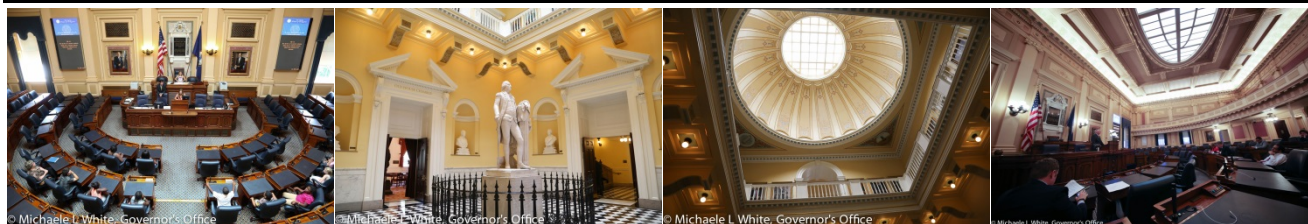


## INDEPENDENT AGENCIES



The five independent agencies in the Commonwealth do not report through any of the three branches of state government. They are however, state agencies and receive their spending authority through the Appropriation Act.

The responsibilities of independent agencies include: protecting the interest of consumers by regulating various businesses; operating the state lottery; administering the Virginia Workers' Compensation Act and the Crime Victims Compensation Program; administering the statewide public employee retirement system; and offering tax advantaged college savings programs to make college education more affordable.

### INDEPENDENT AGENCIES INCLUDE:

State Corporation Commission	Virginia Lottery
Virginia College Savings Plan	Virginia Retirement System
Virginia Workers' Compensation Commission	

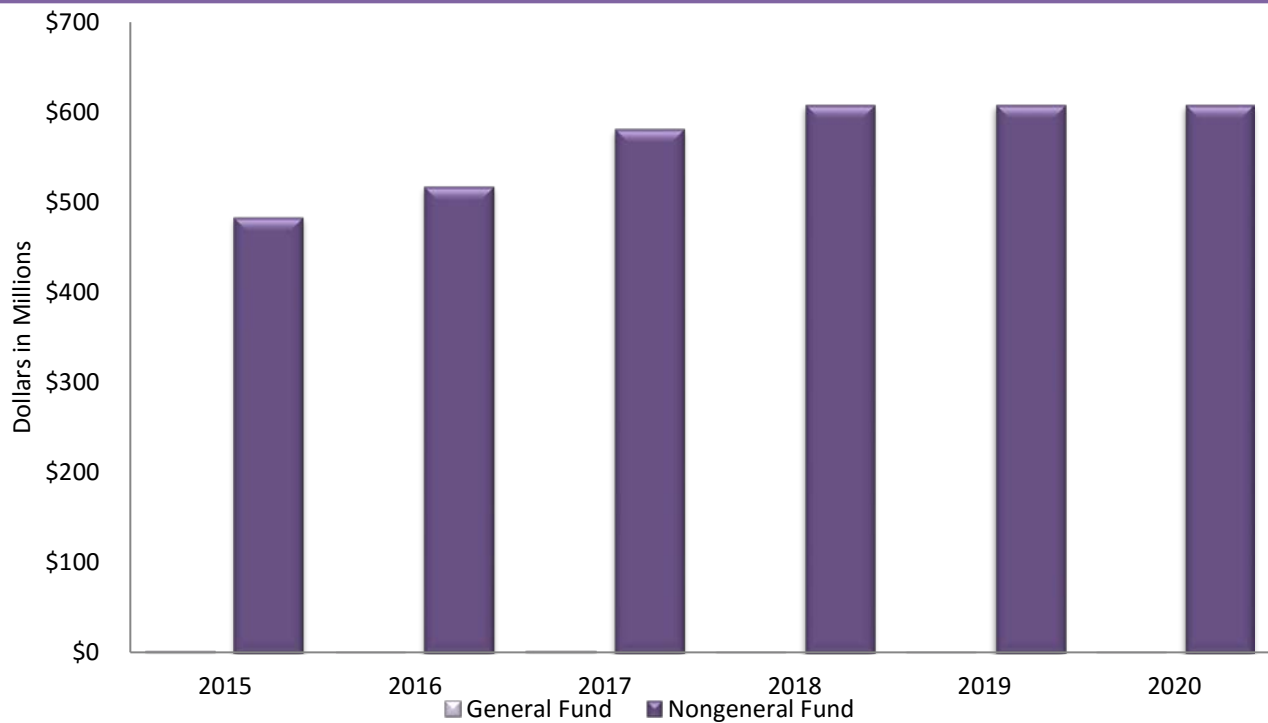
### OPERATING SUMMARY FOR INDEPENDENT AGENCIES (Dollars in Millions)

Funds	FY 2019 Base Budget	FY 2019 Changes	FY 2019 Total	FY 2020 Base Budget	FY 2020 Changes	FY 2020 Total
General	\$0.3	\$0.1	<b>\$0.4</b>	\$0.3	\$0.0	<b>\$0.3</b>
Special	\$88.6	\$8.2	<b>\$96.8</b>	\$88.6	\$7.0	<b>\$95.6</b>
Enterprise	\$376.9	\$360.8	<b>\$737.7</b>	\$376.9	\$353.5	<b>\$730.3</b>
Trust and Agency	\$89.7	\$9.5	<b>\$99.2</b>	\$89.7	\$4.1	<b>\$93.8</b>
Dedicated Special	\$48.2	\$0.5	<b>\$48.7</b>	\$48.2	\$0.6	<b>\$48.8</b>
Federal	\$4.9	(\$1.3)	<b>\$3.6</b>	\$4.9	(\$1.3)	<b>\$3.6</b>
	<b>\$608.4</b>	<b>\$377.9</b>	<b>\$986.4</b>	<b>\$608.4</b>	<b>\$363.9</b>	<b>\$972.3</b>

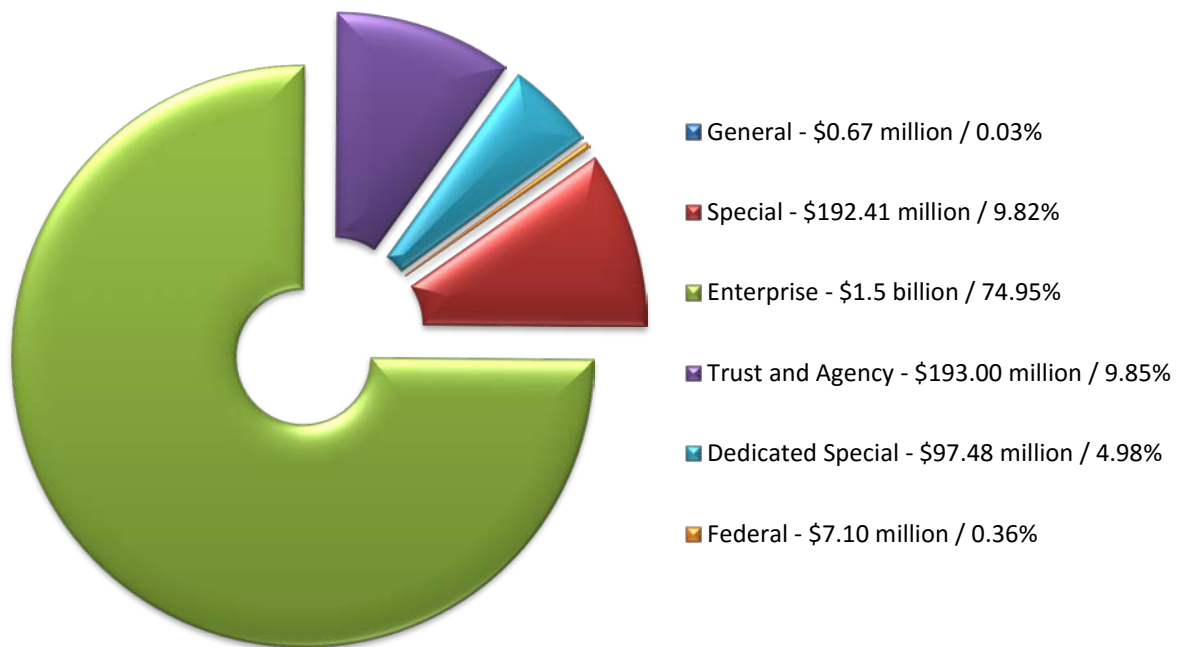
### AUTHORIZED POSITIONS FOR INDEPENDENT AGENCIES

Funds	FY 2019 Base Budget	FY 2019 Changes	FY 2019 Total	FY 2020 Base Budget	FY 2020 Changes	FY 2020 Total
General Fund	0.00	0.00	<b>0.00</b>	0.00	0.00	<b>0.00</b>
Nongeneral Fund	1,724.00	33.00	<b>1,757.00</b>	1,724.00	33.00	<b>1,757.00</b>
	<b>1,724.00</b>	<b>33.00</b>	<b>1,757.00</b>	<b>1,724.00</b>	<b>33.00</b>	<b>1,757.00</b>

## Independent Agencies Operating Budget History



## Financing of Independent Agencies Based on 2018-2020 Biennium Proposed Operating Budget



## State Corporation Commission

Operating Budget Summary				Authorized Position Summary		
	General Fund	Nongeneral Fund	Personnel Cost	General Fund	Nongeneral Fund	Total Positions
2015 Appropriation	\$1,200,133	\$94,411,603	\$44,945,024	13.00	665.00	678.00
2016 Appropriation	\$200,446	\$94,411,603	\$44,945,024	0.00	665.00	665.00
2017 Appropriation	\$201,256	\$99,190,592	\$52,295,782	0.00	665.00	665.00
2018 Appropriation	\$201,292	\$100,635,114	\$52,635,154	0.00	669.00	669.00
2019 Base Budget	\$201,292	\$100,635,114	\$55,183,566	0.00	669.00	669.00
2019 Intro Changes	(\$14)	\$5,384,003	\$1,934,410	0.00	6.00	6.00
<b>2019 Total</b>	<b>\$201,278</b>	<b>\$106,019,117</b>	<b>\$57,117,976</b>	<b>0.00</b>	<b>675.00</b>	<b>675.00</b>
2020 Base Budget	\$201,292	\$100,635,114	\$55,183,566	0.00	669.00	669.00
2020 Intro Changes	(\$14)	\$4,219,529	\$1,934,410	0.00	6.00	6.00
<b>2020 Total</b>	<b>\$201,278</b>	<b>\$104,854,643</b>	<b>\$57,117,976</b>	<b>0.00</b>	<b>675.00</b>	<b>675.00</b>

## Capital Outlay Budget Summary

	General Fund	Nongeneral Fund	Bond Proceeds	Capital Outlay Total
2019 Base Budget	\$0	\$0	\$0	\$0
2019 Intro Changes	\$0	\$1,250,000	\$0	\$1,250,000
<b>2019 Total</b>	<b>\$0</b>	<b>\$1,250,000</b>	<b>\$0</b>	<b>\$1,250,000</b>
2020 Base Budget	\$0	\$0	\$0	\$0
2020 Intro Changes	\$0	\$0	\$0	\$0
<b>2020 Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## Operating Budget Changes

## Introduced Budget Technical Changes

## Adjust appropriation for centrally funded changes in Cardinal charges

Adjusts appropriation for the reduction in Cardinal charges budgeted in Central Appropriations, Item 476 L. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
General Fund	(\$14)	(\$14)
Nongeneral Fund	(\$1,151)	(\$1,151)

## Adjust appropriation for centrally funded health insurance costs

Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 475 G. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	\$1,322,982	\$1,322,982

## Adjust appropriation for centrally funded information technology auditors and security officers

Adjusts appropriation for information technology auditors and information security officers budgeted in Central Appropriations, Item 476 J. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	\$61,830	\$61,830

## Adjust appropriation for centrally funded retirement rate changes

Adjusts appropriation for changes in state employee retirement rates budgeted in Central Appropriations, Item 475 H. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	(\$319,191)	(\$319,191)

## 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 475 K. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	\$104,935	\$104,935

## Adjust appropriation for centrally funded workers' compensation premium changes

Adjusts appropriation for workers' compensation premiums budgeted in Central Appropriations, Item 475 V. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	(\$1,037)	(\$1,037)

## Part B: Executive Biennial Budget - 2018-2020 Biennium

### Adjust appropriation for the centrally funded three percent salary increase for state employees

Adjusts appropriation for the three percent salary increase for state employees budgeted in Central Appropriations, Item 475 X. of Chapter 836, 2017 Acts of Assembly.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	\$1,628,926	\$1,628,926

### Reallocate appropriation and positions

Aligns nongeneral fund appropriation and positions to reflect proper accounting among the agency's five regulatory service areas. This technical adjustment results in a net sum zero transfer.

### Introduced Budget Non-Technical Changes

#### Address increase in regulatory workload

Supports the cost of six positions to address the increase in the agency's regulatory workload. The amendment provides for four positions in the Utility and Railroad Safety Division, one position in the Securities and Retail Franchising Division, and one position in the Bureau of Insurance.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	\$485,615	\$485,615
	Authorized Positions	6.00	6.00

#### Adjust Federal Trust appropriation

Adjusts appropriation based on historical and projected expenditures. This amendment is technical in nature.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	(\$1,300,000)	(\$1,300,000)

#### Adjust Public Service Company Fee and Tax appropriation

Adjusts appropriation based on historical and projected expenditures. This amendment is technical in nature.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	(\$1,000,000)	(\$1,000,000)

#### Adjust Trust and Agency appropriation

Adjusts appropriation based on historical and projected expenditures. This amendment is technical in nature.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	(\$1,000,000)	(\$1,000,000)

#### Increase appropriation to replace the Business Automation System (BAS)

Replaces the Tyler Building's BAS controls, which are nearing their useful life and will no longer be supported by the manufacturer.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	\$0	\$1,600,000

#### Adjust appropriation for replacement of the Clerk's Information System (CIS)

Funds the replacement of the CIS and improvement and standardization of the agency's business processes. The project will increase operational efficiency, avoid the costs of maintaining a platform no longer supported by the producer, and support other efficiency initiatives of the agency such as the availability of electronic filing options for businesses. The project is expected to be completed in the second year.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	\$611,153	(\$2,000,000)

#### Enhance Bureau of Insurance's (BOI) Consumer Portal

Allows for the receipt and submission of confidential consumer complaint documents electronically. The consumer portal will also enhance the electronic payment functionality. The project is expected to be completed in the second year.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	\$1,096,180	\$700,000

#### Implement Business Intelligence solution

Implements an enterprise-wide solution pursuant to a third-party assessment. The solution is expected to reduce costs to maintain different reporting tools currently used by the agency.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	\$500,000	\$0

#### Redesign agency website

Improves the website's functionality and design. Enhancements to the website will allow customers to conduct business more efficiently, including business registrations and access to case information.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	\$678,571	\$321,430

#### Replace Bureau of Insurance's MarketPro System

Supports the cost of a web-based system. The replacement of the MarketPro System will allow the bureau to implement a one market conduct system to be utilized by the Property and Casualty and Life and Health Divisions.		<b>2019</b>	<b>2020</b>
	Nongeneral Fund	\$200,000	\$1,300,000

## Part B: Executive Biennial Budget - 2018-2020 Biennium

		2019	2020
<b>Replace case management system</b>			
Replaces the case management system to allow the staff to perform related work more efficiently and effectively. The system will also allow users to have wider access to information and additional system functionality.	Nongeneral Fund	\$406,153	\$406,153
<b>Increase appropriation for compensation assessment recommendations</b>			
Increases appropriation to support compensation assessment recommendations. Pursuant to language in Item 475 of the Appropriation Act, the Commissioners of the State Corporation Commission, at their discretion, may utilize agency funds to implement the provisions of new or existing performance-based pay plans.	Nongeneral Fund	\$1,746,537	\$1,746,537
<b>Update fire suppression system</b>			
Replaces sprinkler heads that are nearing their useful life. The project is expected to be completed over a two-year period.	Nongeneral Fund	\$162,500	\$162,500

### Capital Outlay Budget Changes

#### Introduced Budget Non-Technical Changes

		2019	2020
<b>Replace Tyler Building roof</b>			
Authorizes the use of maintenance reserve funds to replace the Tyler Building roof.	Nongeneral Fund	\$1,250,000	\$0

## Virginia Lottery

Operating Budget Summary				Authorized Position Summary		
	General Fund	Nongeneral Fund	Personnel Cost	General Fund	Nongeneral Fund	Total Positions
2015 Appropriation	\$0	\$97,292,647	\$22,508,176	0.00	308.00	308.00
2016 Appropriation	\$0	\$97,319,201	\$22,508,176	0.00	308.00	308.00
2017 Appropriation	\$0	\$109,422,029	\$30,011,610	0.00	308.00	308.00
2018 Appropriation	\$0	\$99,607,813	\$30,011,610	0.00	308.00	308.00
2019 Base Budget	\$0	\$99,607,813	\$30,011,610	0.00	308.00	308.00
2019 Intro Changes	\$0	\$359,071,659	\$1,143,175	0.00	0.00	0.00
<b>2019 Total</b>	<b>\$0</b>	<b>\$458,679,472</b>	<b>\$31,154,785</b>	<b>0.00</b>	<b>308.00</b>	<b>308.00</b>
2020 Base Budget	\$0	\$99,607,813	\$30,011,610	0.00	308.00	308.00
2020 Intro Changes	\$0	\$351,671,659	\$1,143,175	0.00	0.00	0.00
<b>2020 Total</b>	<b>\$0</b>	<b>\$451,279,472</b>	<b>\$31,154,785</b>	<b>0.00</b>	<b>308.00</b>	<b>308.00</b>

### Operating Budget Changes

#### Introduced Budget Technical Changes

<b>Adjust appropriation for centrally funded changes in Cardinal charges</b>		2019	2020
Adjusts appropriation for the reduction in Cardinal charges budgeted in Central Appropriations, Item 476 L. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	(\$350)	(\$350)
<b>Adjust appropriation for centrally funded health insurance costs</b>		2019	2020
Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 475 G. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	\$557,934	\$557,934
<b>Adjust appropriation for centrally funded information technology auditors and security officers</b>		2019	2020
Adjusts appropriation for information technology auditors and information security officers budgeted in Central Appropriations, Item 476 J. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	\$32,960	\$32,960

## Part B: Executive Biennial Budget - 2018-2020 Biennium

### Adjust appropriation for centrally funded internal service fund charges for the Personnel Management Information System

		2019	2020
Adjusts appropriation for the Personnel Management Information System internal service fund charges budgeted in Central Appropriations, Item 476 O. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	\$5,443	\$5,443

### Adjust appropriation for centrally funded retirement rate changes

		2019	2020
Adjusts appropriation for changes in state employee retirement rates budgeted in Central Appropriations, Item 475 H. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	(\$132,047)	(\$132,047)

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

		2019	2020
Adjusts appropriation for changes in state employee other post-employment benefit rates budgeted in Central Appropriations, Item 475 K. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	\$43,413	\$43,413

### Adjust appropriation for centrally funded workers' compensation premium changes

		2019	2020
Adjusts appropriation for workers' compensation premiums budgeted in Central Appropriations, Item 475 V. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	\$7,381	\$7,381

### Adjust appropriation for the centrally funded three percent salary increase for state employees

		2019	2020
Adjusts appropriation for the three percent salary increase for state employees budgeted in Central Appropriations, Item 475 X. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	\$673,875	\$673,875

### Introduced Budget Non-Technical Changes

#### Establish appropriation for lottery prize payments

		2019	2020
Reflects nongeneral fund appropriation for prizes awarded to lottery winners and commissions and incentives for lottery retailers. This amendment eliminates the need to establish the appropriation for prize payments administratively.	Nongeneral Fund	\$350,000,000	\$350,000,000

#### Increase appropriation for revised shared space allocation at agency headquarters

		2019	2020
Funds the agency's revised shared space allocation in Main Street Centre pursuant to a Memorandum of Understanding (MOU) agreed to by the agency and Department of General Services. The MOU will become effective July 1, 2018.	Nongeneral Fund	\$201,050	\$201,050

#### Fund renewed contract with gaming vendor

		2019	2020
Supports the cost of the new contract with the gaming vendor. The nongeneral fund appropriation increase in the first year includes a one-time cost for the development of a digital delivery play system.	Nongeneral Fund	\$7,682,000	\$282,000

## Virginia College Savings Plan

	Operating Budget Summary			Authorized Position Summary		
	General Fund	Nongeneral Fund	Personnel Cost	General Fund	Nongeneral Fund	Total Positions
2015 Appropriation	\$0	\$178,598,894	\$11,641,705	0.00	105.00	105.00
2016 Appropriation	\$0	\$206,338,582	\$11,730,975	0.00	105.00	105.00
2017 Appropriation	\$0	\$241,398,915	\$11,957,409	0.00	115.00	115.00
2018 Appropriation	\$0	\$277,266,839	\$12,320,323	0.00	115.00	115.00
2019 Base Budget	\$0	\$277,266,839	\$13,132,527	0.00	115.00	115.00
2019 Intro Changes	\$0	\$1,718,680	\$419,585	0.00	0.00	0.00
<b>2019 Total</b>	<b>\$0</b>	<b>\$278,985,519</b>	<b>\$13,552,112</b>	<b>0.00</b>	<b>115.00</b>	<b>115.00</b>
2020 Base Budget	\$0	\$277,266,839	\$13,132,527	0.00	115.00	115.00
2020 Intro Changes	\$0	\$1,796,855	\$419,585	0.00	0.00	0.00
<b>2020 Total</b>	<b>\$0</b>	<b>\$279,063,694</b>	<b>\$13,552,112</b>	<b>0.00</b>	<b>115.00</b>	<b>115.00</b>

## Operating Budget Changes

## Introduced Budget Technical Changes

**Adjust appropriation for centrally funded changes in Cardinal charges**

Adjusts appropriation for the reduction in Cardinal charges budgeted in Central Appropriations, Item 476 L. of Chapter 836, 2017 Acts of Assembly.

	<u>2019</u>	<u>2020</u>
Nongeneral Fund	(\$810)	(\$810)

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

Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 475 G. of Chapter 836, 2017 Acts of Assembly.

	<u>2019</u>	<u>2020</u>
Nongeneral Fund	\$199,670	\$199,670

**Adjust appropriation for centrally funded information technology auditors and security officers**

Adjusts appropriation for information technology auditors and information security officers budgeted in Central Appropriations, Item 476 J. of Chapter 836, 2017 Acts of Assembly.

	<u>2019</u>	<u>2020</u>
Nongeneral Fund	\$57,947	\$57,947

**Adjust appropriation for centrally funded internal service fund charges for the Personnel Management Information System**

Adjusts appropriation for the Personnel Management Information System internal service fund charges budgeted in Central Appropriations, Item 476 O. of Chapter 836, 2017 Acts of Assembly.

	<u>2019</u>	<u>2020</u>
Nongeneral Fund	\$2,058	\$2,058

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

Adjusts appropriation for changes in state employee retirement rates budgeted in Central Appropriations, Item 475 H. of Chapter 836, 2017 Acts of Assembly.

	<u>2019</u>	<u>2020</u>
Nongeneral Fund	(\$49,618)	(\$49,618)

**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 475 K. of Chapter 836, 2017 Acts of Assembly.

	<u>2019</u>	<u>2020</u>
Nongeneral Fund	\$16,314	\$16,314

**Adjust appropriation for centrally funded workers' compensation premium changes**

Adjusts appropriation for workers' compensation premiums budgeted in Central Appropriations, Item 475 V. of Chapter 836, 2017 Acts of Assembly.

	<u>2019</u>	<u>2020</u>
Nongeneral Fund	(\$565)	(\$565)

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

Adjusts appropriation for the three percent salary increase for state employees budgeted in Central Appropriations, Item 475 X. of Chapter 836, 2017 Acts of Assembly.

	<u>2019</u>	<u>2020</u>
Nongeneral Fund	\$253,219	\$253,219



## Part B: Executive Biennial Budget - 2018-2020 Biennium

### Introduced Budget Non-Technical Changes

#### Increase operating expense funding

Adjusts the agency's nongeneral fund appropriation to account for increased costs for telecommunications, marketing, communications and outreach, professional development of employees, contract professional services, and facilities.

	2019	2020
Nongeneral Fund	\$1,026,249	\$1,107,161

#### Increase technology related expense funding

Increases the agency's nongeneral fund appropriation to account for costs related to licensing, hardware, and software.

	2019	2020
Nongeneral Fund	\$214,216	\$211,479

#### Transfer appropriation between programs

Transfers appropriation from the Information Technology Development and Operations program to the Administrative and Support Services program. The agency recently ended its contracts to provide information technology support to other states. Existing information technology staff and resources will now support the agency.

## Virginia Retirement System

### Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Cost	General Fund	Nongeneral Fund	Total Positions
2015 Appropriation	\$0	\$70,641,983	\$43,086,131	0.00	335.00	335.00
2016 Appropriation	\$124,705	\$75,802,483	\$43,086,131	0.00	335.00	335.00
2017 Appropriation	\$32,585	\$85,467,959	\$48,025,838	0.00	337.00	337.00
2018 Appropriation	\$50,000	\$82,829,694	\$48,193,728	0.00	337.00	337.00
2019 Base Budget	\$50,000	\$82,829,694	\$48,193,728	0.00	337.00	337.00
2019 Intro Changes	\$135,137	\$10,536,695	\$5,971,289	0.00	27.00	27.00
<b>2019 Total</b>	<b>\$185,137</b>	<b>\$93,366,389</b>	<b>\$54,165,017</b>	<b>0.00</b>	<b>364.00</b>	<b>364.00</b>
2020 Base Budget	\$50,000	\$82,829,694	\$48,193,728	0.00	337.00	337.00
2020 Intro Changes	\$30,000	\$5,085,421	\$5,914,504	0.00	27.00	27.00
<b>2020 Total</b>	<b>\$80,000</b>	<b>\$87,915,115</b>	<b>\$54,108,232</b>	<b>0.00</b>	<b>364.00</b>	<b>364.00</b>

### Authorized Position Summary

### Operating Budget Changes

#### Introduced Budget Technical Changes

#### Adjust appropriation for centrally funded changes in Cardinal charges

Adjusts appropriation for the reduction in Cardinal charges budgeted in Central Appropriations, Item 476 L. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	(\$1,318)	(\$1,318)

#### Adjust appropriation for centrally funded health insurance costs

Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 475 G. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	\$685,586	\$685,586

#### Adjust appropriation for centrally funded information technology auditors and security officers

Adjusts appropriation for information technology auditors and information security officers budgeted in Central Appropriations, Item 476 J. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	\$32,960	\$32,960

#### Adjust appropriation for centrally funded retirement rate changes

Adjusts appropriation for changes in state employee retirement rates budgeted in Central Appropriations, Item 475 H. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	(\$188,578)	(\$188,578)



## Part B: Executive Biennial Budget - 2018-2020 Biennium

<b>Adjust appropriation for centrally funded state employee other post-employment benefit rate changes</b>			
Adjusts appropriation for changes in state employee other post-employment benefit rates budgeted in Central Appropriations, Item 475 K. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	<u>2019</u> \$61,999	<u>2020</u> \$61,999
<b>Adjust appropriation for centrally funded workers' compensation premium changes</b>			
Adjusts appropriation for workers' compensation premiums budgeted in Central Appropriations, Item 475 V. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	<u>2019</u> (\$1,628)	<u>2020</u> (\$1,628)
<b>Adjust appropriation for the centrally funded changes in agency information technology costs</b>			
Adjusts appropriation for changes in information technology and telecommunications usage budgeted in Central Appropriations, Item 476 G. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	<u>2019</u> \$50,193	<u>2020</u> \$50,193
<b>Adjust appropriation for the centrally funded three percent salary increase for state employees</b>			
Adjusts appropriation for the three percent salary increase for state employees budgeted in Central Appropriations, Item 475 X. of Chapter 836, 2017 Acts of Assembly.	Nongeneral Fund	<u>2019</u> \$962,374	<u>2020</u> \$962,374
<b>Remove appropriation for Business Solutions support services</b>			
Removes appropriation for Business Solutions support services. The agency received additional appropriation last biennium to hire information technology contractors while the agency's regular information technology staff was working on the modernization project. As the modernization project is due to be complete in 2018, the additional contractors will no longer be needed.	Nongeneral Fund	<u>2019</u> (\$500,000)	<u>2020</u> (\$500,000)
<b>Remove appropriation for change management expert</b>			
Removes appropriation the agency received last biennium for a change management expert. The agency previously indicated that the expert and the appropriation would not be needed after 2018.	Nongeneral Fund	<u>2019</u> (\$113,570)	<u>2020</u> (\$113,570)
<b>Remove appropriation for implementation costs of identity and access management protection</b>			
Reduces appropriation to reflect annual cost of identity and access management protection. This action removes the one-time implementation costs of the protection program.	Nongeneral Fund	<u>2019</u> (\$86,036)	<u>2020</u> (\$86,036)
<b>Remove appropriation for implementation costs of new financial education program</b>			
Removes appropriation for implementation costs of new financial education program.	Nongeneral Fund	<u>2019</u> (\$57,000)	<u>2020</u> (\$57,000)
<b>Remove appropriation for implementation costs of the Line of Duty Act program</b>			
Removes appropriation for implementation costs of the Line of Duty Act program.	Nongeneral Fund	<u>2019</u> (\$87,050)	<u>2020</u> (\$87,050)
<b>Remove appropriation for modernization project</b>			
Removes appropriation the agency received last biennium to pay for the fourth and final phase of the modernization project. The modernization project is expected to be complete in the spring of 2018.	Nongeneral Fund	<u>2019</u> (\$5,760,135)	<u>2020</u> (\$5,760,135)
<b>Remove appropriation for one-time costs associated with database management system upgrade</b>			
Removes appropriation for the one-time costs associated with upgrading the agency's Microsoft SQL Server database management system.	Nongeneral Fund	<u>2019</u> (\$302,167)	<u>2020</u> (\$302,167)
<b>Transfer appropriation between program areas</b>			
Transfers nongeneral fund appropriation between three program areas in order to align with the agency's internal budget.			

## Part B: Executive Biennial Budget - 2018-2020 Biennium

### Introduced Budget Non-Technical Changes

<b>Strengthen cyber security</b>		<b>2019</b>	<b>2020</b>
Provides nongeneral fund appropriation and three full-time equivalent positions to pay for certain upgrades, replacements, and ongoing costs related to the agency's information technology and cyber security.			
Nongeneral Fund	\$1,431,790	\$1,302,610	
Authorized Positions	3.00	3.00	
<b>Transition from use of information technology contractors to full-time staff</b>		<b>2019</b>	<b>2020</b>
Provides nongeneral fund appropriation and three full-time equivalent positions to begin transitioning from using information technology contractors to full-time internal staff. The agency will begin hiring new staff and gradually decrease its use of contractors.			
Nongeneral Fund	\$2,032,290	\$2,475,505	
Authorized Positions	3.00	3.00	
<b>Undergo mandatory information technology upgrades</b>		<b>2019</b>	<b>2020</b>
Provides nongeneral fund appropriation to enable the agency to begin replacing certain end-of-life information technology components and systems.			
Nongeneral Fund	\$1,538,372	\$1,899,586	
<b>Create agency risk management program and ensure compliance with legal and accounting standards</b>		<b>2019</b>	<b>2020</b>
Provides nongeneral fund appropriation and two full-time equivalent positions to develop an agency risk management program, as well as assure compliance with certain legal and accounting standards.			
Nongeneral Fund	\$1,107,165	\$857,165	
Authorized Positions	2.00	2.00	
<b>Fund administrative costs for the Volunteer Firefighters and Rescue Squad Workers' Service Award Fund</b>		<b>2019</b>	<b>2020</b>
Provides additional general fund appropriation to administer the program.			
General Fund	\$135,137	\$30,000	
<b>Fund implementation of final Modernization Program releases</b>		<b>2019</b>	<b>2020</b>
Funds the implementation costs of the final three releases of the Modernization Program. The funding will complete the development, testing, and roll out of the fourth and final phase of the program. The project is expected to be completed in 2019.			
Nongeneral Fund	\$5,528,123	\$0	
<b>Increase analytical and reporting activities in an effort to improve trust fund performance</b>		<b>2019</b>	<b>2020</b>
Provides nongeneral fund appropriation and five full-time equivalent positions for analytical and reporting activities intended to improve the performance of the retirement trust fund.			
Nongeneral Fund	\$1,313,025	\$1,273,025	
Authorized Positions	5.00	5.00	
<b>Increase internally-managed investment activities</b>		<b>2019</b>	<b>2020</b>
Provides nongeneral fund appropriation and five full-time equivalent positions to increase the number of internally-managed investment activities, as well as provide enhancements to activities already internally-managed.			
Nongeneral Fund	\$2,890,300	\$2,436,900	
Authorized Positions	5.00	5.00	
<b>Implement efficiencies to improve customer service</b>		<b>2019</b>	<b>2020</b>
Implements efficiencies to improve the agency's customer services by converting wage positions to full-time equivalent positions. The amendment also provides funding to conduct and analyze a customer survey and implement its findings.			
Nongeneral Fund	\$0	\$145,000	
Authorized Positions	6.00	10.00	
<b>Increase position level to reflect previously approved Line of Duty Act positions</b>		<b>2019</b>	<b>2020</b>
Provides three full-time equivalent positions for the administration of the Line of Duty Act program. The appropriation for these positions was previously provided; however, the position level increase was inadvertently excluded.			
Authorized Positions	3.00	3.00	

## Virginia Workers' Compensation Commission

	Operating Budget Summary			Authorized Position Summary		
	General Fund	Nongeneral Fund	Personnel Cost	General Fund	Nongeneral Fund	Total Positions
2015 Appropriation	\$0	\$42,436,279	\$23,645,802	0.00	275.00	275.00
2016 Appropriation	\$0	\$43,862,641	\$24,055,144	0.00	275.00	275.00
2017 Appropriation	\$1,000,000	\$46,263,534	\$27,569,891	0.00	292.00	292.00
2018 Appropriation	\$0	\$47,809,995	\$27,894,134	0.00	295.00	295.00
2019 Base Budget	\$0	\$47,809,995	\$27,894,133	0.00	295.00	295.00
2019 Intro Changes	\$0	\$1,103,283	\$1,112,831	0.00	0.00	0.00
<b>2019 Total</b>	<b>\$0</b>	<b>\$48,913,278</b>	<b>\$29,006,964</b>	<b>0.00</b>	<b>295.00</b>	<b>295.00</b>
2020 Base Budget	\$0	\$47,809,995	\$27,894,133	0.00	295.00	295.00
2020 Intro Changes	\$0	\$1,103,283	\$1,112,831	0.00	0.00	0.00
<b>2020 Total</b>	<b>\$0</b>	<b>\$48,913,278</b>	<b>\$29,006,964</b>	<b>0.00</b>	<b>295.00</b>	<b>295.00</b>

## Operating Budget Changes

## Introduced Budget Technical Changes

**Adjust appropriation for centrally funded changes in Cardinal charges**

Adjusts appropriation for the reduction in Cardinal charges budgeted in Central Appropriations, Item 476 L. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	(\$1,158)	(\$1,158)

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

Adjusts appropriation for the employer's share of health insurance premiums budgeted in Central Appropriations, Item 475 G. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	\$580,994	\$580,994

**Adjust appropriation for centrally funded information technology auditors and security officers**

Adjusts appropriation for information technology auditors and information security officers budgeted in Central Appropriations, Item 476 J. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	\$37,676	\$37,676

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

Adjusts appropriation for changes in state employee retirement rates budgeted in Central Appropriations, Item 475 H. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	(\$119,999)	(\$119,999)

**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 475 K. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	\$39,451	\$39,451

**Adjust appropriation for centrally funded workers' compensation premium changes**

Adjusts appropriation for workers' compensation premiums budgeted in Central Appropriations, Item 475 V. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	\$7,114	\$7,114

**Adjust appropriation for the centrally funded changes in agency information technology costs**

Adjusts appropriation for changes in information technology and telecommunications usage budgeted in Central Appropriations, Item 476 G. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	(\$53,180)	(\$53,180)

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

Adjusts appropriation for the three percent salary increase for state employees budgeted in Central Appropriations, Item 475 X. of Chapter 836, 2017 Acts of Assembly.

	2019	2020
Nongeneral Fund	\$612,385	\$612,385