

## Part D: Amendments to Chapter 836 - 2016-2018 Biennium

### Judicial Department

#### Judicial Department Reversion Clearing Account

##### Operating Budget Changes

###### Introduced Budget Non-Technical Changes

<b>Revert Criminal Fund balances</b>		<u>2018</u>
Reverts FY 2017 Criminal Fund balances to the general fund.	GF Resources	\$1,500,000

### Executive Offices

#### Attorney General and Department of Law

##### Operating Budget Changes

###### Introduced Budget Non-Technical Changes

<b>Restore Revolving Fund</b>		<u>2018</u>
Increases revolving fund appropriation by \$500,000.	Nongeneral Fund	\$500,000
	GF Resources	(\$500,000)

### Office of Administration

#### Compensation Board

##### Operating Budget Changes

###### Introduced Budget Non-Technical Changes

<b>Revert excess funding appropriated for compression salary adjustments</b>		<u>2018</u>
Reverts excess funding based on re-calculation of salary compression costs.	General Fund	(\$1,146,867)

### Department of Human Resource Management

##### Operating Budget Changes

###### Introduced Budget Non-Technical Changes

<b>Adjust appropriation for the administration of The Local Choice (TLC) Plan</b>		<u>2018</u>
Adjusts nongeneral fund appropriation provided for the administration of TLC. This amendment reflects the projected decrease in costs to administer the local health insurance plan.	Nongeneral Fund	(\$500,000)

###### Adjust appropriation for the administration of the state health insurance program

Adjusts nongeneral fund appropriation for the state health insurance program based on the projected decrease in costs to administer the program.	Nongeneral Fund	<u>2018</u> (\$500,000)
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###### Fund Commonwealth of Virginia Campaign (CVC) charitable pledge processing system

Increases nongeneral fund appropriation to support the cost of a new CVC pledge processing system. The new pledge processing system will electronically store and recall pledge cards.	Nongeneral Fund	<u>2018</u> \$170,000
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## Administration of Health Insurance

### Operating Budget Changes

#### Introduced Budget Non-Technical Changes

##### Adjust state health insurance appropriation

Adjusts nongeneral fund appropriation to support claims and administrative costs of the state employee health insurance program. The appropriation adjustment is based on the most recent assumptions in health care costs provided by the agency's actuary.

	<u>2018</u>
Nongeneral Fund	(\$200,000,000)

##### Increase appropriation for Line of Duty Act (LODA) Health Benefits Program

Increases nongeneral fund appropriation to support the program's claims and administrative costs. LODA provides premium-free health benefits coverage to certain individuals injured or killed in the line of duty, and to eligible dependents and survivors of these individuals.

	<u>2018</u>
Nongeneral Fund	\$19,994,789

##### Increase appropriation for the TLC Health Benefits Program

Increases nongeneral fund appropriation to support claims and administrative costs of the local health insurance program. TLC is an optional program offering health benefits to employees and retirees, and their dependents, of localities, local school divisions, and other political subdivisions.

	<u>2018</u>
Nongeneral Fund	\$45,235,493

## Office of Agriculture and Forestry

### Department of Agriculture and Consumer Services

### Operating Budget Changes

#### Introduced Budget Non-Technical Changes

##### Increase deposit to the Wine Promotion Fund based on wine liter tax collections

Adjusts the deposit to the Virginia Wine Promotion Fund to reflect increased liter tax revenues attributed to the sale of Virginia wine. This deposit is required by the Code of Virginia.

	<u>2018</u>
General Fund	\$256,198

## Office of Commerce and Trade

### Economic Development Incentive Payments

### Operating Budget Changes

#### Introduced Budget Non-Technical Changes

##### Capture savings from updated incentive payment schedules

Reduces funding for incentive grant programs to align with anticipated payment schedules.

	<u>2018</u>
General Fund	(\$145,000)

##### Remove funding for the Pulp, Paper, and Fertilizer Advanced Manufacturing Performance Grant Fund

Eliminates funding for deposit to the Pulp, Paper, and Fertilizer Advanced Manufacturing Performance Grant Fund in accordance with the updated payment schedule.

	<u>2018</u>
General Fund	(\$2,000,000)

## Office of Education

### Direct Aid to Public Education

### Operating Budget Changes

#### Introduced Budget Non-Technical Changes

##### Adjust funding for the school breakfast incentive program

Adjusts funding for the state-supported school breakfast incentive program based on the actual number of meals served during the 2016-2017 school year.

	<u>2018</u>
General Fund	\$229,992

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<p><b>Capture savings from revised student enrollment projections</b> Updates the state cost for Direct Aid to Public Education using enrollment projections based on the latest fall membership counts, which are lower than projected.</p>	General Fund	<u>2018</u> (\$4,979,665)
<p><b>Capture unclaimed appropriation from National Board Certified Teacher bonuses</b> Adjusts funding for the National Board Certification Program based on the actual number of certified teachers.</p>	General Fund	<u>2018</u> (\$457,500)
<p><b>Restore fiscal year 2018 appropriation resulting from fiscal year 2017 shortfall</b> Restores FY 2018 funds as a result of a FY 2017 shortfall. In FY 2017, an administrative adjustment was processed to transfer funds from FY 2018 to FY 2017 to provide funding necessary to meet the state's obligation for FY 2017 K-12 education payments to school divisions.</p>	General Fund	<u>2018</u> \$1,060,787
<p><b>Update costs of categorical programs</b> Adjusts funding for educational programs that are not included in the Standards of Quality. State or federal statutes or regulations mandate most categorical programs. These adjustments update the cost of continuing the current programs with the required data revisions.</p>	General Fund	<u>2018</u> (\$1,092,647)
<p><b>Update costs of incentive programs</b> Adjusts funding for certain educational programs that are not included in the Standards of Quality. These programs are designed to address educational needs of specific targeted student populations. Funding for these programs is primarily formula-driven and subject to changes in fall membership, participation rates, and test scores.</p>	General Fund	<u>2018</u> (\$59,902)
<p><b>Update costs of Lottery programs</b> Adjusts funding for Lottery-funded programs based on actual and updated projections for participation.</p>	General Fund	<u>2018</u> (\$1,011,121)
<p><b>Update costs of the Standards of Quality (SOQ)</b> Updates costs of the Remedial Summer School and English as a Second Language programs to reflect actual participation based on fall 2017 data.</p>	General Fund	<u>2018</u> (\$376,011)
<p><b>Adjust state support for the City of Charlottesville based on composite index correction</b> Adjusts state support for the City of Charlottesville based on an update to the source data used to calculate the city's 2016-2018 biennium composite index of local ability-to-pay.</p>	General Fund	<u>2018</u> \$384,476
<p><b>Increase general fund support for driver education</b> Increases general fund appropriation based on a projected reduction in Department of Motor Vehicle revenues available to fund the portion of Basic Aid that supports driver education.</p>	General Fund Nongeneral Fund	<u>2018</u> \$285,000 (\$285,000)
<p><b>Update Lottery proceeds for public education</b> Adjusts funding to reflect an increase in the estimate of Lottery proceeds from \$546.5 million to \$598.5 million in FY 2018.</p>	General Fund Nongeneral Fund	<u>2018</u> (\$51,982,952) \$51,982,954
<p><b>Update sales tax revenues for public education</b> Updates funding provided to local school divisions based on the latest sales tax projections provided by the Department of Taxation.</p>	General Fund	<u>2018</u> \$728,263

## Office of Finance

## Part D: Amendments to Chapter 836 - 2016-2018 Biennium

### Department of Accounts Transfer Payments

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

###### Adjust aid to locality distribution to reflect updated forecast

Aligns the appropriation for distributions to localities in accordance with the November 2017 Governor's Advisory Council on Revenue Estimates forecast. This amendment decreases the appropriation for distribution of rolling stock taxes and distributions of Tennessee Valley Authority payments in lieu of taxes.

	2018
General Fund	(\$670,000)

### Treasury Board

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

###### Reflect debt service savings

Captures the net general fund savings due to the refunding of General Obligation, Virginia Public Building Authority, and Virginia College Building Authority Bonds.

	2018
General Fund	(\$24,268,508)

### Office of Health & Human Resources

#### Children's Services Act

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

###### Adjust for caseload and utilization changes

Accounts for projected balances due to a slightly lower level of growth than projected.

	2018
General Fund	(\$1,392,054)

### Department of Medical Assistance Services

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

###### Adjust FY 2018 Health Care Fund appropriation

Modifies the appropriation for the Virginia Health Care Fund to reflect the latest revenue estimates. Tobacco tax revenue is projected to fall below the current budget by \$9.2 million in FY 2018 based on the Department of Taxation's revised forecast. Conversely, Medicaid recoveries exceed budgeted projections by \$21.6 million in FY 2018. The estimates also account for a \$28.1 million prior year cash balance carried over from FY 2017. Since the fund is used as state match for Medicaid, any change in revenue to the fund impacts general fund support for Medicaid.

	2018
General Fund	(\$40,503,418)
Nongeneral Fund	\$40,503,418

###### Fund FY 2018 Family Access to Medical Insurance Security (FAMIS) utilization and inflation

Adjusts FY 2018 funding for utilization and inflation in the Family Access to Medical Insurance Security (FAMIS) program based on the most recent forecast of expenditures. Funding assumes that current enhanced federal match (88 percent) is maintained for federal fiscal years 2018.

	2018
General Fund	\$2,716,734
Nongeneral Fund	\$19,922,723

###### Fund FY 2018 Medicaid utilization and inflation

Provides funding for the FY 2018 cost of Medicaid as estimated in the most recent forecast expenditures.

	2018
General Fund	\$86,746,623
Nongeneral Fund	\$198,323,090

## Part D: Amendments to Chapter 836 - 2016-2018 Biennium

<b>Fund FY 2018 medical assistance services for low-income children utilization and inflation</b>		
Adjusts FY 2018 funding for the Commonwealth's Medicaid Children's Health Insurance Program to reflect the latest expenditure forecast. Funding assumes that current enhanced federal match (88 percent) is maintained for federal fiscal years 2018.		<u>2018</u>
	General Fund	\$654,928
	Nongeneral Fund	\$4,802,805
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<b>Fund FY 2018 medical services for involuntary mental commitments</b>		
Increases FY 2018 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>2018</u>
	General Fund	\$2,160,194
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<b>Fund Medallion 4.0 program mailings</b>		
Covers the one-time printing and mailing costs associated with informing Medicaid members transitioning into the Medallion 4.0 program, of changes in program requirements, assignment processes, and open enrollment periods.		<u>2018</u>
	General Fund	\$500,000
	Nongeneral Fund	\$500,000
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<b>Provide health care coverage to the uninsured</b>		
Provides funding to cover administrative costs for the Department of Medical Assistance Services to begin the work necessary to expand Medicaid by October 1, 2018.		<u>2018</u>
	General Fund	\$611,953
	Nongeneral Fund	\$1,111,953
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<b>Increase use of civil money penalty funds in FY 2018</b>		
Appropriates revenue generated from Civil Money Penalties (CMP) to support additional activities as approved by the Centers for Medicare and Medicaid Services. CMPs are sanctions collected from nursing facilities for being out of compliance with federal long term care requirements. A portion of these penalties are retained by Virginia to address emergency situations and support activities that benefit nursing facility residents.		<u>2018</u>
	Nongeneral Fund	\$700,000

## Department of Behavioral Health and Developmental Services

### Operating Budget Changes

#### Introduced Budget Non-Technical Changes

<b>Correct appropriation error at Central Office</b> Restores savings that were inadvertently double counted in Chapter 836, 2017 Acts of Appropriation.		<u>2018</u>
	General Fund	\$200,000

### Grants to Localities

#### Operating Budget Changes

#### Introduced Budget Non-Technical Changes

<b>Support growth in the Early Intervention Program - Part C caseload</b> Funds projected growth in the Early Intervention - Part C caseload. As a participant in the Part C program, the Commonwealth is required to make early intervention services eligible to all eligible children from birth through two years old with developmental delays and disabilities.		<u>2018</u>
	General Fund	\$881,716

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### Virginia Center for Behavioral Rehabilitation

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

###### Fund temporary beds for individuals with significant medical needs

Provides for the staffing, equipment, and other associated costs of temporarily housing 22 medically challenged residents at Piedmont Geriatric Hospital. The Virginia Center for Behavioral Rehabilitation (VCBR) is projected to be over census capacity in 2018, and additional space is needed for those individuals with significant medical needs. The funds associated with the temporary beds will move to the expanded VCBR facility once construction is complete in FY 2021 and residents are able to transition back.

	<u>2018</u>
General Fund	\$213,847
Authorized Positions	20.00

### Department of Social Services

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

###### Adjust Supplemental Nutrition Assistance Program Employment and Training (SNAPET) pilot grant appropriation

Adjusts the appropriation for a \$22.4 million federal grant awarded to the Department of Social Services by the U.S Department of Agriculture Food and Nutrition Service in March 2015 for a three-year pilot project ending December 31, 2018.

	<u>2018</u>
Nongeneral Fund	\$3,864,875

###### Appropriate additional Child Care and Development Fund grant award

Appropriates additional federal grant funds awarded to the agency by the U.S. Department of Health & Human Services. The goal of this federally funded program is to provide financial assistance for child care and to improve the quality of care and programs provided.

	<u>2018</u>
Nongeneral Fund	\$1,135,136

###### Appropriate nongeneral funds for local staff and operations

Appropriates additional federal appropriation to fund anticipated expenditure increases in local staff and operations and supportive costs.

	<u>2018</u>
Nongeneral Fund	\$27,000,000

###### Increase Virginia Birth Father Registry Fund appropriation

Increases the appropriation for the Virginia Birth Father Registry so the Department can continue its current marketing efforts as well as implement new publicity opportunities to educate the public about the registry.

	<u>2018</u>
Nongeneral Fund	\$100,000

###### Capture anticipated balance in the auxiliary grant program

Removes \$1.8 million of general fund appropriation in the auxiliary grant program based on the latest spending projections. This strategy will have no impact on clients or services.

	<u>2018</u>
General Fund	(\$1,800,000)

###### Adjust funding for the Temporary Assistance for Needy Families Unemployed Parents program

Increases funding for the unemployed parent cash assistance program, based on a revised projection of the estimated 2018-2020 biennial costs.

	<u>2018</u>
General Fund	\$796,839

###### Fund the child welfare forecast

Adds funding to 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 the appropriation to cover the necessary costs of providing payments to foster care and adoptive families.

	<u>2018</u>
General Fund	\$2,242,786
Nongeneral Fund	\$4,134,051

###### 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.

	<u>2018</u>
Nongeneral Fund	(\$20,469,152)

## Part D: Amendments to Chapter 836 - 2016-2018 Biennium

<b>Fund rent increases for leased facilities</b>		<u>2018</u>
Funds rent and lease increases for regional offices.	General Fund	\$331,919
	Nongeneral Fund	\$417,041

<b>Offset nongeneral fund decrease in child support enforcement revenue</b>		<u>2018</u>
Provides general fund support to avoid significant reductions to child support collection efforts. As Virginia's Temporary Assistance to Needy Families (TANF) caseload continues to decline, so too does the amount of child support collected by the Division of Child Support Enforcement (DCSE). Such a reduction in revenue would have a direct impact on DCSE operations as a portion can be retained and used to draw federal matching dollars (\$2 federal for every \$1 state). Therefore, the anticipated \$3.0 annual revenue shortfall translates into a \$9.0 million operating deficit for DCSE. This amendment provides \$3.0 million from the general fund to replace lost revenue. A companion amendment provides general fund support in the new biennium.	General Fund	\$2,953,790
	Nongeneral Fund	(\$3,509,790)

<b>Restore information technology appropriation reductions</b>		<u>2018</u>
Provides funding to meet projected VITA and other information systems costs.	General Fund	\$4,200,600
	Nongeneral Fund	\$4,200,600

## Office of Natural Resources

### Marine Resources Commission

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

<b>Adjust appropriation for the Tangier Island seawall project</b>		<u>2018</u>
Reduces general fund appropriation to reflect the Commonwealth's share of the Tangier Island seawall project. The adjustment is based on estimates provided by the Army Corps of Engineers.	General Fund	(\$176,000)

## Office of Public Safety and Homeland Security

### Department of Corrections

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

<b>Increase funding for inmate medical costs</b>		<u>2018</u>
Provides funding for increased medical costs for inmates based on updated projections.	General Fund	\$5,000,000

### Department of Forensic Science

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

<b>Provide temporary funding of overtime in the controlled substances and forensic biology sections</b>		<u>2018</u>
Provides overtime funding for forensic scientists in the controlled substances and forensic biology sections to help address case backlogs.	General Fund	\$125,000

## Office of Technology

## Part D: Amendments to Chapter 836 - 2016-2018 Biennium

### Virginia Information Technologies Agency

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

**Adjust Shared Security Center appropriation to reflect additional workload**

Increases the appropriation for the Shared Security Center as a result of additional agencies signing up as customers.

	<u>2018</u>
Nongeneral Fund	\$721,989

**Provide funding to repay Virginia Enterprise Applications Program working capital advance**

Provides funding to repay a working capital advance owed for costs incurred by the Virginia Enterprise Applications Program. The contract supporting the repayment ended before the working capital advance was fully repaid.

	<u>2018</u>
General Fund	\$2,252,312

### Office of Transportation

#### Department of Motor Vehicles

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

**Authorize compliance with REAL ID Act**

Establishes a line of credit to be used to support operational costs related to the implementation and issuance of REAL ID compliant credentials. The agency has implemented most requirements and is working on final administration actions to begin issuing compliant cards on October 1, 2018. Virginians without an acceptable REAL ID compliant credential will not be allowed to enter some federal facilities or board a domestic flight without an alternative credential, such as a passport or other federal identification.

	<u>2018</u>
Nongeneral Fund	\$1,500,000
Authorized Positions	25.00

#### Department of Transportation

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

**Adjust appropriation to reflect financial plan**

Amends program appropriation amounts to conform to the final program amounts in the 2018 Virginia Department Of Transportation budget, as approved by the Commonwealth Transportation Board in June 2017.

	<u>2018</u>
Nongeneral Fund	\$359,496,018

### Central Appropriations

#### Central Appropriations

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

**Adjust funding for changes in agency information technology costs**

Adjusts the general fund share of costs for information technology and telecommunications usage by state agencies. The funding reflects the latest agency utilization estimates provided by the Virginia Information Technologies Agency for 2018.

	<u>2018</u>
General Fund	(\$4,651,779)

**Adjust funding for Line of Duty Act premiums to reflect enrollment changes**

Adjusts funding provided to state agencies to reflect the actual premium charged in 2018.

	<u>2018</u>
General Fund	(\$198,774)

**Appropriate Revenue Cash Reserve amounts**

Provides additional amounts to the Revenue Cash Reserve. This amounts plus \$270.7 million included in a companion amendment to HB/SB 30 brings the total in the Revenue Cash Reserve up to \$427.1 million.

	<u>2018</u>
General Fund	\$121,395,372

## Part D: Amendments to Chapter 836 - 2016-2018 Biennium

### Provide appropriation to support the Slavery and Freedom Heritage project

Provides funding available to the City of Richmond for the development of the Slavery and Freedom Heritage Site and improvements to the Slave Trail based on expected project expenditures.

	<u>2018</u>
General Fund	\$1,209,209

## Independent Agencies

### State Corporation Commission

#### Operating Budget Changes

##### 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.

	<u>2018</u>
Nongeneral Fund	\$242,807
Authorized Positions	6.00

#### 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.

	<u>2018</u>
Nongeneral Fund	\$1,056,320

#### 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.

	<u>2018</u>
Nongeneral Fund	\$500,000

#### Increase appropriation for Technology and Information Security Project

Provides one-time nongeneral fund appropriation to implement information technology and security features in accordance with the Commonwealth Information Security Standard. This amendment addresses the findings included in the Auditor of Public Accounts 2016 report.

	<u>2018</u>
Nongeneral Fund	\$1,451,987

#### Increase appropriation for the 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.

	<u>2018</u>
Nongeneral Fund	\$1,528,836

#### Increase appropriation for compensation assessment recommendations

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.

	<u>2018</u>
Nongeneral Fund	\$1,746,537

## Virginia Retirement System

#### Operating Budget Changes

##### Introduced Budget Non-Technical Changes

#### Fund implementation of final Modernization Program releases

Funds implementation costs of the final three releases of the Modernization Program. This project is expected to be completed in 2019.

	<u>2018</u>
Nongeneral Fund	\$1,818,386