Key Features - Senate Bill 29 (Caboose)
As Amended by Senate Finance and Appropriations
February 20, 2022

Resources

- General Fund resources total $29.1 billion for FY 2022.
  - Includes $1.2 billion in GF revenues from the mid-session revenue forecast.
- GF revenues are adjusted downward by $165.6 million to reflect conformity with the tax provisions of the American Rescue Plan Act (ARPA).
  - Assumes full conformity to the federal allowance of deductions for business expenses funded with forgiven PPP loans and other similar tax-exempt funds effective for tax year 2021.

Revenue Reserve Fund

- Provides a $563.9 million GF in FY 2022 for a voluntary, supplemental deposit to the Revenue Reserve Fund.

Commerce and Trade

- Provides $100.0 million GF in new funding for the Virginia Business Ready Sites program in FY 2022, and an additional $50.0 million in the next biennium. Funding is intended to support grants to develop project-ready sites in order to make the Commonwealth more competitive in attracting economic development projects.

- Includes almost $25.0 million GF to meet MEI-approved commitments for economic development initiatives, including:
    - $15.0 million GF for infrastructure projects in the City of Richmond in support of the property analytics firm expansion announced by the Governor in December.
    - $8.5 million GF for infrastructure upgrades at Progress Park in Wythe County in support of the manufacturing facility announced by the Governor in October; and
    - $1.4 million GF in workforce training incentives for a nitrile glove manufacturing facility.

Public Education

- Maintains $67.1 million GF in FY 2022 for teacher retirement costs that were previously split-funded using Literary Funds.
- Includes a net $18.2 million GF increase after offsetting the No Loss Payments to update the FY 2022 sales tax estimate for the mid-session revenue forecast.
- Provides $137.4 million NGF ARPA funds for a bonus of approximately $1,000 to teachers and support positions. This amount is sufficient to cover the full cost for the funded SOQ positions and requires no local match.

Health and Human Resources

Medicaid

- Captures $781.5 million GF in savings based on the Medicaid forecast which reflects enhanced federal funding, including the recent extension of the federal public health emergency, and lower utilization due to the pandemic.
    - Reflects additional savings of $132.8 million GF from higher revenue in the Health Care Fund, the largest portion being the cash balance from FY 2021.
- Captures $11.3 million GF in savings from the Children's Health Insurance Programs due to lower managed care rates and lower utilization.

Behavioral Health

- Provides $9.0 million GF to continue temporary facility contracts for direct care staff to assist with shortages in the state mental health facilities and provides $4.2 million GF for overtime costs at state mental health hospitals.
- Includes $5.2 million GF for the costs of a temporary kitchen at Eastern State Hospital as a result of a sewer leak.
- Maintains $2.0 million GF to support the transition of crisis assessment centers into receiving centers that will better support individuals experiencing a mental health crisis.

Other Health and Human Resources

- Maintains $3.3 million GF for overtime costs at the Department of Health for COVID-19 response efforts.

- Provides $3.0 million to fund the increased caseload in the TANF Unemployment Parent program.
- Reflects $2.7 million in savings from the Title IV-E foster care program due to the enhanced federal match during the public health emergency.

Labor

- Provides $110.0 million in ARPA funding for a deposit to the Unemployment Trust Fund to prevent the triggering of the "fund builder" component of the unemployment insurance tax.
- Includes $0.5 million GF to initiate a comprehensive efficiency review of the Virginia Employment Commission as recommended by JLARC.

Natural Resources, Agriculture, and Forestry

- Provides $2.5 million GF in supplemental support for State Park staffing and operations, with an additional $10.0 million included in the next biennium.
- Authorizes the Department of Conservation and Recreation to use the previously appropriated funding of $2.0 million GF to improve public access points at River Farm.
- Increases the transfer of Watercraft Sales and Use Tax revenues to the Game Protection Fund by $2.3 million in FY 2022, resulting in a corresponding decrease of available general fund revenues. This increased transfer is continued in the next biennium up by $1.6 million.

Public Safety

- Maintains $6.8 million GF for increased inmate-related medical expenditures in state correctional facilities.
- Includes an increase of $6.8 million for a one-time bonus for non-security employees at the Department of Corrections.
- Provides $2.3 million GF in FY 2022 to increase the Commonwealth's Aid to Local Police Departments or "599" Program.

Transportation

- Provides $305.8 million GF in FY 2022 for strategic investments in statewide high-priority transportation projects. Included in these amounts is $115.8 million to reflect the statutory requirement that 67 percent of undesignated surplus FY 2021 revenues be deposited to the Commonwealth Transportation Fund for nonrecurring transportation expenditures. Priority projects include:
    - $190.0 million for widening nine miles of I-64 between Exit 234 and MP 223 (James City to New Kent County line);
    - $45.0 million for improvements to the Mid-Atlantic Regional Spaceport, an MEI-approved economic development incentive;
    - $30.0 million to establish a State Trails Office within the Virginia Department of Transportation and enhance existing network of state and local multi-use bicycle and pedestrian facilities;
    - $30.0 million in additional funding for city street maintenance payments;
    - $5.0 million for distance-based commuter bus service in the Transit Ridership Incentive Fund;

- $5.0 million for projects to remediate the loss of wildlife habitat impacted by the construction of the Hampton Roads Bridge Tunnel; and
- $0.8 million for customer service enhancements and automation at the Department of Motor Vehicles.

- Includes an upward adjustment of $647.4 million NGF in the current fiscal year to reflect both the December revised Commonwealth Transportation Fund forecast and the anticipated federal formula funding increases under the Infrastructure Investment and Jobs Act.

General Government

- Includes $2.5 million GF in FY 2022 in one-time funding for the Economic Contingency Fund. The increase in funding is related to reimbursing the Department of General Services for costs associated with the removal of the former Robert E. Lee Monument pedestal.
- Includes $238.1 million NGF the second year in new ARPA State and Local Fiscal Relief Fund (SLRF) allocations, not previously authorized.

Employee Compensation

- Provides $102.5 million GF in FY 2022 for an additional $1,000 bonus for state employees, to be paid on June 1, 2022.
- Adopts language authorizing a five percent salary increase for state employees, including adjunct faculty and graduate teaching assistants at higher education institutions, effective June 10, 2022.
  - A companion amendment in SB 30 includes funding and language to support the salary actions.

Judicial

- Adopts the reversion of $33.0 million in existing Criminal Fund balances to the general fund.

Capital Outlay

- Provides $217.6 million, including $211.4 million GF and $6.1 million NGF:
  - $80.0 million to supplement previously authorized pool projects for additional labor costs;
  - $100.0 million to supplement previously authorized pool projects for material cost volatility;
  - $20.7 million for Tech Talent capital equipment or upgrades; and,
  - $8.7 million to improve cadet safety and security at Virginia Military Institute.

Key Features - Senate Bill 30
As Amended by Senate Finance and Appropriations
February 20, 2022

Resources

- General Fund resources total $32.1 billion in FY 2023 and $28.8 billion in FY 2024.
- Net GF revenue adjustments associated with proposed tax policy actions total $2.3 billion over the biennium.
- Major tax-related GF revenue adjustments include:
  - A reduction of $1.0 billion to support a one-time tax rebate of $250 for single taxpayers and $500 for married taxpayers filing a joint return. The budget assumes rebates are issued in FY 2023 based on taxpayers' 2021 tax returns.
  - A reduction of $372.4 million to eliminate the state sales tax on food for human consumption (groceries) and essential personal hygiene products, effective January 1, 2023.
  - A reduction of $420.0 million to make the Virginia Earned Income Tax Credit (EITC) refundable to 20.0 percent of the federal EITC.
  - A reduction of $202.8 million to fully eliminate the Accelerated Sales Tax (AST) requirement.
  - $149.0 million to provide an income tax subtraction for military retirees aged 60 or older of $5,000 in tax year 2022 and $10,000 in tax year 2023.

- A reduction of $26.2 million to increase the Virginia individual and corporate income tax deduction for business interest disallowed under IRS to 30.0 percent.
- $47.0 million reduction for housing tax credits to expand the construction of new and affordable housing.
- $36.2 million in GF reductions related to federal tax conformity.

Revenue Stabilization Fund

- Includes $1.1 billion GF the first year to reflect the mandatory deposit to the Revenue Stabilization Fund and includes language overriding the statutory cap on the combined balances of the Revenue Stabilization Fund and the Revenue Reserve Fund not to exceed 15 percent of the Commonwealth's average annual tax revenues derived from income and retail sales.
  - A separate amendment adopts a $563.9 million GF voluntary deposit to the Revenue Reserve Fund in FY 2022.
  - With the FY 2022 voluntary deposit and the FY 2023 mandatory deposit, the combined balances of both funds are projected to total $3.9 billion by FY 2023.

Commerce and Trade

- Includes $190.0 million GF in additional deposits to the Virginia Housing Trust Fund to support the creation or preservation of affordable housing, bringing the total to $300.0 million over the biennium.

- Provides $100.7 million GF for statewide investments in biotechnology research commercialization, pharmaceutical manufacturing and data sciences.

- Includes $85.0 million GF in deposits to the Major Headquarters Workforce Grant Fund to fund anticipated future incentive grant payments associated with the Amazon HQ2 project.

- Allocates $50.0 million GF over the biennium for the Virginia Business Ready Sites program, in addition to the $100.0 million provided in FY 2022. Funding is intended to support grants to develop project-ready sites in order to make the Commonwealth more competitive in attracting economic development projects.

- Provides $10.0 million in initial capital for the Driving Decarbonization Grant Fund to incentivize the deployment of EV charging stations across economically distressed regions of Virginia.

- Includes $10.0 million GF to fund the Low-to-Moderate Income Solar Loan Rebate and Rebate Pilot Program.

- Provides an additional $7.0 million GF to support implementation of the Virginia International Trade Plan, including programs to increase international trade, supply chain optimization and market research.

- Increases funding for the Governor's Motion Picture Opportunity Fund by $7.0 million GF over the biennium.

Labor

- Includes language that would continue to hold employer Unemployment Insurance tax rates harmless from pandemic-related claims beyond calendar year 2022.

- Chapter 1, 2021 Acts of Assembly, Special Session II, excludes pandemic related claims in calendar year 2022.

- Increases the NGF appropriation for the administration and payment of benefits by $152.8 million in FY 2023 and $79.4 million in FY 2024.

- Includes a series of JLARC-recommended amendments to address performance and technology issues at the Virginia Employment Commission.

Public Education

- Provides an additional $114.9 million the first year and $159.5 million the second year over the introduced budget. This increases Direct Aid funding by $2.7 billion GF over the biennium compared to FY 2022, $1.5 billion GF the first year and $1.2 billion GF the second year.

  - Includes $175.3 million GF the first year and $237.4 million GF the second year for rebenchmarking Direct Aid and other technical updates.

- Maintains $500.0 million GF the first year for school construction and modernization. Divisions are allowed to carry forward unspent funds. Each division receives a base allocation of $1.0 million with the remaining funds allocated based on average daily membership weighted by local composite index.

- Provides $109.4 million GF the first year and $162.4 million the second year to increase the number of funded support positions. This increases the funded ratio of support positions to instructional positions from 17.75 support positions per 1,000 students to 20 support positions per 1,000 students the first year and 21 support positions per

1,000 students the second year. This partially eliminates the funding cap placed on support positions beginning in FY 2010.

- Maintains authorization for up to $200.0 million each year from the Literary Fund to be used for school construction or interest rate subsidy grants.

- Maintains $83.0 million GF each year to support teacher retirement costs previously split-funded using Literary Funds.

- Maintains $245.5 million GF the first year and $505.5 million GF the second year to support the state's share of a 5.0 percent salary increase each year for teachers and support positions. Divisions must provide a local match. Divisions are able to access these funds if they provide at least a 2.5 percent increase in the first year, and state funds will be prorated for any increases between 2.5 percent and 5.0 percent in each year.

- Maintains $177.1 million GF the first year and $177.4 million GF the second year to hold divisions harmless for rebenchmarking data affected by COVID-19; including special education child counts, pupil transportation and non-personnel support costs.

- Maintains $194.2 million GF the first year and $74.2 million GF the second year to increase the At-Risk Add On percentage from 26.0 percent to 49.5 percent in FY 2023 and 36.0 percent in FY 2024.

- Provides $104.1 million GF the first year and $257.2 million GF the second year for a GF payment to cover the elimination of the state sales tax on food for human consumption and essential personal hygiene products of which 1.0 percent is dedicated to public education. These payments are distributed based on the estimated school age population consistent with sales tax.

- Recommends $30.9 million GF the first year and $31.8 million GF the second year to provide one reading specialist for every 550 kindergarten through third grade students.

- Maintains $9.7 million GF the first year and $10.5 million GF the second year to increase the English language learner instructors from 20 to 22 instructors per 1,000 students.

- Includes $15.0 million NGF ARPA funds to provide recruitment incentives for individuals filling vacant positions in fall 2023. This provides incentive bonuses of $2,500, or $5,000 if the individual fills a position in a hard-to-staff position or hard-to-staff school.

Higher Education

- Maintains $194.0 million GF over the biennium to increase affordable access to higher education, doubling the FY 2022 funding amounts.

    - Of this amount, Norfolk State University and Virginia State University each receive ongoing allocations of $10.0 million GF each year.

- Maintains $150.0 million GF over the biennium to increase funding for need-based undergraduate financial aid for in-state students, and adds $50.3 million GF over the biennium to develop and implement long-term plans to address below average enrollment of Pell-eligible students at certain institutions. Also increases the maximum award to eligible online undergraduate students under the Virginia Tuition Assistance Grant (TAG) Program.

- Includes $33.2 million GF over the biennium to provide for enhanced student support services in two- and four-year institutions.

- Adds $27.7 million GF to increase the availability of internship, apprenticeship, and fellowship opportunities for current and recent graduates. This includes more than $14.0 million GF to scale up employer services, pilot models, and student stipends under the Virginia Talent + Opportunity Partnership.

- Includes $24.0 million GF the first year to offer capacity-building grants across the Virginia Community College System.

- Includes $20.0 million GF over the biennium to fund need-based scholarships for students attending private, nonprofit Historically Black Colleges and Universities (HBCUs) that participate in TAG.

- Maintains an additional $10.4 million GF to increase the availability of financial aid for graduate students and increases the individual award to eligible graduate health sciences students under TAG. Funding levels increase between FY 2023 and FY 2024.

- Maintains $10.0 million GF to expand the Virginia College Affordability Network (VCAN) at Norfolk State University and Virginia State University.

- Includes $5.9 million GF to account for minimum wage increases from $7.25/hour to $11.00/hour over the biennium.

- Includes $8.0 million GF and $4.4 million NGF over the biennium for the Virginia Military Institute to implement actions recommended in the One Corps – One VMI equity audit.

Other Education

- Includes $5.2 million GF over the biennium to the Virginia Commission for the Arts to support grants for local art organizations.

- Includes $6.0 million GF over the biennium to support the 250th Anniversary of the American Revolution at the Jamestown-Yorktown Foundation.

- Provides $5.0 million GF over the biennium to the Library of Virginia to replace deteriorating microfilm.

Health and Human Resources

- Provides an additional $2.1 billion GF for Health and Human Resources over the biennium, $862.8 million GF the first year and $1.2 billion GF the second year.

Medicaid

- Fully funds $877.7 million GF over the biennium for the Medicaid forecast which reflects typical enrollment, utilization, inflationary changes, and increases in Medicare premiums. Also includes the change in tobacco tax revenue for the Health Care Fund.

- Reflects $124.5 million GF in savings resulting from a change in the federal match rate for Medicaid from 50.00 to 50.65 percent.

- Includes $323.1 million GF to increase Medicaid developmental disability waiver rates over the biennium.

- Adds $86.8 million GF to increase personal care rates five percent for consumer-directed attendants and 10 percent for agency-directed.

- Includes $84.9 million GF to provide a 30 percent rate increase in Medicaid dental rates.

- Provides $84.4 million GF to continue the 12.5 percent temporary increase for a variety of home and community-based services.

- Adds $60.0 million in American Rescue Plan Act funds to assist hospitals in offsetting costs from COVID-19.

- Maintains $52.5 million GF over the biennium to fund the Children's Health Insurance Programs.

- Includes $20.0 million GF over the biennium to increase rates for primary care to 80 percent of Medicare rates.

- Adds $19.4 million GF in FY 2024 to support nursing facility staffing standards consistent with the federal standards, however no sanctions are tied to failure to meet such standards.

- Provides $13.0 million GF to fund 600 developmental disability waiver slots in FY 2024.

- Maintains $6.5 million GF over the biennium to increase Medicaid rates for obstetrical and gynecological services by 15 percent and $6.2 million GF over the biennium to increase Medicaid vision services rates for children by 30 percent.

Behavioral Health

- Maintains $80.1 million GF for the costs in the second year of direct care staff to increase their compensation to 75 percent of the benchmark for such positions. In the first year, the costs of these compensation actions are covered through federal American Rescue Plan Act funding.

- Includes $50.5 million GF over the biennium to fully implement and fund STEP-VA in the Community Services Boards.

- Adds $37.8 million GF in FY 2023 to provide recruitment and retention bonuses for staff at Community Services Boards.

- Maintains $33.8 million GF over the biennium for Permanent Supportive Housing to support individuals with serious mental illness with stable housing.

- Includes $24.0 million GF over the biennium to continue to support crisis system transformation, primarily mobile crisis teams and receiving centers.

- Maintains $10.1 million GF over the biennium for a pilot program at Central State Hospital and Southern Virginia Mental Health Institute to provide discharge planning and therapeutic intervention treatment services seven days a week.

- Adds $10.0 million GF for a school-based mental health integration pilot.

- Includes $6.9 million GF over the biennium for discharge planning services.

- Includes $6.0 million GF over the biennium to support Marcus Alert implementation in five additional localities.

- Recommends $5.7 million GF over the biennium to expand the Virginia Mental Health Access program to emergency rooms and urgent care.

- Includes $5.0 million GF the second year to continue funding for substance use disorder treatment that is funded with federal American Rescue Plan Act funds in the first year.

Other Health and Human Resources

- Provides $36.0 million GF over the biennium to fund the forecast of foster care and adoption subsidy payments.

- Maintains $10.6 million GF over the biennium to replace the child welfare information system at the Department of Social Services.
- Adds $10.0 million for the Trauma Center fund, which provides support to hospitals with Trauma Centers.
- Provides $8.5 million GF to complete the three-year phase-in for local match changes for local health departments.
- Includes $8.0 million GF over the biennium for a pilot program of public benefit navigators in the Office of New Americans.
- Maintains $5.3 million GF over the biennium to add 300 public guardianships.
- Provides $5.0 million GF over the biennium or the federally mandated reinvestment of child welfare savings back into the system.
- Includes $5.0 million GF for an integrated e-referral system for community services related to public health and social services.

State Corporation Commission

- Includes $68.6 million GF in FY 24 to fund the state share of a reinsurance program for the individual insurance market. The federal government will provide over $200 million to the program that will reduce premiums in the individual health insurance market by up to 20 percent.

Natural Resources, Agriculture, and Forestry

- Includes a $313.0 million GF deposit in FY 2023 to the Water Quality Improvement Fund. Included within this amount is $233.0 million GF

in supplemental funding to support matching grants for the implementation of Agricultural Best Management Practices.

  - Allocates a total of $3.5 million for remediation of Harmful Algal Blooms in the Shenandoah River and Lake Anna.

- Provides $40.0 million GF in land conservation program funding in FY 2023 and approximately $30.0 million in FY 2024.

- Includes a total of $65.5 million GF in dam safety improvements in the first year. Of these amounts, $45.5 million is for the rehabilitation of state Soil and Water Conservation District dams and $20.0 million is included for non-state owned impounding structures.

- Includes the appropriation of $371.2 million NGF in proceeds from the Regional Greenhouse Gas Initiative (RGGI). Of these amounts, $170.0 million is for the Community Flood Preparedness Fund administered by the Department of Conservation and Recreation and $11.2 million is for administration and planning activities undertaken by the Department of Environmental Quality.

  - An additional $190.0 million NGF in RGGI proceeds are appropriated to the Department of Housing and Community Development for the Housing Innovations in Energy Efficiency program.

- Increases operational support for Virginia State Parks by $16.7 million GF over the biennium.

- Provides an additional $20.1 million GF in FY 2023 for water and wastewater improvements at the Poor Creek Pharmaceutical Park.

- Includes $17.6 million GF over the biennium to meet anticipated federal matching requirements for increased Clean Water Revolving

Loan Funds authorized in the federal Infrastructure Investment and Jobs Act.

- Provides $10.0 million for the Resilient Virginia Revolving Loan Fund to begin addressing the real-world impacts of climate change.

- Authorizes $11.7 million GF the first year for various historical interpretation and commemoration projects in Richmond, Norfolk, Alexandria, Roanoke, Westmoreland and Warsaw.

- Includes $5.0 million GF for the creation of a Black, Indigenous and People of Color Preservation fund to provide grants for the protection of tribal lands and archeological sites.

Public Safety

Office of Public Safety and Homeland Security

- Provides $19.1 million GF the first year and $27.9 million GF the second year to increase the Commonwealth's Aid to Local Police Departments or "599" Program.

- Adopts the compensation increases for public safety officers proposed in the introduced budget, including $85.2 million GF for security officers at the Department of Corrections and $48.4 million GF for sworn officers at the Virginia State Police.

- Adds nearly $22.0 million GF over the biennium for compensation increases for probation and parole officers at the Department of Corrections, employees at the Lawrenceville Correctional Center, and residential specialists and probation officers at the Department of Juvenile Justice.

- Maintains $11.8 million GF the first year and $15.7 million GF the second year in operating costs for the Virginia Cannabis Control Authority, and adjusts the appropriation for the Cannabis Equity Business Loan Fund to account for significant additional revenue dedicated to loan funds for social equity licensees pursuant to Senate Bill 391.

- Adopts $15.0 million GF the first year and $12.5 million GF the second year to establish the Virginia Center for Firearm Violence Intervention and Prevention at the Department of Criminal Justice Services.

- Provides $8.8 million GF the first year to complete installation of air conditioning at several adult correctional facilities.

- Maintains $11.0 million GF the first year and $9.5 million GF the second year for increased inmate-related medical expenditures in state correctional facilities, and adds a reporting requirement related to the Department's plan to phase out its use of third-party vendors for healthcare service management at some facilities.

- Adopts $8.3 million GF the first year and $6.3 million GF the second year to update the Virginia State Police case management, records, and dispatch systems.

- Includes $4.2 million GF the first year and $5.0 million GF the second year for new positions for mental health and cognitive counselor positions in correctional facilities, probation and parole offices, and the Sexual Offender Residential Treatment program at the Department of Corrections.

- Maintains an additional $3.4 million GF the first year and $3.6 million GF the second year for staff at the Department of Corrections to support earned-sentence-credit legislation adopted during the 2020 Special Session of the General Assembly.

- Continues funding at the Department of Criminal Justice Services for implementation of the Mental Health Awareness Response and Community Understanding Services (MARCUS) Alert System. American Rescue Plan Act funds are used in the first year and $1.5 million GF are used in the second year.

- Maintains items proposed in the introduced budget for the Alcoholic Beverage Authority (ABC), including $8.6 million NGF to improve its e-commerce platforms, $12.6 million NGF to increase the numbers of stores and staff, and $107.3 million GF to allow for increases in the cost of goods sold in ABC's retail locations.

Office of Veterans and Defense Affairs

- Includes $5.0 million GF in the first year to establish the State Military Community Infrastructure Program, to provide localities matching funds for federal grants related to strengthening military installation communities.

- Adopts $5.0 million GF each year to establish a veterans suicide and opioid use prevention program.

Transportation

- Includes a one-time investment of $20.0 million GF the first year to establish a State Trails Office to support the planning, development and construction of multi-use trails projects across the Commonwealth.

    - Dedicates $20.0 million NGF in ongoing federal Transportation Alternatives funds to support operations of the State Trails program.

- Provides $5.0 million GF to support long-distance commuter transit services through the Transit Ridership Incentive Fund.

- Includes upward adjustments to the Commonwealth Transportation Fund forecast of approximately $736.4 million in the first year and $864.7 million in the second year to reflect both the December revised Commonwealth Transportation Fund forecast and the anticipated federal formula funding increases anticipated under the Infrastructure Investment and Jobs Act.

  - These adjustments include an explicit downward adjustment of approximately $54.8 million in the first year and $135.3 million in the second year to reflect the elimination of the state share of sales tax applied to food for human consumption.

- Provides a total of $1.05 billion in Capital Outlay investments at the Port of Virginia over the biennium. These amounts include $283.0 million GF and $618.0 million NGF the first year and $150.0 million NGF the second year for projects including:

  - $266.0 million GF and $166.0 million NGF the first year to modernize and enhance capacity to the Norfolk International Terminal-North;

  - $17.0 million GF and $192.0 million NGF the first year to support infrastructure improvements to the Portsmouth Marine Terminal to accommodate the handling and staging of large offshore wind components, quayside dredging, and development of a manufacturing facility in support of the partnership with Siemens Gamesa; and

  - $120.0 million NGF the first year to procure container handling equipment.

General Government

Employee Compensation

- Maintains $264.5 million GF the first year and $542.3 million GF the second year for a 5.0 percent, full-year, salary increase in each year of the biennium for state employees, including adjunct faculty and graduate teaching assistants at higher education institutions, and for state-supported local employees.
    - A companion amendment in SB 29 includes language authorizing the first year raise for state employees, given the effective date of June 10, 2022.
- Another amendment in SB 29, provides $102.5 million GF in FY 2022 for an additional $1,000 bonus for state employees, to be paid on June 1, 2022.
- Maintains $108.0 million GF the first year and $115.2 million GF the second year for targeted compensation initiatives for sworn officers of the Department of State Police, correctional officers of the Department of Corrections, and Deputy Sheriffs and Regional Jail Officers.
    - Includes $23.6 million GF the first year and $24.8 million GF the second year to increase starting salaries and address pay compression at the Department of State Police.
    - Includes $41.6 million GF the first year and $43.6 million GF the second year to increase starting salaries and address pay compression at the Department of Corrections.
    - Includes $42.8 million GF the first year and $46.7 million GF the second year to increase the starting salaries and address pay compression for deputy sheriffs and regional jail officers.

- Provides $2.5 million GF each year for a compensation plan for the Division of Capitol Police addressing recruitment, retention, and compression issues.

- Maintains $4.2 million GF the first year and $8.5 million GF the second year to support agency costs associated with the increase in the Virginia minimum wage scheduled for January 1, 2023, which will increase from $11 per hour to $12 per hour.

Retirement

- Adds $76 million over the amount included in SB 30, as introduced, to provide a one-time, $1.0 billion GF deposit to the Virginia Retirement System to improve the funded status of retirement plans and Other Post-Employment Benefits plans.

- Includes $13.2 million GF the first year and $13.8 million GF the second year to adjust funding for changes in employer contribution rates for state employee retirement.

State Employee Health Insurance

- Includes $12.8 million GF the first year and $28.0 million GF the second year for the general fund share of employer health insurance premiums.

Debt Service

- Includes $60.0 million GF the first year and $131.3 million GF the second year for increased funding for debt service on bonds issued by the Virginia Public Building Authority and the Virginia College Building Authority, for capital projects and higher education equipment authorized for bond financing.

Department of Elections

- Maintains $2.5 million GF over the biennium to support election public education activities.

Compensation Board (Constitutional Officers)

- Maintains $42.8 million GF the first year and $46.7 million GF the second year to increase the starting salaries of sworn deputy sheriffs and regional jail officers to $42,000, and to provide a compression adjustment of $100 per year of service, up to 30 years, for current officers with three or more years of service.

- Provides $6.8 million GF the first year and $9.8 million GF the second year to phase in staffing to implement new behavioral healthcare standards in jails, set by the Board of Local and Regional Jails.

Judicial

- Maintains $7.8 million GF and 120 positions each year for district court clerks' offices based on workload staffing measures.

- Includes $5.3 million GF each year to provide a $2,500 pay increase to all district court clerks.

- Includes $3.9 million GF the first year and $4.1 million GF the second year to increase the salaries of magistrates to $54,000 and to address salary compression.

- Adopts $2.0 million GF each year to provide salary enhancements for legal aid positions at the Virginia State Bar.

Technology/Cybersecurity

- Provides $10.0 million GF the first year in additional, centralized funding for cybersecurity initiatives.

- Includes $4.9 million GF in FY 2023 for state matching funds for anticipated federal cybersecurity grant awards under the State and Local Cybersecurity Improvement Act.

- Maintains $30.6 million GF the first year and $30.1 million GF the second year to reflect the general fund share of information technology and telecommunications usage by state agencies.

- Includes $6.6 million GF the first year and $7.3 million GF the second year to adjust the general fund share of agency Cardinal Human Capital Management System and Financials System charges.

Other Agency Allocations (from Central Appropriations)

- Includes $7.9 million GF the first year and $2.9 million GF the second year for additional funding for state agencies to facilitate improved language access.

American Rescue Plan Act (ARPA)

- Includes $253.2 million NGF the first year and $85.3 million NGF the second year for the continuation of ARPA initiatives originally authorized in Chapter 1, 2021 Acts of Assembly, Special Session II.

- Includes $449.3 million NGF the first year and $9.3 million NGF the second year in new ARPA State and Local Fiscal Relief Fund (SLRF) allocations, not previously authorized. SB 29 includes $238.1 million NGF the second year in new ARPA State and Local Fiscal Relief Fund (SLRF) allocations.

- Includes $141.7 million NGF the first year and $43.2 million NGF the second year for the allocation of ARPA grant funding other than the SLRF.

Capital Outlay

- Provides $3.7 billion from all funds for capital projects, including $2.5 billion GF and $1.1 billion from other NGF.
    - Includes planning for the replacement of the State Police Training Academy.
    - Includes in the public educational capital pool the replacement and renovation of the fine arts building at Norfolk State University and construction of the fine and performing arts center at University of Mary Washington.
    - Includes $150.0 million GF to supplement previously authorized capital project construction pools for inflation and cost overruns.
    - Provides $85.0 million for deferred maintenance at state parks.
    - Provides for detailed planning for several projects at the community colleges, which were in the introduced budget for construction.