Fund	\$63,734	\$72,544

• **Fund additional positions to support DOJ administrative requirements**

Provides funds to increase licensing and quality management staff in the central office. The positions include 10 licensing specialists, five positions to assist in the development and execution of improved case management and service needs evaluation processes, two positions related to internal review and data quality assurance, and two positions tasked with the implementation of a rental subsidy program for individuals with intellectual and developmental disabilities. These positions are necessary for the agency to meet the terms of the service delivery changes required by the settlement agreement with the U.S. Department of Justice (DOJ).

	<u>2017</u>	<u>2018</u>
General Fund	\$1,360,098	\$1,813,382
Nongeneral Fund	\$516,838	\$585,228
Authorized Positions	19.00	19.00

• **Support administrative needs for the increase in waiver services**

Provides funds for 10 prior authorization specialists, five prior authorization team leads, and one administrative assistant to support the prior authorization team. These positions will be responsible for working with Community Services Boards and case managers to assist in the transition of individuals into the proposed newly-designed intellectual and developmental waiver system. Specifically, these positions will monitor the mix of services offered to individuals; provide technical support to produce service utilization data; perform quality management; and monitor waiver recipients' individual support plans to ensure the transition to more integrated day and residential services.

	<u>2017</u>	<u>2018</u>
General Fund	\$659,193	\$712,690
Nongeneral Fund	\$649,690	\$703,414
Authorized Positions	16.00	16.00

• **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	<u>2017</u>	<u>2018</u>
General Fund	\$49,903	\$52,093
Nongeneral Fund	\$13,841	\$14,319



## Part B: Executive Biennial Budget - 2016-2018 Biennium

### Department of Behavioral Health and Developmental Services (Continued)

- **Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	(\$596,833)	(\$596,240)
Nongeneral Fund	\$10,480	\$10,807

- **Implement event tracking quality management system**

Provides funds to implement a consolidated event tracking quality management system. This system will significantly improve outcomes for all the stakeholders and offer specific business process improvements for the Division of Quality Improvement and Development, permit more timely and accurate assessment of Critical Event data, and allow state facilities and private providers to proactively prevent the occurrence of events rather than responding to events that have already occurred. Critical Events include deaths, injuries, abuse allegations, the utilization of seclusion and restraints, and other events that merit investigation, regulatory reporting, and resolution.

	2017	2018
General Fund	\$945,952	\$244,553
Authorized Positions	1.00	1.00

- **Expand outpatient competency restoration system**

Provides funds for restoration of competency services for up to 85 individuals. Outpatient competency restoration services consist of assessment services to determine the cause of the incompetency, one-to-one educational sessions regarding the legal system, case management services, psychiatry services as needed, and medications.

	2017	2018
General Fund	\$85,000	\$85,000

- **Expand the availability of resources to conditionally release individuals adjudicated not guilty by reason of insanity**

Expands availability of resources for the conditional release of those found not guilty by reason of insanity (NGRI). These funds will support up to 24 additional individuals who were found NGRI, but who can be transitioned into community settings.

	2017	2018
General Fund	\$84,000	\$84,000

- **Fund Developmental Disabilities Health Support Networks in southwest Virginia**

Support a Developmental Disability Health Supports Network in the Southwestern Virginia region. Current base funding for DDHSNs in FY 2016 is \$2.6 million, which funds networks that replace services that were previously being provided by Southside Virginia Training Center and Northern Virginia Training Center. The services provided include health education, dental services, and equipment repair.

	2017	2018
General Fund	\$1,300,000	\$1,300,000
Authorized Positions	8.75	8.75

- **Provide additional positions for the Individual and Family Supports Program**

Provides funds for five additional positions in the Individual and Family Supports Program. Pursuant to the settlement agreement with the federal Department of Justice (DOJ), the program was initially established as a cash benefit provided to a minimum of 1,000 individuals or families per year. The Independent Reviewer has interpreted the language of the agreement to require a more comprehensive program, stating in his reviews to the court that the Commonwealth is not complying with the agreement as the program is currently being run. The revamped IFSP will include staff in each region to help link individuals on the intellectual and developmental disability waitlists with available services and supports in their area.

	2017	2018
General Fund	\$366,160	\$488,213
Authorized Positions	5.00	5.00

- **Provide community supports for individuals in training centers not covered by Medicaid**

Provides funds to transition four individuals currently residing in state intellectual disability training centers into the community. These four individuals are not eligible for Medicaid, but are still required to be offered community-based services and transferred out of state facilities under the settlement agreement with the federal Department of Justice. These individuals will be transferred in FY 2017.

	2017	2018
General Fund	\$503,204	\$503,204

- **Support oversight system for court ordered evaluations**

Provides funds for two FTE and associated costs of implementing proposed legislation that would require the creation and implementation of an oversight system for competency and sanity evaluations. All evaluations would be subject to peer review. The proposed legislation would also empower the Department of Behavioral Health and Developmental Services (DBHDS) to create a list of competent, trained evaluators and would allow DBHDS to remove evaluators from the approved list if they fail to produce evaluations consistent with current standards of practice.

	2017	2018
General Fund	\$152,016	\$202,689
Authorized Positions	2.00	2.00

- **Add language to clarify the use of new service areas**

Provides clarification on the use of general fund appropriation in a newly created program and service areas within the agency's budget. As part of base budget adjustments for the 2016-2018 biennial budget development process, the Department of Planning and Budget in coordination with the Department of Behavioral Health and Developmental Services established program 444, Central Office Managed Community and Individual Health Services in addition to service areas for mental health and intellectual and developmental disability services. In an effort to increase transparency, this action was taken in order to clearly designate and group contracted funds to Community Service Boards or contractually-based services the department enters into with community based service providers.

- **Modify language on use of telepsychiatry funding**

Modifies language concerning telepsychiatry in order to more accurately reflect telecommunications services provided by the Department of Behavioral Health and Developmental Services network.

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Grants to Localities (Continued)**

**Grants to Localities**

Supporting individuals by promoting recovery, self-determination, and wellness in all aspects of life

**Operating Budget Summary**

	General Fund	Nongeneral Fund	Personnel Cost
2013 Appropriation	\$285,397,318	\$62,224,242	\$50,000
2014 Appropriation	\$269,347,318	\$62,274,242	\$100,000
2015 Appropriation	\$287,332,709	\$61,679,447	\$100,000
2016 Appropriation	\$317,076,689	\$61,679,447	\$100,000
2017 Base Budget	\$317,076,689	\$61,679,447	\$0
2017 Intro Changes	(\$1,615,875)	\$0	\$0
<b>2017 Total</b>	<b>\$315,460,814</b>	<b>\$61,679,447</b>	<b>\$0</b>
2018 Base Budget	\$317,076,689	\$61,679,447	\$0
2018 Intro Changes	(\$13,625,282)	\$0	\$0
<b>2018 Total</b>	<b>\$303,451,407</b>	<b>\$61,679,447</b>	<b>\$0</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	0.00	0.00	0.00
2014 Appropriation	0.00	0.00	0.00
2015 Appropriation	0.00	0.00	0.00
2016 Appropriation	0.00	0.00	0.00
2017 Base Budget	0.00	0.00	0.00
2017 Intro Changes	0.00	0.00	0.00
<b>2017 Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
2018 Base Budget	0.00	0.00	0.00
2018 Intro Changes	0.00	0.00	0.00
<b>2018 Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- **Adjust appropriation for the centrally funded two percent salary increase for state supported local employees**

Adjusts appropriation for the two percent salary increase for state supported local employees budgeted in Central Appropriations, Item 467.R. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$2,757,487	\$2,757,487

- **Adjust appropriation to account for reduction taken from improper agency code**

Corrects an erroneous reduction in the agency's central office budget. The general assembly rejected one of the governor's amendments to increase housing supplements for individuals in the DOJ settlement population. However, the funds were mistakenly taken from agency 720, when they had been appropriated to agency 790. This adjustment will correct the mistake and eliminate the need to transfer the funds administratively.

	2017	2018
General Fund	(\$675,000)	(\$675,000)

- **Transfer funds for Health Support Networks to Central Office**

Moves funds that were originally appropriated in agency 790 (Community Services Boards) to the agency 720 (Central Office). The transfer of these funds in FY 2015 and FY 2016 was done administratively. This zero sum adjustment will permanently move the funds to the agency where they will be spent.

	2017	2018
General Fund	(\$2,600,000)	(\$2,600,000)

- **Transfer funds for the Independent Reviewer**

Moves funds from agency 790 (Grants to Localities) to agency 720 (Central Office) that are associated with the budget for the independent reviewer of the state's compliance with the Department of Justice settlement agreement. The funds being transferred are funds that were added to the incorrect agency, as the remainder of the independent reviewer's budget is appropriated in 720.

	2017	2018
General Fund	(\$49,000)	(\$49,000)

**Introduced Budget Non-Technical Changes**

- **Address increasing caseload in the Early Intervention – Part C program**

Provides funds for anticipated caseload growth in the Early Intervention Part - C program. The average growth over the last four years was 4.9 percent. The federal Individuals with Disabilities Education Act requires that the state must identify and enroll all eligible children. These funds are supplemented by federal and local funds.

	2017	2018
General Fund	\$1,716,961	\$2,512,001

- **Expand crisis stabilization programs consistent with requirements**

Funds crisis stabilization programs required by the settlement agreement with the federal Department of Justice (DOJ). This amendment includes funds to build two, eight-bed therapeutic homes, in addition to funds for mobile crisis services, respite services for children, and crisis coordinators in each region. Funds are included for three crisis specialists to work in state mental health facilities to reduce unnecessary institutionalization. The Independent Reviewer charged with monitoring the state's compliance with the agreement has noted that the state continues to be noncompliant in this area, particularly as it applies to children.

	2017	2018
General Fund	\$4,330,000	\$5,327,000

- **Provide transitional funding for individuals leaving the training center**

Provides support for transitional needs for an estimated 180 individuals leaving the training centers during the biennium. There is currently no base funding dedicated to this need. All transitional needs have been supported through carryforward requests in FY 2015 and FY 2016. The requested funding will support needs that are not covered by Medicaid, including assistive technology, home and vehicle modifications, and specialized durable medical equipment.

	2017	2018
General Fund	\$636,000	\$480,000

- **Expand rental assistance programs for the intellectually and developmentally disabled**

Provides funds for 300 rental vouchers, and funding for two positions to manage the rental subsidy program. This request will phase in the new rental subsidies by adding 150 in FY 2017, and an additional 150 in FY 2018.

	2017	2018
General Fund	\$1,875,000	\$3,750,000

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Grants to Localities (Continued)**

- **Increase diversion options for persons with mental illness who are involved in the criminal justice system by creating a magistrate's post-booking diversion pilot**

Provides funds for up to three additional post-booking diversion programs. These programs enhance identification, diversion, and connection of persons with mental illness or co-occurring substance abuse disorders involved in the criminal justice system by providing pre-trial mental health and substance abuse services.

	2017	2018
General Fund	\$600,000	\$600,000

- **Provide on-going funds for Rental Choice VA subsidy program.**

Provides on-going funds for the Rental Choice VA program established pursuant to the settlement agreement with the federal Department of Justice. The individuals being served by this program currently have no stable fund source for the subsidies being provided, as the program was originally funded with a one-time \$800,000 appropriation. If on-going funds are not appropriated, they will lose their subsidy and will likely end up in a more expensive, congregate setting.

	2017	2018
General Fund	\$400,000	\$400,000

- **Account for savings from federal participation in substance abuse and mental health services**

Reflects savings associated with providing federally reimbursable substance abuse and mental health services.

	2017	2018
General Fund	(\$12,143,442)	(\$29,144,262)

- **Support transitional housing continuum for forensic patients**

Provides funds to establish one therapeutic group home and one intensive community residential treatment program in the Eastern State Hospital catchment area. In addition, discharge assistance planning funds (DAP) are provided to address extraordinary barriers to discharge so that individuals who are ready for placement in the community have the supports necessary to succeed outside of a state hospital. This amendment also includes funds for one position to monitor, evaluate, and prioritize individuals waiting for transfer to a state facility from local jails.

	2017	2018
General Fund	\$1,536,119	\$3,016,492

**Mental Health Treatment Centers**

Supporting individuals by promoting recovery, self-determination, and wellness in all aspects of life

**Operating Budget Summary**

	General Fund	Nongeneral Fund	Personnel Cost
2013 Appropriation	\$206,390,290	\$95,800,495	\$227,775,783
2014 Appropriation	\$204,941,706	\$95,800,495	\$227,165,670
2015 Appropriation	\$250,498,607	\$90,796,948	\$268,475,257
2016 Appropriation	\$259,711,672	\$76,227,744	\$264,618,602
2017 Base Budget	\$259,711,672	\$76,227,744	\$273,448,471
2017 Intro Changes	\$35,011,522	\$2,284,714	\$29,711,568
<b>2017 Total</b>	<b>\$294,723,194</b>	<b>\$78,512,458</b>	<b>\$303,160,039</b>
2018 Base Budget	\$259,711,672	\$76,227,744	\$273,448,471
2018 Intro Changes	\$34,358,570	\$2,303,970	\$29,969,235
<b>2018 Total</b>	<b>\$294,070,242</b>	<b>\$78,531,714</b>	<b>\$303,417,706</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	3,759.00	765.00	4,524.00
2014 Appropriation	3,759.00	765.00	4,524.00
2015 Appropriation	4,197.00	665.00	4,862.00
2016 Appropriation	4,216.00	665.00	4,881.00
2017 Base Budget	4,216.00	665.00	4,881.00
2017 Intro Changes	-393.00	-63.00	-456.00
<b>2017 Total</b>	<b>3,823.00</b>	<b>602.00</b>	<b>4,425.00</b>
2018 Base Budget	4,216.00	665.00	4,881.00
2018 Intro Changes	-393.00	-63.00	-456.00
<b>2018 Total</b>	<b>3,823.00</b>	<b>602.00</b>	<b>4,425.00</b>

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- **Adjust appropriation for a salary increase for security officer roles**  
Adjusts appropriation for a \$1,000 salary increase for employees in Security Officer I and III roles.

	2017	2018
General Fund	\$90,971	\$90,971
Nongeneral Fund	\$10,069	\$10,069

- **Adjust appropriation for centrally funded health insurance costs**  
Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$2,593,039	\$2,593,039
Nongeneral Fund	\$503,825	\$503,825

- **Adjust appropriation for centrally funded retirement rate changes**  
Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$5,376,095	\$5,376,095
Nongeneral Fund	\$639,561	\$639,561

- **Adjust appropriation for centrally funded state employee other post employment benefit rate changes**

Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$210,853	\$210,853
Nongeneral Fund	\$25,060	\$25,060

- **Adjust appropriation for the centrally funded compression pay adjustment for state employees**

Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$2,762,190	\$2,762,190
Nongeneral Fund	\$305,981	\$305,981

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Mental Health Treatment Centers (Continued)**

- **Adjust appropriation for the centrally funded two percent salary increase for state employees**

Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$3,639,926	\$3,639,926
Nongeneral Fund	\$403,195	\$403,195

- **Adjust appropriation for the centrally funded two percent salary increase for state employees in high turnover roles**

Adjusts appropriation for the two percent salary increase for state employees in high turnover roles budgeted in Central Appropriations, Item 467.T. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,884,984	\$1,884,984
Nongeneral Fund	\$68,471	\$68,471

- **Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$2,903,274	\$2,903,274
Nongeneral Fund	\$316,534	\$316,534

- **Distribute savings to agency budgets**

Moves savings budgeted centrally in Paragraph A, Item 471.10, Chapter 665, 2015 Acts of Assembly from Central Appropriations to the individual budgets of state agencies.

	<u>2017</u>	<u>2018</u>
General Fund	(\$2,312,164)	(\$2,312,164)

- **Realign funds within mental health facility service areas**

Transfers funds between various service areas of mental health facility budgets, including state mental health services, general facility administration, and secure confinement. This adjustment will eliminate the need for these transfers to be done administratively and will increase transparency

- **Distribute funds correctly between various programs**

Transfers general fund dollars in the amount of \$2.0 million from program 197 (Instruction) to program 430 (State Health Services). This is a zero sum transfer that supports the re-opening of the geriatric unit at South Western Virginia Mental Health Institut which occurred in FY 2012. Funding was not properly aligned when the re-opening occurred, and administrative transfers have been used to move the funds each year.

- **Reduce position levels at mental health facilities**

Adjusts authorized position levels at state mental health hospitals by reducing the position level from 4,881 to 4,419, for a total reduction of 462. Part of this reduction (170) is attributed to last session's transfer of Hiram Davis Medical Center from Mental Health Facilities (792) to the Training Centers (793) last year. The funding was transferred but the positions in the budget were not. Additionally based on internal analysis, a further reduction of 292 is needed to reflect current funded staffing levels at the mental health facilities.

	<u>2017</u>	<u>2018</u>
Authorized Positions	(462.00)	(462.00)

**Introduced Budget Non-Technical Changes**

- **Capture unused funds at Catawba and Piedmont**

Reverses an amendment included in Chapter 665, 2015 Acts of Assembly, that provided general fund dollars to Catawba Hospital and Piedmont Geriatric Facility for the purpose of reclassifying as intermediate care nursing homes, which would have reduced Medicaid reimbursement to those facilities. It has been determined that the facilities can not meet the criteria for nursing home certification, and the amendment must be reversed to reduce their direct general fund appropriation. A companion amendment is included in the facility program at the Department of Medical Assistance Services to increase the amount of funds available for Medicaid reimbursement of the facilities

	<u>2017</u>	<u>2018</u>
General Fund	(\$8,575,925)	(\$8,575,925)

- **Increase pediatric services at Commonwealth Center for Children and Adolescents (CCCA)**

Provides funds to increase the number of hours that on-site pediatric medical services are available to children and youth admitted to the facility.

	<u>2017</u>	<u>2018</u>
General Fund	\$69,096	\$69,096

- **Transfer funds within facility system to address critical needs**

Transfers funds within the agency's facility system to accommodate the needs of individual facilities. Growing costs in pharmaceuticals, supports services at Central State Hospital, and overtime costs associated with a greater number of admissions have increased the needs at state mental health facilities. In previous years, the agency has transferred nongeneral funds to offset some of the increased costs, but the closure of training centers will reduce nongeneral fund balances available for such transfers. This adjustment will permanently move funds to the facilities where they are most needed and will reduce the need for administrative transfers. This sum zero transfer has no fiscal impact.

	<u>2017</u>	<u>2018</u>
General Fund	\$8,848,744	\$8,848,744

- **Add direct care staffing to address increased high acuity admissions**

Adds six positions at Western State Hospital to address the increase in admissions, discharges and high acuity clients. The increase in temporary detention order and forensic admissions has presented numerous challenges at the facility, with more clients requiring direct observation.

	<u>2017</u>	<u>2018</u>
General Fund	\$257,670	\$515,337
Authorized Positions	6.00	6.00

- **Address revenue shortfall at Hancock Geriatric Treatment Center**

Backfills the loss of federal revenues as a result of decertification from the Medicaid program of the facility. These funds will allow the facility to continue to operate 80 geriatric beds, with 20 certified as Inpatient Psychiatric Hospital beds for acute admissions.

	<u>2017</u>	<u>2018</u>
General Fund	\$8,252,321	\$8,252,321

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Mental Health Treatment Centers (Continued)**

- **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$164,091	\$170,375
Nongeneral Fund	\$6,647	\$7,453

- **Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	\$24,189	\$107,286
Nongeneral Fund	\$5,371	\$23,821

- **Close Catawba Hospital**

Provides funds to begin the process of closing Catawba Hospital by the end of FY 2018. Funds are included to support the purchase of private inpatient beds to divert individuals from being admitted to Catawba during the closure period, for the implementation of a staff retention plan, for the agency to secure a program manager tasked with beginning the closure process, and other related expenditures associated with developing a closure plan. The agency must submit a plan for expenditure of these funds to the Secretary of Health and Human Resources and the Secretary of Finance. Language is included that requires the agency to submit budget requests for consideration by the 2017 General Assembly for the full costs of moving long-term patients into community settings, and for building community capacity for those who would otherwise be served by the hospital.

	2017	2018
General Fund	\$1,000,000	\$0

- **Address compensation issues at mental health facilities**

Provides funds to increase shift differentials at state facilities by up to 30 percent. State mental health facilities have seen turnover rates of 29 percent. This increase in shift differentials will help facilities reduce overtime useage and reduce turnover.

	2017	2018
General Fund	\$1,181,177	\$1,181,177

- **Transfer funds to support Hancock Geriatric Treatment Center**

Transfers unused Medicaid match from the state facility program at the Department of Medical Assistance Services to the direct general fund appropriation at the Department of Behavioral Health and Developmental Services for the operation of Hancock Geriatric Facility. The facility lost Medicaid certification in FY 2016, and the decision to operate the facility as a general fund only facility requires the transfer of unused match to continue the operation of 80 beds in the facility. This amendment is a sum zero transfer between the two agencies.

	2017	2018
General Fund	\$6,640,991	\$6,640,991

**Intellectual Disabilities Training Centers**

Supporting individuals by promoting recovery, self-determination, and wellness in all aspects of life

**Operating Budget Summary**

	General Fund	Nongeneral Fund	Personnel Cost
2013 Appropriation	\$32,123,078	\$230,307,057	\$217,701,517
2014 Appropriation	\$32,123,078	\$230,307,057	\$217,701,517
2015 Appropriation	\$42,550,042	\$170,307,057	\$204,387,008
2016 Appropriation	\$43,504,309	\$184,910,559	\$216,795,902
2017 Base Budget	\$43,504,309	\$184,910,559	\$169,273,237
2017 Intro Changes	(\$7,506,310)	(\$19,471,352)	(\$15,045,246)
<b>2017 Total</b>	<b>\$35,997,999</b>	<b>\$165,439,207</b>	<b>\$154,227,991</b>
2018 Base Budget	\$43,504,309	\$184,910,559	\$169,273,237
2018 Intro Changes	(\$8,345,409)	(\$26,436,215)	(\$21,512,129)
<b>2018 Total</b>	<b>\$35,158,900</b>	<b>\$158,474,344</b>	<b>\$147,761,108</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	2,219.00	1,849.00	4,068.00
2014 Appropriation	2,219.00	1,849.00	4,068.00
2015 Appropriation	1,447.00	1,217.00	2,664.00
2016 Appropriation	1,447.00	1,217.00	2,664.00
2017 Base Budget	1,447.00	1,217.00	2,664.00
2017 Intro Changes	-293.00	-246.00	-539.00
<b>2017 Total</b>	<b>1,154.00</b>	<b>971.00</b>	<b>2,125.00</b>
2018 Base Budget	1,447.00	1,217.00	2,664.00
2018 Intro Changes	-293.00	-246.00	-539.00
<b>2018 Total</b>	<b>1,154.00</b>	<b>971.00</b>	<b>2,125.00</b>

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- **Adjust appropriation for a salary increase for security officer roles**

Adjusts appropriation for a \$1,000 salary increase for employees in Security Officer I and III roles.

	2017	2018
General Fund	\$12,992	\$12,992

- **Adjust appropriation for centrally funded health insurance costs**

Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$936,459	\$936,459
Nongeneral Fund	\$870,609	\$870,609

- **Adjust appropriation for centrally funded retirement rate changes**

Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$2,164,285	\$2,164,285
Nongeneral Fund	\$1,935,277	\$1,935,277

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Intellectual Disabilities Training Centers (Continued)**

- Adjust appropriation for centrally funded state employee other post employment benefit rate changes**  
 Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$84,899	\$84,899
Nongeneral Fund	\$75,867	\$75,867

- Adjust appropriation for the centrally funded compression pay adjustment for state employees**  
 Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,189,510	\$1,189,510
Nongeneral Fund	\$826,963	\$826,963

- Adjust appropriation for the centrally funded two percent salary increase for state employees**  
 Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,487,370	\$1,487,370
Nongeneral Fund	\$1,034,010	\$1,034,010

- Adjust appropriation for the centrally funded two percent salary increase for state employees in high turnover roles**  
 Adjusts appropriation for the two percent salary increase for state employees in high turnover roles budgeted in Central Appropriations, Item 467.T. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$874,211	\$874,211
Nongeneral Fund	\$657,687	\$657,687

- Adjust appropriation to accelerate the employer retirement contribution phase in schedule**  
 Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,187,354	\$1,187,354
Nongeneral Fund	\$811,748	\$811,748

- Distribute savings to agency budgets**  
 Moves savings budgeted centrally in Paragraph A, Item 471.10, Chapter 665, 2015 Acts of Assembly from Central Appropriations to the individual budgets of state agencies.

	<u>2017</u>	<u>2018</u>
General Fund	(\$109,362)	(\$109,362)

- Realign funds between facilities**  
 Transfers funds from agency 793 (Intellectual Disability Training Centers) to the Virginia Center for Behavioral Rehabilitation. These funds were moved administratively in FY 2015 and will be moved again in FY 2016.

	<u>2017</u>	<u>2018</u>
General Fund	(\$2,792,375)	(\$2,792,375)

- Distribute funds correctly between various programs**  
 Adjusts program appropriation within Agency 793 (Training Centers) to more appropriately correspond with the needs of Intellectual Disabilities Training Centers. General fund appropriations totaling \$2.1 million are transferred from program 197 (Instruction) to program 430 (State Health Services) in order to better align appropriations within the training centers. Since FY 2012, DBHDS has been requesting administrative transfers to move funds between these two programs to more properly align training center expenditures. This amendment eliminates the need for such transfer.

- Reduce position levels at training centers**  
 Reduces position levels at the training centers from 2,664 to 2,125, a reduction of 539 positions. The reduction is the result of the closing of Northern Virginia Training Center in 2016 (453 positions) and the continued downsizing of Central Virginia Training Center and Southwestern Virginia Training Center.

	<u>2017</u>	<u>2018</u>
Authorized Positions	(539.00)	(539.00)

- Reduce special fund appropriation to align with revenue collections**  
 Reduces special fund appropriations from Intellectual Disabilities Training Center to reflect the closing of Northern Virginia Training Center in FY 2016. The requested decrease in the first year is lower than the second year due to costs associated with closing the facility.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	(\$25,000,000)	(\$32,000,000)

- Transfers general fund appropriation from DBHDS to DMAS to support training center operations**  
 Transfers general fund appropriation from the training centers appropriation at the Department of Behavioral Health and Developmental Services to the state facility appropriation within Department of Medical Assurances Services budget (DMAS). This transfer will provide additional general fund match associated with Medicaid reimbursement necessary to generate special fund revenue for the state operations of training centers. These funds are derived from amounts appropriated to DBHDS from central accounts for increases in salary, workers compensation, retirement and health insurance costs.

	<u>2017</u>	<u>2018</u>
General Fund	(\$8,000,000)	(\$8,000,000)

**Introduced Budget Non-Technical Changes**

- Transfer funds within facility system to address critical needs**  
 Transfers funds within the agency's facility system to accommodate the needs of individual facilities. Growing costs in pharmaceuticals, supports services at Central State Hospital, and overtime costs associated with increased admissions have increased the needs at state mental health facilities. In previous years, the agency has transferred nongeneral funds to offset some of the increased costs, but the closure of training centers will reduce nongeneral fund balances available for such transfers. This adjustment will permanently move funds to the facilities where they are most needed and will reduce the need for administrative transfers. This sum zero transfer has no fiscal impact.

	<u>2017</u>	<u>2018</u>
General Fund	(\$8,848,744)	(\$8,848,744)

## Part B: Executive Biennial Budget - 2016-2018 Biennium

### Intellectual Disabilities Training Centers (Continued)

- **Address settlement agreement costs for facility closure, mental health backfill and support services**

Provides funds for retention bonuses and the separation costs of employees at Northern Virginia Training Center and Southwestern Virginia Training Center during the closure process of each facility. Because many of the payments are made in the fiscal year after a facility has closed, they are not eligible for Medicaid reimbursement. Funds are also included to maintain unoccupied buildings until they can be sold.

	2017	2018
General Fund	\$4,805,510	\$3,938,627

- **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$43,261	\$45,252
Nongeneral Fund	\$25,878	\$27,234

- **Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	(\$541,680)	(\$515,887)
Nongeneral Fund	(\$709,391)	(\$675,610)

## Virginia Center for Behavioral Rehabilitation

Supporting individuals by promoting recovery, self-determination, and wellness in all aspects of life

### Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Cost
2013 Appropriation	\$27,264,911	\$0	\$21,691,081
2014 Appropriation	\$28,237,999	\$0	\$22,854,996
2015 Appropriation	\$29,407,520	\$0	\$23,434,740
2016 Appropriation	\$29,653,993	\$0	\$23,681,213
2017 Base Budget	\$29,653,993	\$0	\$25,804,211
2017 Intro Changes	\$5,267,347	\$0	\$3,196,339
<b>2017 Total</b>	<b>\$34,921,340</b>	<b>\$0</b>	<b>\$29,000,550</b>
2018 Base Budget	\$29,653,993	\$0	\$25,804,211
2018 Intro Changes	\$5,275,210	\$0	\$3,196,339
<b>2018 Total</b>	<b>\$34,929,203</b>	<b>\$0</b>	<b>\$29,000,550</b>

### Authorized Position Summary

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	449.00	0.00	449.00
2014 Appropriation	475.50	0.00	475.50
2015 Appropriation	475.50	0.00	475.50
2016 Appropriation	481.50	0.00	481.50
2017 Base Budget	481.50	0.00	481.50
2017 Intro Changes	83.00	0.00	83.00
<b>2017 Total</b>	<b>564.50</b>	<b>0.00</b>	<b>564.50</b>
2018 Base Budget	481.50	0.00	481.50
2018 Intro Changes	83.00	0.00	83.00
<b>2018 Total</b>	<b>564.50</b>	<b>0.00</b>	<b>564.50</b>

### Operating Budget Changes

#### Introduced Budget Technical Changes

- **Adjust appropriation for a salary increase for security officer roles**

Adjusts appropriation for a \$1,000 salary increase for employees in Security Officer I and III roles.

	2017	2018
General Fund	\$169,711	\$169,711

- **Adjust appropriation for centrally funded health insurance costs**

Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$264,216	\$264,216

- **Adjust appropriation for centrally funded retirement rate changes**

Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$485,415	\$485,415

- **Adjust appropriation for centrally funded state employee other post employment benefit rate changes**

Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$19,036	\$19,036

- **Adjust appropriation for the centrally funded compression pay adjustment for state employees**

Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$100,517	\$100,517

- **Adjust appropriation for the centrally funded two percent salary increase for state employees**

Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$348,457	\$348,457

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Virginia Center for Behavioral Rehabilitation (Continued)**

- Adjust appropriation for the centrally funded two percent salary increase for state employees in high turnover roles**  
 Adjusts appropriation for the two percent salary increase for state employees in high turnover roles budgeted in Central Appropriations, Item 467.T. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$131,515	\$131,515

- Adjust appropriation to accelerate the employer retirement contribution phase in schedule**  
 Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$275,224	\$275,224

- Distribute savings to agency budgets**  
 Moves savings budgeted centrally in Paragraph A, Item 471.10, Chapter 665, 2015 Acts of Assembly from Central Appropriations to the individual budgets of state agencies.

	2017	2018
General Fund	(\$591,037)	(\$591,037)

- Realign funds between facilities**  
 Moves funds from agency 793 (Intellectual Disability training centers) to the Virginia Center for Behavioral Rehabilitation. These funds were moved administratively in FY 2015 and will be moved again in FY 2016.

	2017	2018
General Fund	\$2,792,375	\$2,792,375

- Realign funds between service areas**  
 Transfers funds between service areas to properly reflect projected expenditures. This transfer will eliminate the need to move funds administratively and will increase transparency.

- Distribute funds correctly between programs**  
 Aligns appropriation properly between service areas to eliminate the need for administrative transfers. This sum zero transfer has no fiscal impact.

- Increase position levels**  
 Adjusts the position levels at the Virginia Center for Behavioral Rehabilitation's as census has climbed over the last five years due to increased admissions. This amendment will bring the facility's position level in line with the 2016-2018 base budget adjustment.

	2017	2018
Authorized Positions	83.00	83.00

**Introduced Budget Non-Technical Changes**

- Address growing special hospitalization costs at Virginia Center for Behavioral Rehabilitation**  
 Provides funds to support special hospitalization costs at the Virginia Center for Behavioral Rehabilitation. While individuals are committed to the VCBR, the state is responsible for the cost of their health care. As the population continues to grow and age, so will medical costs. The cost of providing medical care to these individuals rose from \$2.7 million in FY 2014 to \$3.9 million in FY 2015, and is expected to continue to grow throughout the biennium.

	2017	2018
General Fund	\$992,538	\$992,538

- Adjust appropriation for the costs of the new Cardinal financial system**  
 Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$21,921	\$22,626

- Adjust appropriation to support workers' compensation premiums**  
 Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	\$257,459	\$264,617

**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 Cost
2013 Appropriation	\$26,839,735	\$135,934,558	\$65,449,945
2014 Appropriation	\$47,287,788	\$174,230,784	\$68,419,718
2015 Appropriation	\$51,462,879	\$171,618,404	\$60,734,546
2016 Appropriation	\$54,264,412	\$171,618,404	\$60,734,546
2017 Base Budget	\$54,264,412	\$171,618,404	\$71,922,679
2017 Intro Changes	\$1,749,595	\$8,203,707	\$11,332,488
<b>2017 Total</b>	<b>\$56,014,007</b>	<b>\$179,822,111</b>	<b>\$83,255,167</b>
2018 Base Budget	\$54,264,412	\$171,618,404	\$71,922,679
2018 Intro Changes	\$3,125,226	\$8,138,793	\$11,171,728
<b>2018 Total</b>	<b>\$57,389,638</b>	<b>\$179,757,197</b>	<b>\$83,094,407</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	91.75	593.25	685.00
2014 Appropriation	111.75	605.25	717.00
2015 Appropriation	68.00	970.00	1,038.00
2016 Appropriation	68.00	970.00	1,038.00
2017 Base Budget	68.00	970.00	1,038.00
2017 Intro Changes	9.09	-37.07	-27.98
<b>2017 Total</b>	<b>77.09</b>	<b>932.93</b>	<b>1,010.02</b>
2018 Base Budget	68.00	970.00	1,038.00
2018 Intro Changes	9.09	-37.07	-27.98
<b>2018 Total</b>	<b>77.09</b>	<b>932.93</b>	<b>1,010.02</b>



**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department for Aging and Rehabilitative Services (Continued)**

**Operating Budget Changes**

Introduced Budget Technical Changes

- Adjust appropriation for centrally funded health insurance costs**  
 Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$59,131	\$59,131
Nongeneral Fund	\$637,721	\$637,721

- Adjust appropriation for centrally funded retirement rate changes**  
 Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	<u>2017</u>	<u>2018</u>
General Fund	\$130,290	\$130,290
Nongeneral Fund	\$1,467,008	\$1,467,008

- Adjust appropriation for centrally funded state employee other post employment benefit rate changes**  
 Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$5,109	\$5,109
Nongeneral Fund	\$57,531	\$57,531

- Adjust appropriation for changes in information technology costs**  
 Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$24,968	\$24,968
Nongeneral Fund	\$440,606	\$440,606

- Adjust appropriation for the centrally funded compression pay adjustment for state employees**  
 Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$70,553	\$70,553
Nongeneral Fund	\$684,581	\$684,581

- Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**  
 Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$407	\$407
Nongeneral Fund	\$7,930	\$7,930

- Adjust appropriation for the centrally funded two percent salary increase for state employees**  
 Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$104,260	\$104,260
Nongeneral Fund	\$1,011,611	\$1,011,611

- Adjust appropriation for the centrally funded two percent salary increase for state employees in high turnover roles**

Adjusts appropriation for the two percent salary increase for state employees in high turnover roles budgeted in Central Appropriations, Item 467.T. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$3,075	\$3,075
Nongeneral Fund	\$34,561	\$34,561

- Adjust appropriation for the centrally funded two percent salary increase for state supported local employees**

Adjusts appropriation for the two percent salary increase for state supported local employees budgeted in Central Appropriations, Item 467.R. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$63,115	\$63,115

- Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$83,017	\$83,017
Nongeneral Fund	\$794,184	\$794,184

- Distribute savings to agency budgets**

Moves savings budgeted centrally in Paragraph A, Item 471.10, Chapter 665, 2015 Acts of Assembly from Central Appropriations to the individual budgets of state agencies.

	<u>2017</u>	<u>2018</u>
General Fund	(\$250,417)	(\$250,417)

- Align agency appropriation with current services**

Adjusts 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.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$2,630,015	\$2,630,015
Authorized Positions	(30.98)	(30.98)

Introduced Budget Non-Technical Changes

- Provide guardianship services for mentally ill and vulnerable adults**

Funds public appointed guardians for individuals with mental illness who are being discharged from state hospitals. Based on the current discharge plan, it is assumed that funding is needed to provide services to 50 individuals in FY 2017 and a total of 98 individuals in FY 2018. Funding is also provided in the second year to serve approximately 50 additional at-risk adults who are on the unrestricted waitlist for services. The Public Guardian and Conservator Program protects the Commonwealth's most vulnerable citizens who are indigent, have been adjudicated as incapacitated, and have no one who is willing or able to serve as their guardian. Once appointed, the public guardian usually serves for the life of adult. Support is included for an additional position that is needed to oversee and administer the new guardianship client slots that are being proposed.

	<u>2017</u>	<u>2018</u>
General Fund	\$425,804	\$1,011,804
Authorized Positions	1.00	1.00

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department for Aging and Rehabilitative Services (Continued)**

- Increase support for Medicaid disability determinations**  
 Provides funding to offset a projected one-time funding shortfall in the program that determines Title XIX disability claims.

	2017	2018
General Fund	\$80,380	\$0
Nongeneral Fund	\$80,380	\$0

- Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$118,569	\$123,459
Nongeneral Fund	\$357,579	\$373,045

- Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	(\$6,004)	(\$5,883)

- Fund adult services and adult protective services case management system operations**

Covers the on-going operating costs associated with a replacing the current case management system being used by adult services and adult protective services (APS) workers. While the Department for Aging and Rehabilitative Services (DARS) is leveraging federal grant funds to implement the new system, on-going general fund support is needed to cover licensing and support costs. In addition, one-time funding is provided in the first year to provide training for local workers.

	2017	2018
General Fund	\$50,000	\$440,000

- Provide guardianship services for individuals transitioning from training centers to the community**

Funds public appointed guardians for individuals with an intellectual disability, who have been determined to be incapacitated. The Public Guardian and Conservator Program protects the Commonwealth's most vulnerable citizens who are indigent, have been adjudicated as incapacitated, and have no one who is willing or able to serve as their guardian. Once appointed, a public guardian usually serves for the life of the adult. In order to move an individual from a training center setting, they must have an assigned decision maker. This funding will support 100 individuals in FY 2017 and a total of 195 individuals in FY 2018 who are residing in training centers but do not have an assigned guardian.

	2017	2018
General Fund	\$500,000	\$975,000

- Contract with the Jewish Social Service Agency**

Allows the department to contract with the Jewish Social Service Agency for the provision of in-home care and safety net services to low-income seniors that have experienced trauma.

	2017	2018
General Fund	\$100,000	\$100,000

- Monitor and audit auxiliary grant program**

Provides funding for a position to improve state monitoring of the Auxiliary Grant (AG) Program. In FY 2014 AG program expenditures were over \$27 million and payments were provided to over 5,300 adults; however, there is currently limited program oversight. This position will be dedicated to investigating program irregularities and improving accountability.

	2017	2018
General Fund	\$87,338	\$87,338
Authorized Positions	1.00	1.00

- Provide administration for the chronic disease self management initiative**

Funds a position to provide administrative support and fidelity oversight for the Chronic Disease Self-Management Program (CDSMP) in Virginia.

	2017	2018
General Fund	\$100,000	\$100,000
Authorized Positions	1.00	1.00

**Wilson Workforce and Rehabilitation Center**

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

**Operating Budget Summary**

	General Fund	Nongeneral Fund	Personnel Cost
2013 Appropriation	\$4,856,457	\$21,098,757	\$19,754,222
2014 Appropriation	\$4,856,952	\$21,095,757	\$19,751,222
2015 Appropriation	\$5,132,243	\$18,970,871	\$17,482,474
2016 Appropriation	\$4,940,770	\$18,970,871	\$17,288,196
2017 Base Budget	\$4,940,770	\$18,970,871	\$17,870,078
2017 Intro Changes	\$114,326	\$1,381,122	\$1,304,530
<b>2017 Total</b>	<b>\$5,055,096</b>	<b>\$20,351,993</b>	<b>\$19,174,608</b>
2018 Base Budget	\$4,940,770	\$18,970,871	\$17,870,078
2018 Intro Changes	\$115,387	\$1,386,453	\$1,304,530
<b>2018 Total</b>	<b>\$5,056,157</b>	<b>\$20,357,324</b>	<b>\$19,174,608</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	91.67	221.33	313.00
2014 Appropriation	91.67	221.33	313.00
2015 Appropriation	58.80	222.20	281.00
2016 Appropriation	58.80	222.20	281.00
2017 Base Budget	58.80	222.20	281.00
2017 Intro Changes	0.00	0.00	0.00
<b>2017 Total</b>	<b>58.80</b>	<b>222.20</b>	<b>281.00</b>
2018 Base Budget	58.80	222.20	281.00
2018 Intro Changes	0.00	0.00	0.00
<b>2018 Total</b>	<b>58.80</b>	<b>222.20</b>	<b>281.00</b>

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Wilson Workforce and Rehabilitation Center (Continued)**

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- Adjust appropriation for centrally funded health insurance costs**  
 Adjusts appropriation for the employer’s share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$51,745	\$51,745
Nongeneral Fund	\$162,383	\$162,383

- Adjust appropriation for centrally funded retirement rate changes**  
 Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$137,421	\$137,421
Nongeneral Fund	\$272,808	\$272,808

- Adjust appropriation for centrally funded state employee other post employment benefit rate changes**  
 Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$5,389	\$5,389
Nongeneral Fund	\$10,697	\$10,697

- Adjust appropriation for changes in information technology costs**  
 Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	(\$584)	(\$584)
Nongeneral Fund	(\$18,661)	(\$18,661)

- Adjust appropriation for the centrally funded compression pay adjustment for state employees**  
 Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$78,762	\$78,762
Nongeneral Fund	\$186,719	\$186,719

- Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**  
 Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$53	\$53
Nongeneral Fund	\$1,692	\$1,692

- Adjust appropriation for the centrally funded two percent salary increase for state employees**  
 Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$86,216	\$86,216
Nongeneral Fund	\$204,391	\$204,391

- Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$68,990	\$68,990
Nongeneral Fund	\$158,597	\$158,597

- Distribute savings to agency budgets**

Moves savings budgeted centrally in Paragraph A, Item 471.10, Chapter 665, 2015 Acts of Assembly from Central Appropriations to the individual budgets of state agencies.

	2017	2018
General Fund	(\$345,854)	(\$345,854)

- Adjust appropriation to reflect program current services**

Aligns the agency's budget to reflect current operations. Appropriation is 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.

	2017	2018
Nongeneral Fund	\$232,000	\$232,000

**Introduced Budget Non-Technical Changes**

- Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$3,686	\$3,859
Nongeneral Fund	\$13,296	\$13,963

- Adjust appropriation to support Line of Duty Act premiums**

Adjusts the agency's appropriation based on the premium rates set by the Virginia Retirement System and most recent roster of eligible state employees.

	2017	2018
General Fund	(\$1,090)	(\$1,090)
Nongeneral Fund	\$1,611	\$1,611

- Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	\$29,592	\$30,480
Nongeneral Fund	\$155,589	\$160,253

**Department of Social Services**

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

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Social Services (Continued)**

**Operating Budget Summary**

	General Fund	Nongeneral Fund	Personnel Cost
2013 Appropriation	\$377,008,290	\$1,503,226,380	\$120,427,801
2014 Appropriation	\$388,926,339	\$1,465,172,076	\$122,072,559
2015 Appropriation	\$392,352,241	\$1,569,200,595	\$125,309,566
2016 Appropriation	\$393,970,601	\$1,555,901,800	\$142,533,671
2017 Base Budget	\$393,970,601	\$1,555,901,800	\$129,458,507
2017 Intro Changes	\$16,573,497	\$47,885,955	\$5,772,490
<b>2017 Total</b>	<b>\$410,544,098</b>	<b>\$1,603,787,755</b>	<b>\$135,230,997</b>
2018 Base Budget	\$393,970,601	\$1,555,901,800	\$129,458,507
2018 Intro Changes	\$12,475,094	\$35,199,063	\$6,635,714
<b>2018 Total</b>	<b>\$406,445,695</b>	<b>\$1,591,100,863</b>	<b>\$136,094,221</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	405.21	1,297.29	1,702.50
2014 Appropriation	400.21	1,305.29	1,705.50
2015 Appropriation	559.21	1,162.29	1,721.50
2016 Appropriation	615.21	1,213.29	1,828.50
2017 Base Budget	615.21	1,213.29	1,828.50
2017 Intro Changes	0.00	3.00	3.00
<b>2017 Total</b>	<b>615.21</b>	<b>1,216.29</b>	<b>1,831.50</b>
2018 Base Budget	615.21	1,213.29	1,828.50
2018 Intro Changes	3.28	7.72	11.00
<b>2018 Total</b>	<b>618.49</b>	<b>1,221.01</b>	<b>1,839.50</b>

**Operating Budget Changes**

**Introduced Budget Technical Changes**

- Adjust appropriation for centrally funded health insurance costs**  
 Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$246,543	\$246,543
Nongeneral Fund	\$991,161	\$991,161

- Adjust appropriation for centrally funded local employee other post employment benefit rate changes**  
 Adjusts appropriation for changes in state supported local employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.4. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	(\$22,627)	(\$22,627)
Nongeneral Fund	(\$21,740)	(\$21,740)

- Adjust appropriation for centrally funded retirement rate changes**  
 Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$675,916	\$675,916
Nongeneral Fund	\$2,344,714	\$2,344,714

- Adjust appropriation for centrally funded state employee other post employment benefit rate changes**

Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$26,504	\$26,504
Nongeneral Fund	\$91,945	\$91,945

- Adjust appropriation for changes in information technology costs**

Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$1,259,227	\$1,259,227
Nongeneral Fund	\$2,106,360	\$2,106,360

- Adjust appropriation for the centrally funded compression pay adjustment for state employees**

Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$389,982	\$389,982
Nongeneral Fund	\$1,141,991	\$1,141,991

- Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**

Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$44,959	\$44,959
Nongeneral Fund	\$75,204	\$75,204

- Adjust appropriation for the centrally funded two percent salary increase for state employees**

Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$530,093	\$530,093
Nongeneral Fund	\$1,552,277	\$1,552,277

- Adjust appropriation for the centrally funded two percent salary increase for state supported local employees**

Adjusts appropriation for the two percent salary increase for state supported local employees budgeted in Central Appropriations, Item 467.R. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$2,175,235	\$2,175,235

- Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$422,614	\$422,614
Nongeneral Fund	\$1,218,634	\$1,218,634

## Part B: Executive Biennial Budget - 2016-2018 Biennium

### Department of Social Services (Continued)

- Distribute savings to agency budgets**

Moves savings budgeted centrally in Paragraph A, Item 471.10, Chapter 665, 2015 Acts of Assembly from Central Appropriations to the individual budgets of state agencies.

	2017	2018
General Fund	(\$3,225,307)	(\$3,225,307)

- Adjust base budget to reflect current 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 childcare and licensing appropriations to reflect operations**

Moves appropriation between service areas to align the program budget with anticipated expenditures. The department received an appropriation in FY 2016 to implement legislation pertaining to the operation and oversight of family day homes and child day centers. This has resulted in the need to adjust agency appropriations between service areas in the budget. This action nets to zero.

- Adjust Division of Child Support Enforcement nongeneral fund appropriation**

Moves appropriation between funds to align the program budget with anticipated expenditures. This action nets to zero.

- Appropriate funds for childcare automation services**

Appropriates \$2.8 million from the Child Care and Development Block Grant in FY 2017 and FY 2018 for child care information technology needs including maintenance and enhancements to the child care module of the Virginia Case Management System (VaCMS) and Electronic Payment Processing and Information Control (EPPIC) system and the EPPIC annual swipe card contract.

	2017	2018
Nongeneral Fund	\$2,800,000	\$2,800,000

- Appropriate nongeneral fund match to general fund central appropriation distribution**

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.

	2017	2018
Nongeneral Fund	\$6,284,710	\$6,284,710

- Appropriate nongeneral funds for agency savings strategies**

Provides appropriation for the nongeneral fund increases needed to offset the general fund decreases as a result of the Department's savings strategies. The requisite nongeneral fund appropriation for those strategies that supplanted general funds with federal funds was not provided in central appropriations adjustments.

	2017	2018
Nongeneral Fund	\$1,444,621	\$1,444,621

- Appropriate Supplemental Nutrition Assistance Program employment and training pilot grant award**

Appropriates new federal grant funds awarded to the Department of Social Services (DSS) by the U.S. Department of Agriculture Food and Nutrition Service (FNS). The goal of this federally funded program is to increase the number of SNAP work registrants who obtain unsubsidized employment, increase the earned income of work registrants, and reduce the reliance of work registrants on public assistance.

	2017	2018
Nongeneral Fund	\$8,354,023	\$8,316,144

- Transfer central appropriation to appropriate agency**

Moves appropriation that is inappropriately allocated to the Department of Social Services (DSS) to the Office of Comprehensive Services for several central appropriations amendments included in Chapter 665, 2015 Acts of Assembly. The Office of Comprehensive Services was previously funded as a service area in DSS's administrative program. Because of the information used to calculate some of the central appropriations adjustments, the new funds were incorrectly assigned to DSS. This adjustment corrects the error for FY 2016.

	2017	2018
General Fund	(\$80,295)	(\$80,295)

#### Introduced Budget Non-Technical Changes

- Capture anticipated surplus in the auxiliary grant program**

Removes \$0.5 million of general fund savings in the auxiliary grant (AG) program based on the latest spending projections. The auxiliary grant program is appropriated \$22.4 million general fund. Due to fewer individuals participating in the auxiliary grant program, it is estimated that the program will only spend \$21.9 million annually. This strategy will have no impact on clients or

	2017	2018
General Fund	(\$500,000)	(\$500,000)

- Fund the child welfare forecast**

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.

	2017	2018
General Fund	\$5,919,802	\$5,919,802
Nongeneral Fund	\$10,775,980	\$10,775,980

- Fund the Temporary Assistance for Needy Families benefits forecast**

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 provides for a three percent caseload reserve.

	2017	2018
Nongeneral Fund	(\$5,048,477)	(\$5,048,477)

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Social Services (Continued)**

• **Increase foster care and adoption rates**

Raises maximum maintenance payments made to foster family homes on behalf of foster children by two 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 two percent raise in August 2015; this addendum provides a similar percent increase to foster care rates beginning in FY 2017. 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.

	<u>2017</u>	<u>2018</u>
General Fund	\$826,419	\$826,419
Nongeneral Fund	\$586,093	\$586,093

• **Reinvest adoption general fund savings to meet federal requirements**

Appropriates general fund for a mandated increase in child welfare services expenditures. Public Law (P.L.) 110-351 created a change in Title IV-E program eligibility criteria which allows some children, who previously were not IV-E eligible, to now qualify for IV-E which has a 50 percent federal financial participation rate. Currently these children are in the state adoption program, which is funded with 100 percent general fund. This change requires Title IV-E agencies to spend all savings generated from implementing the revised adoption assistance eligibility criteria on child welfare services that may be provided under titles IV-B and IV-E of the Social Security Act. The estimated cost of the Department's mandated increase in child welfare services expenditures is \$1.4 million in FY 2017 and \$2.1 million in FY 2018. These costs must be reinvested by the Department as required by law.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,417,846	\$2,126,769

• **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	<u>2017</u>	<u>2018</u>
General Fund	\$48,862	\$51,648
Nongeneral Fund	\$197,529	\$208,532

• **Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	<u>2017</u>	<u>2018</u>
General Fund	\$10,600	\$11,271
Nongeneral Fund	\$33,166	\$36,789

• **Appropriate funds for federally required background checks**

Appropriates three positions and additional nongeneral funds to cover the costs of providing fingerprint background checks to childcare providers not identified in § 63.2-1721.1, Code of Virginia. The Child Care and Development Block Grant Act of 2014 (CCDBG) mandates that states receiving block grant funds require national fingerprint background checks for all child care providers who are licensed, regulated, registered under state law or who receive CCDBG funds. Fingerprint check requirements in the Code address the federal fingerprint check mandate for licensed child day centers and licensed family day homes only. All costs will be funded by fee revenue generated from background checks. Fees for background checks will be adjusted as needed to recover costs.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$199,922	\$184,433
Authorized Positions	3.00	3.00

• **Fund required eligibility system operating costs**

Provides funding to meet projected VITA and other information systems costs resulting from the transition of the Virginia Case Management System (VaCMS) from development to full operational status. This request includes funding for eight positions scheduled to be removed in FY 2018. By FY 2018, there is an annual funding reduction of \$19.9 million due to the removal of all VaCMS base development funding.

	<u>2017</u>	<u>2018</u>
General Fund	\$3,452,065	(\$4,046,271)
Nongeneral Fund	\$961,620	(\$15,844,295)
Authorized Positions	0.00	8.00

• **Fully fund Division of Child Support Enforcement salary increase**

Provides additional general fund to cover 24 percent of the salary and compression increases that would otherwise be funded by Temporary Assistance to Needy Families (TANF) retained collections. There are insufficient TANF retained collections to cover the portion of the salary increase for DCSE staff funded by retained collections. Additional general fund is needed to cover the TANF retained collections share of the salary and compression increases for DCSE employees, including to fund Attorney General salary realignments.

	<u>2017</u>	<u>2018</u>
General Fund	\$537,220	\$537,220

• **Implement Fostering Futures initiative**

Makes funding available to expand foster care and adoption subsidies to age 21 per federal Fostering Connections provision beginning in FY 2016.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,015,451	\$2,925,954
Nongeneral Fund	\$999,050	\$2,886,611

• **Increase capacity of local eligibility workers**

Provides additional resources for local workers to handle a portion of the increased volume of applications associated with an expansion of Medicaid.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,402,388	\$2,179,438
Nongeneral Fund	\$4,097,172	\$6,367,376

• **Increase funding for programs using the home visiting model**

Increases funding for programs following the Healthy Families America home visiting model from \$4.3 million in Temporary Assistance to Needy Families (TANF) funds to \$11.55 million in TANF funds annually.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$6,750,000	\$6,750,000

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department of Social Services (Continued)**

- Eliminate Temporary Assistance for Needy Families earmarks**  
 Removes Temporary Assistance for Needy Families (TANF) funding for Visions of Truth Community Development Corporation (\$25,000 NGF) and Zion Innovative Opportunities Network (\$25,000 NGF) in Item 341 of the 2015 Appropriation Act. The services provided do not relate directly to employment and training and therefore fall into the TANF category of "non-assistance" where few outcome based measures are possible.

	2017	2018
Nongeneral Fund	(\$50,000)	(\$50,000)

- Eliminate sliding fee scale report and local needs space study**  
 Eliminates Appropriation Act language that requires annual reporting by the Department of Social Services (DSS) on the sliding fee scale and eligibility criteria for the Child Care Subsidy Program and Appropriation Act language that requires a prioritized list of funding requests to address the space needs of local departments of social services (LDSS).

**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

**Operating Budget Summary**

	General Fund	Nongeneral Fund	Personnel Cost
2013 Appropriation	\$177,927	\$1,821,658	\$782,089
2014 Appropriation	\$178,908	\$1,821,658	\$782,089
2015 Appropriation	\$185,022	\$1,821,658	\$801,195
2016 Appropriation	\$189,556	\$1,821,658	\$801,195
2017 Base Budget	\$189,556	\$1,821,658	\$926,477
2017 Intro Changes	\$28,636	(\$96,406)	(\$24,933)
<b>2017 Total</b>	<b>\$218,192</b>	<b>\$1,725,252</b>	<b>\$901,544</b>
2018 Base Budget	\$189,556	\$1,821,658	\$926,477
2018 Intro Changes	\$28,646	(\$96,308)	(\$24,933)
<b>2018 Total</b>	<b>\$218,202</b>	<b>\$1,725,350</b>	<b>\$901,544</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	0.75	9.25	10.00
2014 Appropriation	0.75	9.25	10.00
2015 Appropriation	0.75	9.25	10.00
2016 Appropriation	0.75	9.25	10.00
2017 Base Budget	0.75	9.25	10.00
2017 Intro Changes	-0.15	-0.85	-1.00
<b>2017 Total</b>	<b>0.60</b>	<b>8.40</b>	<b>9.00</b>
2018 Base Budget	0.75	9.25	10.00
2018 Intro Changes	-0.15	-0.85	-1.00
<b>2018 Total</b>	<b>0.60</b>	<b>8.40</b>	<b>9.00</b>

**Operating Budget Changes**

Introduced Budget Technical Changes

- Adjust appropriation for centrally funded health insurance costs**  
 Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$358	\$358
Nongeneral Fund	\$5,882	\$5,882

- Adjust appropriation for centrally funded retirement rate changes**  
 Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$1,002	\$1,002
Nongeneral Fund	\$19,886	\$19,886

- Adjust appropriation for centrally funded state employee other post employment benefit rate changes**  
 Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$39	\$39
Nongeneral Fund	\$779	\$779

- Adjust appropriation for changes in information technology costs**  
 Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$6,574	\$6,574
Nongeneral Fund	\$2,076	\$2,076

- Adjust appropriation for the centrally funded compression pay adjustment for state employees**  
 Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$461	\$461
Nongeneral Fund	\$8,436	\$8,436

- Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**  
 Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$1,560	\$1,560
Nongeneral Fund	\$37	\$37

- Adjust appropriation for the centrally funded two percent salary increase for state employees**  
 Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$754	\$754
Nongeneral Fund	\$13,812	\$13,812

- Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$600	\$600
Nongeneral Fund	\$10,843	\$10,843

## Part B: Executive Biennial Budget - 2016-2018 Biennium

### Virginia Board for People with Disabilities (Continued)

- **Align agency appropriation with current services**

Adjusts the agency's appropriation to reflect current operations as the base appropriation cannot be supported with anticipated revenue. Due to increasing costs, budget reductions and relatively level federal funding the agency does not have sufficient funding to fully support its budgeted positions. Therefore, this package provides general fund support for current personal services; however a vacant position and excess federal appropriation is removed.

	2017	2018
General Fund	\$17,115	\$17,115
Nongeneral Fund	(\$159,534)	(\$159,534)
Authorized Positions	(1.00)	(1.00)

#### Introduced Budget Non-Technical Changes

- **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$177	\$186
Nongeneral Fund	\$1,652	\$1,733

- **Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	(\$4)	(\$3)
Nongeneral Fund	(\$275)	(\$258)

### 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 Cost
2013 Appropriation	\$5,956,564	\$44,803,865	\$17,878,233
2014 Appropriation	\$5,796,881	\$44,923,865	\$17,921,033
2015 Appropriation	\$6,564,461	\$43,190,274	\$16,808,939
2016 Appropriation	\$6,116,691	\$43,208,323	\$16,878,691
2017 Base Budget	\$6,116,691	\$43,208,323	\$14,384,979
2017 Intro Changes	\$485,724	\$17,349,438	\$1,196,740
<b>2017 Total</b>	<b>\$6,602,415</b>	<b>\$60,557,761</b>	<b>\$15,581,719</b>
2018 Base Budget	\$6,116,691	\$43,208,323	\$14,384,979
2018 Intro Changes	\$286,573	\$17,354,723	\$1,196,740
<b>2018 Total</b>	<b>\$6,403,264</b>	<b>\$60,563,046</b>	<b>\$15,581,719</b>

#### Authorized Position Summary

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	98.80	65.20	164.00
2014 Appropriation	98.80	65.20	164.00
2015 Appropriation	62.60	84.40	147.00
2016 Appropriation	62.60	84.40	147.00
2017 Base Budget	62.60	84.40	147.00
2017 Intro Changes	0.00	0.00	0.00
<b>2017 Total</b>	<b>62.60</b>	<b>84.40</b>	<b>147.00</b>
2018 Base Budget	62.60	84.40	147.00
2018 Intro Changes	0.00	0.00	0.00
<b>2018 Total</b>	<b>62.60</b>	<b>84.40</b>	<b>147.00</b>

#### Operating Budget Changes

##### Introduced Budget Technical Changes

- **Adjust appropriation for centrally funded health insurance costs**

Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$37,936	\$37,936
Nongeneral Fund	\$127,916	\$127,916

- **Adjust appropriation for centrally funded retirement rate changes**

Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	2017	2018
General Fund	\$97,929	\$97,929
Nongeneral Fund	\$258,215	\$258,215

- **Adjust appropriation for centrally funded state employee other post employment benefit rate changes**

Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$3,842	\$3,842
Nongeneral Fund	\$10,124	\$10,124

- **Adjust appropriation for changes in information technology costs**

Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	(\$43,462)	(\$43,462)
Nongeneral Fund	(\$44,949)	(\$44,949)

- **Adjust appropriation for the centrally funded compression pay adjustment for state employees**

Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$55,140	\$55,140
Nongeneral Fund	\$158,344	\$158,344



**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Department for the Blind and Vision Impaired (Continued)**

- **Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**

Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$772	\$772
Nongeneral Fund	\$798	\$798

- **Adjust appropriation for the centrally funded two percent salary increase for state employees**

Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$64,493	\$64,493
Nongeneral Fund	\$185,214	\$185,214

- **Adjust appropriation for the centrally funded two percent salary increase for state employees in high turnover roles**

Adjusts appropriation for the two percent salary increase for state employees in high turnover roles budgeted in Central Appropriations, Item 467.T. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$174	\$174
Nongeneral Fund	\$457	\$457

- **Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	2017	2018
General Fund	\$51,550	\$51,550
Nongeneral Fund	\$145,406	\$145,406

- **Increase appropriation to cover anticipated operating costs for the Virginia Industries for the Blind**

Provides the Virginia Industries for the Blind (VIB) with additional nongeneral fund appropriation to cover anticipated expenditures associated increased revenue from expanded business opportunities.

	2017	2018
Nongeneral Fund	\$16,400,000	\$16,400,000

**Introduced Budget Non-Technical Changes**

- **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	2017	2018
General Fund	\$13,848	\$14,369
Nongeneral Fund	\$96,268	\$99,948

- **Adjust appropriation to support workers' compensation premiums**

Supports the agency's workers' compensation premiums based on the allocation of 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.

	2017	2018
General Fund	\$3,502	\$3,830
Nongeneral Fund	\$11,645	\$13,250

- **Improve campus security**

Provides funding to support one-time security enhancements for the agency's Azalea Road campus which includes the Virginia Rehabilitation Center for the Blind and Vision Impaired. The funding will be used to support walkway enhancements, an alert notification system, modernized building access controls, and additional security cameras.

	2017	2018
General Fund	\$200,000	\$0

**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 Cost
2013 Appropriation	\$156,377	\$2,429,623	\$1,769,670
2014 Appropriation	\$156,377	\$2,429,623	\$1,769,670
2015 Appropriation	\$167,883	\$2,429,623	\$1,903,415
2016 Appropriation	\$167,925	\$2,429,623	\$1,903,415
2017 Base Budget	\$167,925	\$2,429,623	\$1,911,991
2017 Intro Changes	\$2,066	\$142,086	\$138,601
<b>2017 Total</b>	<b>\$169,991</b>	<b>\$2,571,709</b>	<b>\$2,050,592</b>
2018 Base Budget	\$167,925	\$2,429,623	\$1,911,991
2018 Intro Changes	\$2,073	\$142,180	\$138,601
<b>2018 Total</b>	<b>\$169,998</b>	<b>\$2,571,803</b>	<b>\$2,050,592</b>

**Authorized Position Summary**

	General Fund	Nongeneral Fund	Total Positions
2013 Appropriation	0.00	26.00	26.00
2014 Appropriation	0.00	26.00	26.00
2015 Appropriation	0.00	26.00	26.00
2016 Appropriation	0.00	26.00	26.00
2017 Base Budget	0.00	26.00	26.00
2017 Intro Changes	0.00	0.00	0.00
<b>2017 Total</b>	<b>0.00</b>	<b>26.00</b>	<b>26.00</b>
2018 Base Budget	0.00	26.00	26.00
2018 Intro Changes	0.00	0.00	0.00
<b>2018 Total</b>	<b>0.00</b>	<b>26.00</b>	<b>26.00</b>

**Part B: Executive Biennial Budget - 2016-2018 Biennium**

**Virginia Rehabilitation Center for the Blind and Vision Impaired (Continued)**

**Operating Budget Changes**

Introduced Budget Technical Changes

- **Adjust appropriation for centrally funded health insurance costs**  
Adjusts appropriation for the employer’s share of health insurance premiums budgeted in Central Appropriations, Item 467.G. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$14,244	\$14,244

- **Adjust appropriation for centrally funded retirement rate changes**  
Adjusts appropriation for changes in state employee retirement rates to 80 percent of the Virginia Retirement System Board certified rates budgeted in Central Appropriations, Item 467.H. of Chapter 665, 2015 Acts of Assembly. A companion adjustment provides funding to increase state employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$37,010	\$37,010

- **Adjust appropriation for centrally funded state employee other post employment benefit rate changes**  
Adjusts appropriation for changes in state employee other post employment benefit rates budgeted in Central Appropriations, Item 467.K.3. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$1,451	\$1,451

- **Adjust appropriation for changes in information technology costs**  
Adjusts appropriation for the changes in information technology costs budgeted in Central Appropriations, Items 468.M. and 470.B. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$1,895	\$1,895
Nongeneral Fund	\$1,199	\$1,199

- **Adjust appropriation for the centrally funded compression pay adjustment for state employees**  
Adjusts appropriation for the compression pay adjustment for state employees budgeted in Central Appropriations, Item 467.Q. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$9,259	\$9,259

- **Adjust appropriation for the centrally funded increase in internal service fund costs due to salary adjustments**  
Adjusts appropriation to agencies to offset increases in internal service fund costs due to the salary and benefit adjustments in Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
General Fund	\$11	\$11
Nongeneral Fund	\$6	\$6

- **Adjust appropriation for the centrally funded two percent salary increase for state employees**  
Adjusts appropriation for the two percent salary increase for state employees budgeted in Central Appropriations, Item 467.P. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$26,569	\$26,569

- **Adjust appropriation for the centrally funded two percent salary increase for state employees in high turnover roles**

Adjusts appropriation for the two percent salary increase for state employees in high turnover roles budgeted in Central Appropriations, Item 467.T. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$4,206	\$4,206

- **Adjust appropriation to accelerate the employer retirement contribution phase in schedule**

Adjusts appropriation for changes in employee retirement rates to 90 percent of the Virginia Retirement System Board certified rate budgeted in Central Appropriations, Item 467.U. of Chapter 665, 2015 Acts of Assembly.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$20,862	\$20,862

- **Provide appropriation to support employee separation costs**

Provides additional nongeneral fund appropriation to cover expenses related to leave balances for separating employees.

	<u>2017</u>	<u>2018</u>
Nongeneral Fund	\$25,000	\$25,000

Introduced Budget Non-Technical Changes

- **Adjust appropriation for the costs of the new Cardinal financial system**

Reflects the agency's share of the costs of 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.

	<u>2017</u>	<u>2018</u>
General Fund	\$160	\$167
Nongeneral Fund	\$2,280	\$2,374

- **Expand the availability of independent living services**

Provides a dedicated source of funding for blind, deafblind, and vision impaired individuals to take advantage of the training offered at the Virginia Rehabilitation Center for the Blind and Visually Impaired (VRCBVI). VRCBVI is funded, almost entirely, through the vocational rehabilitation federal program which specifies a work outcome as a criterion for client eligibility. Therefore, there are many individuals in need of independent living services, but do not qualify. This initiative will allow 25 previously ineligible individuals to train at VRCBVI.