



Summary of

1997 BUDGET ACTIONS

MARCH 5, 1997

Prepared jointly by the staffs of:

**SENATE FINANCE COMMITTEE
and
HOUSE APPROPRIATIONS COMMITTEE**

INTRODUCTION

This document was prepared by the staff of the Senate Finance and House Appropriations Committees as a summary of the amended budget for the 1996-98 biennium, prior to the 1997 Reconvened Session. The appendix contains a detailed listing of amendments to the budget for the current biennium. Additional information will be made available after the April 2, 1997, Reconvened Session of the 1997 General Assembly Session.

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Overview of 1996-98 Amendments Contained in the Budget, as Adopted

Additional GF revenues of \$301.1 million and savings of \$131.3 million within the budget adopted last session have combined to provide resources sufficient to support \$439.9 million in additional GF appropriations this session. These proposed appropriations were used to increase compensation for all state and state-supported local employees, increase state support for public and higher education, fund new adult and juvenile corrections facilities coming on-line in this biennium, address caseload increases in foster care and the Comprehensive Services Act, substantially increase funding for information systems in social services, and fund a limited number of new initiatives in natural resources and other areas.

Revenues

The economic outlook for the remainder of this biennium is slightly stronger than it was at this time last year. As a result, official GF revenue estimates for this biennium were revised upward by \$229.6 million. When added to funds carried forward from the FY 1996 revenue surplus, unspent agency appropriations which are uncommitted, and slightly reduced projections for transfers, GF revenue available for appropriation during the 1997 session totaled \$301.1 million.

General Fund Revenues Available for Appropriation (\$ in millions)	
Balances and Excess Revenues Carried Forward	\$ 106.6
Official Revenue Estimates	229.6
Transfers	<u>(\$35.1)</u>
Total GF Revenues Available for Appropriation	\$ 301.1

Recommended Budget Savings

Savings compared to the biennial budget adopted during the 1996 session added to the resources which were available for use in the 1997 session. As adopted, the budget included \$131.3 million in funding reductions, most of which came from reduced caseloads and enrollment, or spending which has been slower than projected last year. Most of these savings are technical in nature, and do not involve either reductions in services.

The largest single savings amount came from an actual and projected caseload decline in AFDC (now Temporary Assistance for Needy Families-TANF). About \$28.4 million less in spending was appropriated for this program.

Other reductions include savings in debt service for general obligation bonds due to the slower than projected use of the funds; savings in fringe benefit costs which will accrue during the 6-day transition to a lagged pay system, as well as from a recalculation of the cost of the FY 1997 salary increase provided last session; a change in payment schedules for the solar photovoltaic grant program, as well as lower than anticipated use of the program; delays in the start-up of some regional jails and state adult and juvenile corrections facilities; and identified excess balances in some programs.

Budget Savings in the Amended Budget
(\$ in millions)

Health and Human Resources

DSS-AFDC Savings	(\$28.4)
DSS-Excess State Match for Welfare Reform	(6.6)
DMAS-Revised Forecast for Medicaid	(4.1)
DMHMRSAS-Facility Savings	(3.4)

Higher Education

Enrollment Growth Positions-ODU, GMU, VSU	(2.7)
Delayed Opening of New Facilities	(2.1)
VWIL-Revised Enrollment Projections	(.6)

State and Local Corrections and Public Safety

Comp & Treas. Bd.-Opening Delays for New Jails	(7.1)
Delayed Start-up for Several Adult/Juvenile Fac.	(4.1)
DOC-Unneeded Payments for State Prisoners	
Backed up in Local Jails	(3.1)
DJJ-Savings in Start-up for Private Placements	(2.5)
DJJ-Operating Savings Due to Reduced Forecast	(1.7)

Other

Treas. Bd.-Excess GO Debt Service	(11.5)
Gen. Accts.-Benefit Savings from Lag Pay Fix	(8.7)
Gen. Accts.-Savings in Solar Photovoltaic Grants	(5.9)
Gen. Accts.-Recalc. of FY 1997 Salary Cost	(4.0)
Public Ed-Non-Particip. in Four-Year Old Prog.	(6.6)

Balances in Invol. Ment. Comm/Crim. Funds	(3.5)
DIT-Computer/Telecomm. Rate Reductions	(2.5)
DHCD-Over-funding of Ent. Zone Job Grants	(1.0)
Other Savings	<u>(21.2)</u>
Total	(\$131.3)

In sum, over \$432.2 million was available to support the spending adjustments included in the budget, as adopted -- \$301.1 million from available revenues and \$131.3 million in savings compared to the biennial budget adopted during the 1996 session. With the unappropriated balance of \$11.2 million included in the budget adopted last session, a total of \$443.5 was available to support budget amendments during the 1997 session.

Recommended Spending Increases

As adopted, the budget includes \$439.9 million in general fund spending increases when compared to the biennial budget adopted during the 1996 session. Of this total, the largest single portion involves compensation increases for state and state-supported local employees, faculty, and teachers.

Other recommended spending increases provide funding for a 6-day transition to a lagged pay system -- without altering pay dates, funding of new adult and juvenile corrections facilities, increased support of public and higher education, caseload increases for the Comprehensive Services Act and foster care, significant upgrades to information systems in human resources, and some initiatives in natural resources and other areas.

Compensation Increases for State Employees. The General Assembly budgeted an additional \$88.0 million to boost compensation increases for classified employees, faculty, teachers, and other state-supported local employees above the 2.0 percent adopted last year.

Funds were appropriated this session to provide second year salary increases of 4.0 percent for classified employees and state-supported local employees, effective November 25, 1997.

Faculty were funded to receive average increases of 5.5 percent, also effective November 25, 1997. The actual increase varies for each college, based on its standing within its national peer group. Actual increases for full-time faculty range from 5.0 to 9.0 percent.

The General Assembly also appropriated the state share of a 4.0 percent salary increase for teachers, effective January 1, 1998.

The General Assembly adopted a lag pay system which does not affect any employee's pay date. In June, 1997, work periods will be altered to provide a 6-day lag between the close of each pay period and each pay date. Pay dates will remain on the 1st and 16th of each month. The General Assembly appropriated \$21.8 million to a payroll reserve, to ensure that this change will not adversely affect the Commonwealth's financial statements.

Finally, the General Assembly provided \$3.8 million to cover the higher education tuition cost of an surcharge on state employee health insurance. This surcharge will be paid by state agencies and will generate over \$27 million to ensure the integrity of the state's non-Medicare, self-insured health benefits program.

Increased Costs of Adult and Juvenile Corrections. A total of \$88.0 million in spending increases were provided for public safety agencies. About \$70.6 million was appropriated for adult and juvenile corrections, most of which is intended to support new facilities coming on-line in this biennium. An additional \$17.4 million was appropriated for other public safety agencies, including the State Police and the Department of Criminal Justice Services.

During the remainder of this biennium, the Commonwealth will open 3 new adult corrections facilities -- Fluvanna, Sussex I, and expanded facilities at Mecklenburg, along with converting a work release unit into a women's detention unit at Southampton. In addition, the Red Onion correctional center is slated to open early in the next biennium. Funding increases for these new adult facilities, including correctional education programs, total \$33.5 million. Together, these facilities will add 3,670 beds to the adult corrections system.

A similar pattern exists in juvenile corrections. During this biennium, 3 new juvenile facilities will open -- two new facilities at Beaumont, and one at Bon Air, along with additional boot camps and military-style programs. In July, 1998, a new facility will also open at Culpeper. These facilities and programs will add 527 beds to the state's juvenile corrections capacity. Funding for these facilities, including correctional education programs, staffing additions, and equipment for existing facilities totals \$15.0 million.

In addition, \$7.2 million was added to existing funds to expand the jail contracting program by 1,000 beds, to make efficient use of the space which will become available in new local and regional jails. And, \$10.4 million was appropriated to add 105 additional State Troopers, as well as to provide the local match for federal funds which are used to employ local police officers.

The most significant spending increases in public safety are detailed below.

Funding Increases for Public Safety	
(\$ in millions)	
State and Local Adult Corrections	
Fluvanna Prison Operating	\$ 16.4
Sussex I Prison Operating	11.9
Mecklenburg Renovation Operating	.7
Red Onion Prison Operating	1.9
Education Programs for New Adult CCs	2.0
Southampton Women's Detention Center	.6
Corrections Reserve Fund	.6
Agribusiness Expansion	.4
Probation Officers (38 FTE)	1.0
Drug Courts	.4
Public Inebriate Centers	.4
Comp. Bd.-Expanded Jail Contracting	7.3
Comp. Bd.-Per Diem Funding for Jails	6.7
Comp. Bd.-Staffing of New Jails	1.5
State and Local Juvenile Corrections	
Beaumont Operating Increases	3.1
Bon Air-Operating & Equipment	1.1
Culpeper-Operating & Equipment	1.1
Education Programs for New Juvenile CCs	5.3
Juv. Corr. Ctrs.-Security Positions & Equipment	1.7
DJJ-Lower Pupil:Teacher Ratio	1.2
DJJ-Telecommunications Upgrades	1.1
DJJ-State Share of Local Juvenile Facility Costs	.9
DJJ-Boot camps for Juvenile Offenders	.5
DJJ-Mil. Style Programs for Juvenile Offenders	.5
DJJ-Psychological Services	.5
DJJ-Juv. Crime Control Act-Hold Harmless	.2
DJJ-Other Increases	1.5
Other Spending Incr. in Public Safety	
DOC-Funding of Pre-and Post-Incarceration Services	3.2
DCJS-Match Federal COPS Grants	5.0
St.Pol.-Additional State Troopers (105 FTE)	5.4
DCJS-New Forensic Science Laboratory	<u>3.8</u>
Total-Adult and Juv. Corrections: State and Local	\$88.0

'Other Spending Recommendations. The remainder of the recommended spending increases are spread across secretarial areas.

Over \$57.6 million is provided in health and human resources to match federal funding for the Safe Drinking Water Act, accelerate local participation in the state's welfare reform program, fund increased foster care caseloads, complete and upgrade information systems, provide additional financial support for parents adopting children, increase support for community residential alternatives for the mentally disabled, and provide funding increases for a number of programs serving disabled clients.

In addition to funding for the teacher salary increase, about \$51.9 million in funding increases were provided for public education. The additional funding was provided primarily to begin a remedial reading program for first graders, provide the state share of \$10 per pupil to help school divisions with increased costs from the implementation of the Standards of Learning, increase the number of students benefiting from reduced class size in grades K-3, reduce the diversion of Literary Fund revenues for teacher retirement, increase the Northern Virginia Cost of Competing differential, increase the state-funded maintenance supplement for local schools, and provide a sales tax census loss buffer in the first year.

About \$27.8 million was provided to address caseload increases associated with the Comprehensive Services Act, as well as efforts to improve cost containment. Since 1994, caseloads for the CSA have been growing about 18 percent per year.

The adopted budget also provided \$27.0 million in additional funding for natural resources. Of this total, \$15.0 million is set aside for the Water Quality Improvement Fund, to support efforts to reduce both point and non-point pollution through grants to localities for upgrades to water treatment plants and other projects. Another \$8.1 million is appropriated to match federal funds for the waste water revolving loan program. Other appropriation increases strengthen statewide monitoring of water quality.

Additional spending for higher education totaled \$37.2 million, \$18.7 million of which funded a second year faculty salary increase averaging 5.5 percent. Most of the remaining \$18.5 million in funding increases was earmarked for operating costs of new community college campuses, as well as a base staffing adjustment at the community colleges; collaborative research initiatives, instructional equipment, increased operating support for the colleges and universities; and support for VMI's transition to co-education.

In the Finance Secretariat, the principal change was a \$17.7 million increase in the deposit required for the Revenue Stabilization Fund, based on revenue collections for FY 1996, which exceeded the forecast.

In Commerce and Trade, the General Assembly appropriated about \$12.7 million in increased funding. Included in this total were increases for the Regional Competitiveness Act, the cooperative tourism advertising program, the 1998 World Congress on Information Technology at George Mason University, the semiconductor manufacturing endowment, and guarantees for export loans.

Finally, the General Assembly provided about \$25.4 million in funding for capital projects. About \$9.9 million was earmarked for maintenance reserve projects, based on the FY 1996 year-end revenue surplus. An additional \$4.3 million will underwrite the cost for new facilities for female cadets attending VMI. Funding of \$500,000 each was provided for projects at James Madison University and the College of William and Mary. Both projects had received planning and/or infrastructure funding in 1996.

These and other significant spending increases are detailed on the next two pages.

Other Spending Increases
(\$ in millions)

Compensation

Classified Salary Increase (4.0%, Nov. 25, 1997)	\$ 24.0
Faculty Salary Increase (avg. 5.5%, Nov. 25, 1997)	18.7
Teacher Salary Increase (4.0%, Jan. 1, 1998)	19.7
Payroll Reserve for 6-Day Transition to Lag Pay	21.8
Higher Ed-Subsidy for Health Insur. Surcharge	3.8

Health and Human Resources

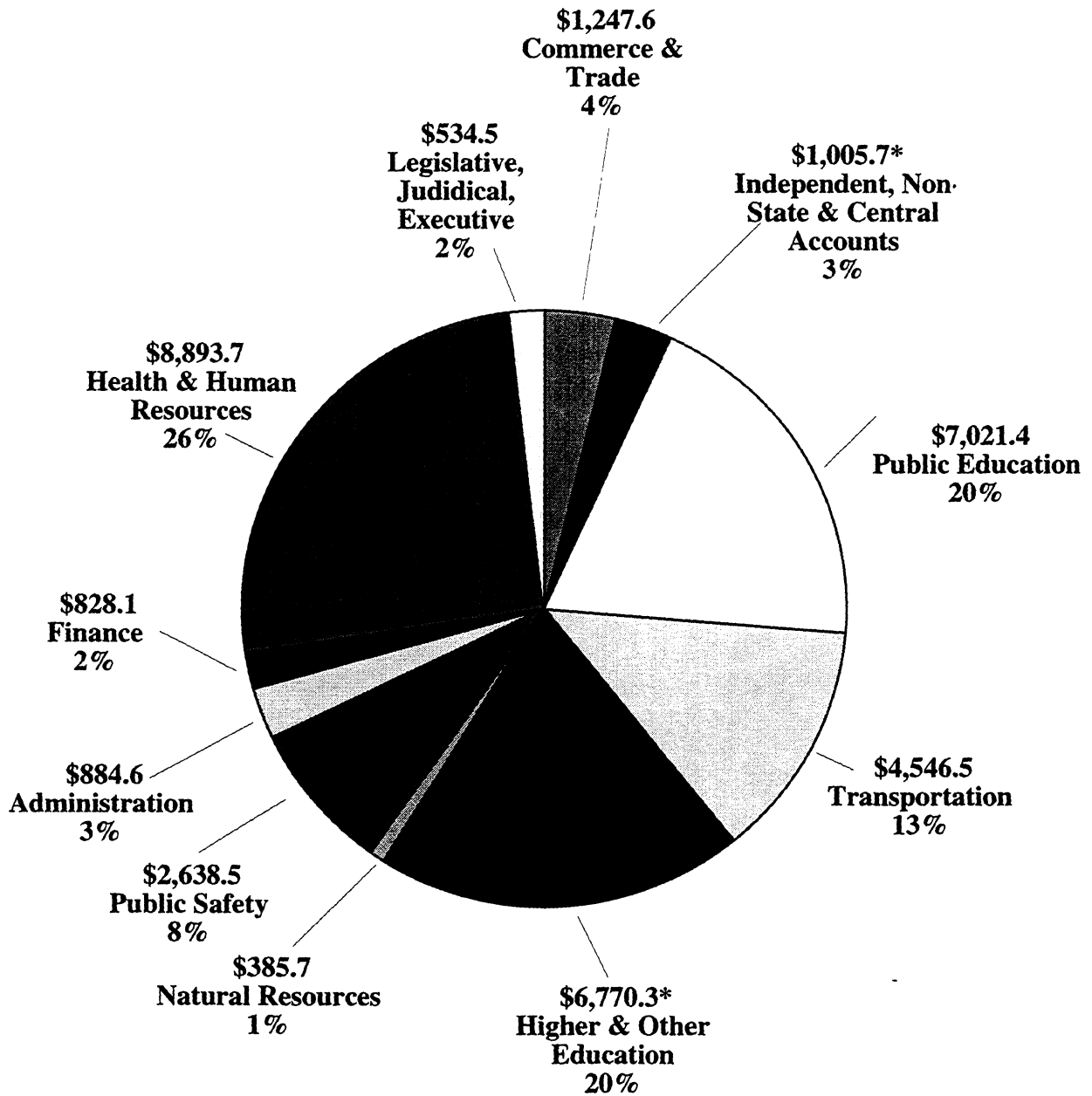
DSS-Develop & Implement ADAPT	10.9
DSS-Foster Care Caseload Increase (Title IV-E)	8.7
DSS-Child Welfare Information System	5.3
DSS-Restore DIT Funding	5.0
DSS-Acceleration of Welfare Reform	2.7
DSS-Adoption Assistance	1.9
DSS-Electronic Benefits Transfer	.9
DSS-Food Stamp Reinvestment	.8
DSS-Welfare Reform Automation	.6
DMHMRSAS-Community Residential Services	2.0
DMHMRSAS-Medications for Seriously Ill	1.5
DMHMRSAS-Substance Abuse Treat. in Jails	1.0
DMHMRSAS-Mental Retard. Waiver Services	.8
VDH-Safe Drinking Water Act	4.5
VDH-2nd Yr Increase for Poison Control Centers	1.1
VDH-Comp. Health Investment Project	1.0
VDH-Support for Immunization Progs.	.8
Aging-Services for Elderly	1.5
DRS-Services for the Physically Disabled	1.8

Public Education

Reduced Literary Fund Diversion	7.8
Reading Remediation for 1st Grade	6.2
Implementation for Standards of Learning	6.2
Fully Fund K-3 Class Sizes Reduction	5.1
Reduce K-3 Threshold to 16% Free Lunch	4.5
Northern Virginia Cost of Competing	3.3
Maintenance Payment to \$15 per Pupil in Yr. 2	3.1
Remedial Summer School-Increased Enrollment	2.7
Buffer for Funding Loss from School Age Census	2.1
Support for Governor's Schools	1.6
Special Ed. Payments for Expelled Students	1.1

Comprehensive Services Act	
CSA Caseload Increases	\$ 26.6
Trust Fund Grants	.7
Increase Payments to CSA Foster Parents	.3
Natural Resources	
Water Quality Improvement Fund	15.0
DEQ-Waste Water Revolving Loan Fund	8.1
DEQ-Statewide Water Quality Monitoring	.7
Higher Education	
Support for Collaborative Research, Instruct. Equipment, Other Initiatives	8.0
VCCS-Support for New Campuses	3.1
VCCS-Increased Staffing Support	1.9
VMI-Transition to Co-education	1.3
VPI&SU-Steam Line Asbestos Abatement	.4
VPI&SU-Support for Cooperative Extension	.6
CO: VMI-Modify Buildings for Female Cadets	4.3
CO: VCU-West Hospital Life/Fire Safety	2.1
CO: UVa-Law School Cable Evaluation & Repair	1.8
CO: CVC-Replace/Relocate Water Tank	.5
CO: W&M-Swem Library Renovation	.5
CO: JMU-CISAT Phase II	.5
CO: CNU-Property Acquisition	.5
Finance	
Treas.-Revenue Stabilization	17.7
Treas. Bd.-Restore Regional Jail Funding	3.9
Treas. Bd.-Short Term Fin. for Capital Projects	1.0
Tax-Harper III funding	.8
Commerce and Trade	
DHCD-Regional Competitiveness Act	3.0
VEDP-Cooperative Tourism Advertising	2.5
VEDP-World Congress on Info. Technology	1.0
VEDP-Semiconductor Manuf. Endowment	1.0
VEDP-Export Loan Guarantee & Assist.	.7
VEDP-Prospect Decision Support System	.4
DHCD-Homeless Shelter Support & Coordinators	.8
Other	
CO: Maintenance Reserve Supplement	9.9
All Other Recommended Spending Increases	<u>47.8</u>
Total-Other Than Corrections	\$ 351.9

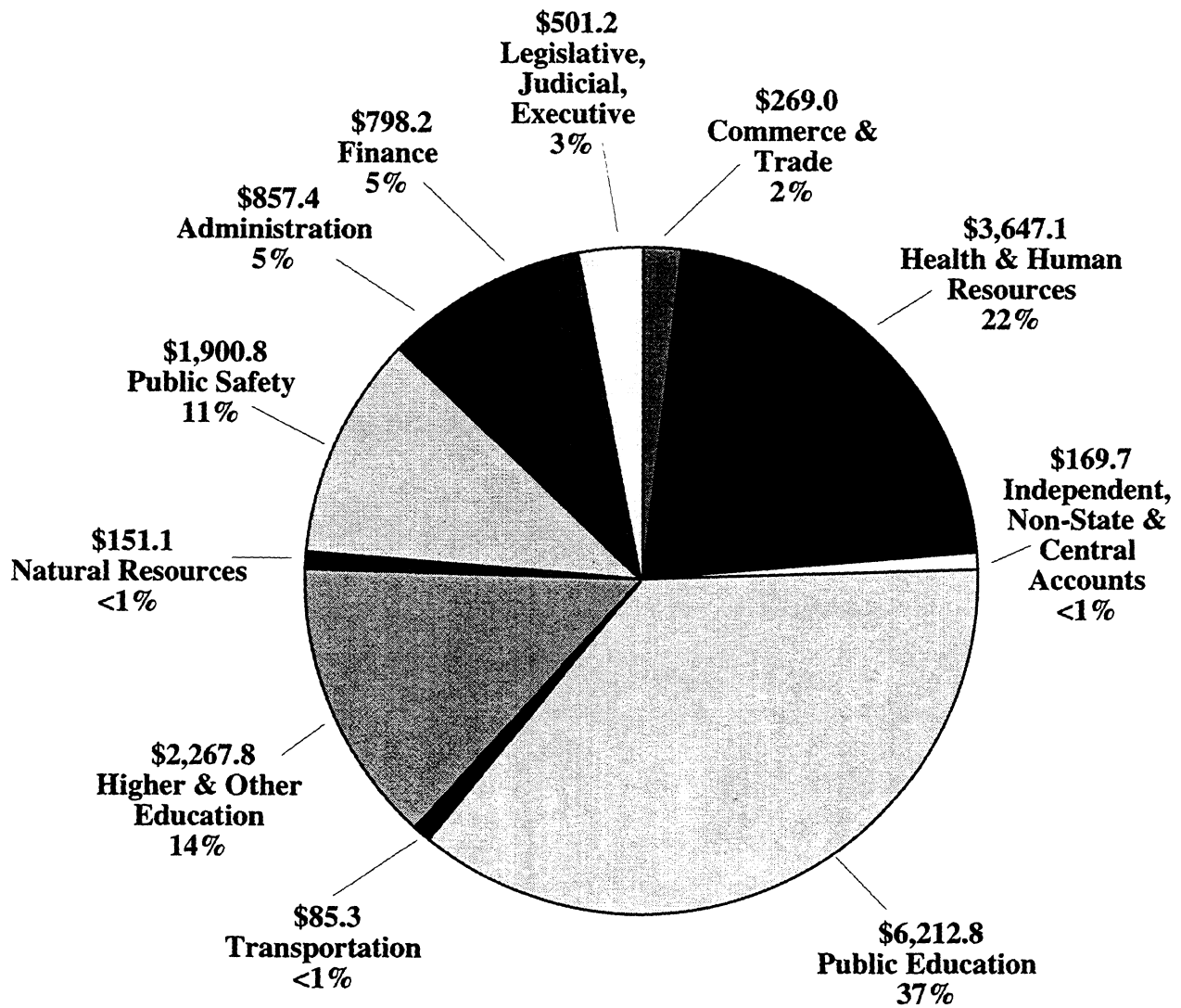
1996 - 98 Operating Appropriations (Total Funds in millions)



Total All Funds (Operating) = \$34,756.8

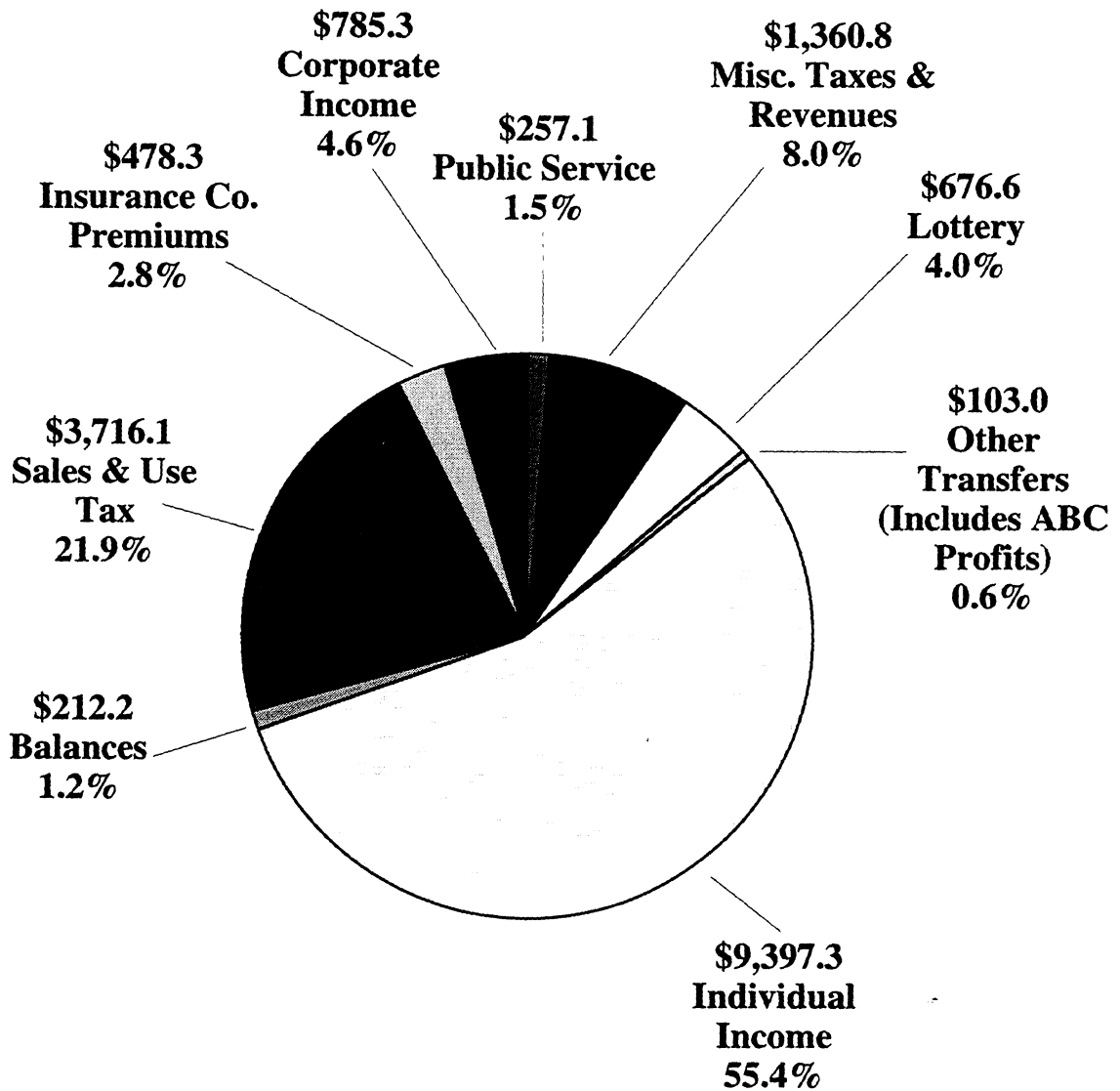
* Note: Moved MCV Hospital to Independent Agency

1996 - 98 Operating Appropriations (GF in millions)



Total GF (Operating) = \$16,860.6

1996 - 98 General Fund Revenues Available (\$ in millions)



Total General Fund Revenues = \$16,987.0

REVENUES

Total general fund revenues available for appropriation total about \$301 million above the amount budgeted last year in Chapter 912.

General Fund Revenues Available for Appropriation (\$ in Millions)		
	<u>As Adopted</u>	<u>Change From Chapter 912</u>
Unappropriated and Additions to the Balance	\$ 212.4	\$106.6
Official Revenue Estimates	15,995.0	229.6
Transfers	<u>779.7</u>	<u>(35.1)</u>
Total General Fund Revenues Available for Appropriation	\$ 16,987.0	\$ 301.1

- Additions to the Balance.*** The increased balance of \$106.6 million includes FY 1996 surplus funds and set-asides, FY 1996 unspent balances that are not being returned to agencies, and amounts that accrued artificially due to HB 29 litigation. These HB 29 amounts are offset by negative adjustments elsewhere in the revenue track and have no net impact on revenues available for appropriation.

Additions to balances also include \$10.1 million in Compensation Board reversions resulting from per diem payments and recoveries from federal prisoner payments, sheriff's efficiencies and new jail opening delays; \$1.5 million in unspent Department of Criminal Justice Services local community corrections grants; and \$1.9 from Danville Armory reversions and other capital reserves. Other available balances include \$4.2 million resulting from Governor's vetoes last year, and \$3.2 million in Gaming Commission, Racing Commission and Higher Education Tuition Trust Fund loan repayments.

Reductions in available balances include: \$4.6 million for natural disaster assistance related to Hurricane Fran; \$3.6 million in additional working capital advances to the Racing Commission, Gaming Commission, and

Higher Education Tuition Trust Fund; \$1.4 million in interest payments to the federal government as a result of the Federal Cash Management Act; and \$1.1 million in Integrated Human Resource Management System (IHRIS) loan balance.

- **General Fund Revenue Growth.** The adopted budget anticipates a net increase of \$229.6 million in 1996-98 general fund revenues beyond that projected last year. The new forecast assumes general fund revenue growth of 5.4 percent in FY 1997 and 4.1 percent in FY 1998. Additional revenues result mainly from the fiscal year 1996 surplus (thus increasing the base upon which growth occurs), and a slight improvement in forecasted income growth. In addition, the mid-session revenue forecast increased expected revenues by \$41.3 million in FY 1997 based primarily on a one-time surge in individual income tax nonwithholding payments and several large estate tax payments.

Other substantial revenue increases include: (1) an additional \$14.0 million in public service gross receipts taxes as a result of a \$700 million lease/leaseback financing by Old Dominion Electric Cooperative; (2) \$3.6 million from adoption of the Health Insurance Portability and Accountability Act, which increases the insurance premiums tax on TRIGON to a level more in-line with other insurers; and (3) an additional \$4.3 million in interest that will accrue to the Commonwealth between the initial sale of Trigon stock (February 1997) and the actual receipt of the stock by the Commonwealth (December 1997).

The revenue forecast was revised downward by \$60 million to reflect lower revenue projections from certain programs. Specifically, child support enforcement and Medicaid recovery revenues were reduced by \$20.5 million due to federal policy changes and forecast revisions. Interest projections from Department of General Services self-insurance reserves were reduced by \$11.2 million due to lower balances. Other adjustments included revised VELA building sale recoveries, and lower sheriff's process fees than originally expected.

General fund revenue reductions resulting from adopted legislation include a \$750,000 adjustment for exempting capital gains from the sale of U.S. Treasury obligations from Virginia income tax. Maryland recently received an adverse U.S. Supreme Court ruling on differential treatment of capital gains. Other legislation resulted in a general fund loss of \$418,000 from switching the tax on the sale of small boats from a general sales tax to the Watercraft sales tax; \$245,000 for a tax credit for vehicle emission equipment; \$198,000 from allowing the Fire Programs Fund to retain its interest in the General Account; and about \$300,000 in miscellaneous sales tax exemptions.

- *Transfers.* Net transfers to the general fund are decreased by \$35.1 million in the adopted budget. The majority of transfer activity relates to technical adjustments around the HB 29 litigation and offsets balance adjustments noted earlier. Transfer increases include excess reserves in the Department of General Services General Liability Fund and Medical Malpractice Fund; unobligated balances in the Central Warehouse internal service fund; balances which will accrue from a DIT rate reduction for telecommunication and computer service charges; and a transfer of the nongeneral fund share of IHRIS (centralized payroll processing system) development costs.

Other transfer changes include a projected lottery profit reduction of \$17.5 million in FY 1997 and \$8.0 million in FY 1998 and the elimination of certain non-general fund balance recoveries and indirect costs. The lottery reduction is based on the fact that sales have not been stimulated by large jackpots this year sufficient to offset a projected transfer of cash related to equipment leases, and a lower interest rate forecast which assumes lower Lotto and Big Game jackpots (and thus lower sales) in FY 1998. There is also an additional \$418,000 transfer to the Game Protection Fund as a result of the legislation which applies the watercraft tax instead of the general sales tax to small boat purchases.

Changes in Revenues Available for Appropriation (Since April, 1996)

Additions to Balances:

<u>Amendment</u>	<u>\$ Millions</u>
FY 1996 Surplus Funds	\$ 58.3
Reserve For Deficit Loans (HB 29)	19.2
Maintenance Reserve Set-aside	9.9
Compensation Board Reversions	7.9
Agency Reappropriation Savings	7.0
Governor's Vetoes	4.2
Comp Bd. Recovery for Federal Prisoners	2.2
H.E. Tuition Trust Fund Repay	2.0
DCJS Recovery	1.5
Undesignated Fund Balance 6/30/96	1.1
Revert Capital Outlay Balances/Restorations	1.0
Revert Legislative Agency Balances	0.8
Gaming Commission Loan Repay	0.7
Capital Outlay Restoration Reserve	0.5
Va Racing Commission Loan Repay	0.5
Danville Armory Reversion	0.3
IHRIS Loan Balance	(1.1)
Federal Cash Management Act	(1.2)
Additional Working Capital Advances	(3.6)
Natural Disaster Sum Sufficient	<u>(4.6)</u>
 Total Addition to Balance Changes	 \$ 106.6

Revenues:

<u>Amendment</u>	<u>\$ Millions</u>
November Revenue Forecast (economics)	\$ 215.9
Mid-Session Re-estimate	41.3
Taxation of ODEC Lease/Lease Back	14.0
Compliance Adjustment	4.3
Trigon Supplemental Payment/Interest	4.3
Technical Adj.-Federal Small Business Tax Act	3.6

Revenues (Con't):

<u>Amendment</u>	<u>\$ Millions</u>
Health Insurance Portability & Acct. Act (HB 2887)	3.6
Interest Earned on Payroll Reserve	1.2
Sale of Elko Tract	0.4
Sale of Property of ABC Dept.	0.2
Fingerprinting Bills	0.2
VEDP-ITA Bond Refinancing	0.1
Privatize Delinquent Collections	0.1
Tax Credit for Vehicle Emission Equip. (SB 697)	(0.2)
Fire Programs Fund to Retain Interest (SB 951)	(0.2)
Sales Tax Exemptions	(0.3)
Watercraft Sales (HB 2482)	(0.4)
Timing of Camp Pendleton Sale	(0.4)
MCI Prison Revenue	(0.7)
Va Information Network Fee	(0.7)
Doneski Court Case (capital gains taxes)	(0.8)
Operations of Racetrack	(1.2)
Compensation Board Support Enforcement	(2.4)
VELA Building Surplus Property	(2.7)
Medicaid Recoveries	(5.0)
Interest on Self Insurance Funds	(11.2)
Child Support Enforcement	(15.5)
Sheriff's Process Fees	<u>(17.8)</u>
 Total Revenue Changes	 \$ 229.6

Transfers:

<u>Amendment</u>	<u>\$ Millions</u>
MHMRSAS Excess Revenue (HB 29)	\$ 8.2
DIT-Rate Reduction for Telecomm./Comp.	3.5
DGS-General Liability Excess Balances	3.3
DGS-Medical Malpractice	1.8
NGF Share-IHRIS	1.7
ABC Profits Transfer	1.2
DGS Central Warehouse	0.7
Unrefunded Marine Fuels	0.2
Payroll Processing Center	0.1
9c Sinking Fund Balance	0.1
DCR-Flood Prevention and Assistance Fund	0.1
DGS-Constitutional Officers Liability	<0.1

Transfers (Cont.):

<u>Amendment</u>	<u>\$ Millions</u>
Local Sales Tax Compliance	(0.1)
Children's Health Improvement Program (HB 2682)	(0.2)
Increased Loan Repayment-IHRIS	(0.3)
Breath Alcohol Testing	(0.4)
GF Transfer to Game Protection Fund (HB 2482)	(0.5)
NGF Indirect Costs	(1.0)
DGS-Self Insurance Funds Interest Reduction	(3.5)
APA and DOA ID NGF Balances	(5.4)
Deficit Loans Payable (HB 29)	(19.2)
Lottery Profits	<u>(25.5)</u>
Total Transfer Changes	\$ (35.1)

Legislative, Judicial, Executive Offices

The General Assembly approved 1996-98 budget adjustments totaling \$1.7 million GF and \$0.2 million NGF in the Legislative Department, Judicial Department, and Executive Offices.

- **Legislative Department**

- *Session Per Diem Payments.* The budget, as adopted, includes \$137,180 GF each year for the increased cost of Members' and Legislative Assistants' session per diem payments, based on a change in Internal Revenue Service regulations.
- *Telephone and Security Systems.* The approved budget includes \$133,000 GF the first year as a cost supplement for the replacement of the General Assembly telephone system, and \$408,000 GF the second year to implement security measures for the Capitol and General Assembly Building.
- *Senate Clerk's Positions.* The amended budget adds \$78,780 GF and 2.0 FTE positions the second year for the Office of the Clerk of the Senate.

- ***House Conference Rooms.*** The General Assembly approved \$300,000 GF the second year to enlarge conference rooms on four floors and relocate information desks on three floors of the General Assembly Building, to increase public seating capacity in the meeting rooms used by the House of Delegates.
- ***House Legislative Assistants' Computers.*** The budget, as adopted, includes \$250,000 GF the second year to purchase computers for each House Members' legislative assistant, to improve constituent services.
- ***Mileage Reimbursement.*** Funding of \$20,000 GF was added the second year to provide for increased mileage reimbursement in the House and Senate Clerks' budgets consistent with the increase from 24 to 27 cents per mile provided for all state agencies in Part 4 of the act.
- ***Commission on Future of Public Education.*** The budget, as adopted, includes \$50,000 GF the second year to support the Virginia Commission on the Future of Public Education.
- ***Joint Commission on Health Care.*** Funding of \$100,000 GF the first year and \$125,000 GF the second year was added to support studies on long term care and the feasibility of requiring HMO's to offer certain point-of-service products.
- ***Dr. Martin Luther King, Jr., Memorial Commission.*** The budget, as adopted, includes \$10,000 GF the first year and \$40,000 GF the second year to establish the commission, pursuant to HB 2198.
- ***Joint Commission on Science and Technology.*** The budget, as adopted, includes \$100,000 the second year to establish the commission, pursuant to HB 2138.
- ***Chesapeake Bay Commission.*** The approved budget includes an additional \$25,000 for Commission dues.
- ***Workforce Commission.*** The budget, as adopted, includes language directing the Commission on Management of the Commonwealth's Workforce to study the provision of long-term care insurance as a benefit for state employees.

- *JLARC Studies.* The amended budget includes a series of directives related to study activities:
 - Child Day Care;
 - Comprehensive Services Act;
 - Welfare Reform;
 - Incentives for Hiring Welfare Recipients;
 - Department of Conservation and Recreation;
 - Virginia Fair Housing Office;
 - State data center and information systems policies; and,
 - Computer year 2000 issues.

- *Auditor of Public Accounts Studies.* The budget, as adopted, includes study requirements for the IHRIS system (Integrated Human Resources Information System) and certain procurement issues.

- *Capitol Police.* The budget, as adopted transfers \$84,500 GF and 2.0 FTE positions each year from the budget of the Library of Virginia, for security services at the new library.

- **Judicial Department**

- *New Circuit Court Judgeship.* The budget adds \$154,550 GF and 1.0 FTE position the second year for a new Circuit Court judgeship for Chesapeake, pursuant to HB 1921.

- *New General District Court Judgeship.* The approved budget includes \$140,580 GF and 1.0 FTE position the second year for a new General District Court judgeship for Chesapeake, pursuant to HB 1920.

- *New Juvenile and Domestic Relations District Court Judgeship.* The budget, as adopted, includes \$281,160 GF and 2.0 FTE positions the second year, for two new Juvenile and Domestic Relations District Court judgeships in Prince William County and the South Boston area, pursuant to HB 1920.

- *Magistrate Positions.* The approved budget includes \$186,700 GF and 5.6 FTE positions in FY 1998. These positions are earmarked for the Cities of Emporia and Colonial Heights, and the Counties of Culpeper, Fluvanna, Goochland, Grayson, Hanover, Northampton, Orange, Pulaski, Scott, and Stafford. Language is included in the Appropriation Act specifying that the Committee on District Courts shall allocate these positions.

- ***Magistrate Salary Increase.*** Funding of \$682,993 GF was added the second year to increase compensation for Magistrates to a level which is competitive with the comparable position of Hearing Officer in the Executive Branch. This adjustment was recommended in the 1996 JLARC report entitled "Review of the Magistrate System in Virginia."
- ***Involuntary Mental Commitment Fund.*** The budget reduces the projected carry-forward balance as of June 30, 1997, by \$2.5 million GF. The 1996 General Assembly reduced appropriations for this program by \$4.0 million for FY 1996 in House Bill 29. That bill was not signed by the Governor, and was the subject of litigation. As a result, the appropriation reduction was not executed, although the funds were not spent. The FY 1996 balance of \$4.0 million was carried forward and reappropriated in the budget, as adopted.)
- ***Criminal Fund.*** The budget, as adopted, reduces the projected carry-forward balance as of June 30, 1997, by \$1.0 million GF.
- ***Replacement of Computers.*** The approved budget includes an additional \$500,000 the second year for computer replacement across the court system.
- ***Commission on Family Violence Prevention.*** The budget, as adopted, includes \$30,000 the second year for continued operation of the commission.
- ***Judicial Inquiry and Review Commission.*** The budget, as adopted, includes \$35,000 GF the first year and \$48,018 GF the second year for certain costs associated with the retirement of the Commission's Chief Counsel, as well as recruitment costs for a new Chief Counsel, office space renovation costs, and other unbudgeted nonpersonal services costs.
- ***Capital Representation Resource Center.*** The amended budget includes \$100,000 GF the second year through the Virginia State Bar for the Capital Representation Resource Center, which provides legal expertise and research services to defense attorneys and prosecutors in capital murder cases.
- ***Legal Aid.*** The budget, as adopted, includes \$1.0 million GF the second year through the Virginia State Bar for the Virginia Legal Services Corporation. These funds will be allocated to support indigent defense in civil cases through legal aid societies.

- *Charlottesville Public Defender.* The budget, as adopted, removes \$586,000 GF the first year and adds \$44,570 GF the second year, for a Public Defender Office serving Albemarle County and the City of Charlottesville. Funding for this purpose was provided last year for both years of the biennium. However, the funding was not needed in the first year because the legislation was vetoed last year. The office will begin operation in the second year with funds still remaining in the budget, pursuant to HB 1607 of the 1997 session.

- **Executive Offices**

- *Statewide Elected Officials' Salaries.* The budget, as adopted, establishes the salaries for the Governor, Lieutenant Governor, and Attorney General who will take office in January, 1998:

Governor	\$124,855
Lieutenant Governor	\$36,321
Attorney General	\$110,667

Note: The salary of the Speaker of the House of Delegates is set at a level equal to that of the Lieutenant Governor.

- *Virginia Liaison Office.* Funding of \$177,646 GF, \$85,033 NGF, and 3.0 FTE positions was restored in FY 1998. The 1996 General Assembly transferred all second year funds and positions to a central account, and directed JLARC to evaluate the office. The JLARC report recommended that the office be maintained, and its activities expanded.

Accordingly, the budget also includes \$29,600 GF, \$14,172 NGF, and 1.0 FTE position, effective January 1, 1998, to expand efforts in securing increased federal grant funding.

- *Electronic Disclosure Filing.* The budget, as adopted, includes \$140,000 GF the second year for the Office of the Secretary of the Commonwealth to implement the provisions of HB 2279, which provides for electronic filing of lobbyist disclosure forms.

Administration

HB 1600, as approved, provides a net increase of \$18.7 million for Administration agencies during the biennium when compared to the original appropriation in Chapter 912.

Funding increases total \$23.8 million, and relate primarily to two agencies: the Compensation Board, \$22.4 million, and the Department of General Services, \$0.7 million. Small adjustments to several other agencies make up the balance of the increases. Funding reductions of \$5.1 million reflect later than expected completion of local jail construction projects.

The Compensation Board's increase is primarily for: 1) revised estimates of the amounts needed for inmate per diem payments, including state contracts with local and regional jails to house state inmates (\$18.5 million); 2) staffing of new jail construction (\$2.5 million); 3) conversion of seven part-time Commonwealth's Attorneys to full-time status, and eleven part-time assistant Commonwealth Attorneys to full-time status (\$654,145); 4) an additional 19 law enforcement deputies to maintain the statutory ratio of one deputy per 2,000 of local population (\$441,904); and, 5) expanded training opportunities for Constitutional Officers and their employees (\$200,000). The Department of General Services' increase of \$716,000 relates to the purchase and operation of a new computer system to be used in the management of the Commonwealth's real estate assets and leases, planning for a Capitol Square Masterplan, and support for the Virginia War Memorial Foundation.

- **Secretary of Administration**

- ***Year 2000 Problem.*** The approved Budget includes language transferring \$142,900 the second year from the Council on Information Management to enable the Secretary's office to monitor state efforts in addressing computer software problems related to the approach of the year 2000. These funds will be used to contract for a program manager and other support services.

- **Department of Personnel and Training**

- ***District Court Clerks Compensation.*** The approved Budget directs the Department, with the assistance of the Executive Secretary of the Supreme Court, to examine the adequacy of compensation of district court clerks offices.

- *Health Benefits Advisory Council.* Language included in HB 1600 requires review of the State-Employees' Health Benefits Program by the statutorily established Advisory Council, and requires that any proposed changes to premium schedules, benefits, and providers be reported to the House Appropriations and Senate Finance Committees.

- **Department of General Services**
 - *Transfer Position to the Commission on Local Government.* The approved budget recommends the transfer of one vacant position from DGS to the Commission on Local Government to assist with increased workload.

 - *Commonwealth Competition Council.* HB 1600 transfers \$274,407 and four FTE positions within the Department to establish a new program "Management Analysis" supporting staff activities of the Commonwealth Competition Council.

 - *Consolidation of the Agency Procurement Function.* The approved budget anticipates the consolidation of the separate divisional procurement functions within DGS into one central procurement function. There is no net increase in dollars or positions.

 - *Lab Inspection and Certification Becomes Enterprise Fund.* HB 1600 converts the laboratory inspection and certification program from a special fund to an enterprise fund, adding an appropriation of \$4,209 (NGF) to cover increased operating costs.

 - *Create Laboratory Testing Internal Service Funds.* The approved budget also converts two laboratory testing programs to internal service funds: 1) the motor fuel and ABC testing programs; and 2) the water testing program. Under this arrangement, income earned by charging state agencies for the cost of tests would be used to support the program. A technical reduction of \$788,656 NGF is included to implement this change.

 - *New Computer System for Real Property Management.* The approved budget provides for an additional \$566,000 GF in the second year for a new computer system to be used in the management of the Commonwealth's real estate assets and leases. This amount includes funds for: purchase of existing software; software modifications to suit the commonwealth's requirements; hardware; one professional position (within the agency's current employment level); and temporary staff for initial data entry.

- *Virginia War Memorial Foundation.* \$100,000 from the general fund in the second year was approved for the Virginia War Memorial Foundation, to assist the organization in promoting and maintaining the memorial.
 - *Norfolk Public Health Department/Forensic Laboratory Lease.* Language included in HB 1600 reauthorizes the planned lease/build project in the City of Norfolk, which will provide new quarters for the local Health Department and the Division of Forensic Science Laboratories regional office.
 - *Capitol Square Masterplan.* \$50,000 from the general fund, and a like amount from nongeneral or in-kind contributions, is authorized to complete a masterplan for the grounds, plantings and landscaping of Capitol Square. The Commission on the Preservation of the Capitol and the Garden Club of Virginia will jointly manage the effort.
 - *Preservation of Historic Morson Row.* Language included in the approved budget directs the Department to take steps to assure the historic integrity of the Morson Row offices, which are being vacated by the Department of Historic Resources in favor of leasing arrangements at the Virginia Historical Society.
 - *ABC Testing Responsibility Transfer.* Consistent with the change last year which moved the Division of Forensic Science Laboratories from the Department of General Services to the Department of Criminal Justice Services (DCJS), nongeneral fund and position adjustments are included in HB 1600 which moves the responsibility for analytical testing of alcoholic beverages for law enforcement purposes to DCJS.
- **State Board of Elections**
 - *Electronic Finance Disclosure Reports.* Approximately \$75,000 which was approved during the 1996 session, and an additional \$25,000 authorized in 1997 budget actions, was earmarked for equipment and systems development costs at the State Board of Elections to allow the agency to receive campaign finance disclosure reports filed in an electronic format.
 - *Part-time Registrar Moving to Full-time Status.* HB 2748 will result in the Registrar in the City of Franklin moving from part-time to full-time status. \$7,320 from the general fund was included in

HB 1600 to support the increased personnel cost associated with the changed workload.

- **Temporary Full-time Status.** Clarifying language was included in the approved budget, which authorizes the Board of Elections to consider various workload measures in moving part-time Registrars to full-time status on a temporary basis. Such actions might be necessary during local period of multiple special elections or primaries.

- **Compensation Board**

- **Revert Carry-forward Balance.** HB 1600 provides for reversion of \$7.9 million in FY 1996 balances that would have been available to the Compensation Board for support of local sheriffs departments under the provisions of Chapter 912. Other amendments provide direct appropriations for the purposes that would otherwise have been funded from these balances.
- **Constitutional Officers Training.** The approved budget provides \$81,890 GF in the second year and one position for the Compensation Board to manage training initiatives for Constitutional Officers and their employees. In addition, \$118,110 GF is included in the second year to pay training and travel costs for these employees.
- **New Jail Staffing.** The Compensation Board provides funding for positions to staff new and expanded jails which will open during the 1996-98 biennium. Language in the Appropriation Act directs the board to provide one correctional officer for every three inmates. Non-security positions are provided as well, including treatment positions. The Compensation Board staffing guidelines and requests from the affected jurisdictions indicate the need for 58 new positions. The additional cost for these positions is an estimated \$436,154 the first year and \$1.25 million the second year.

Estimated Position Allocations for New Jails (FY 1998)	
Henrico	20
Riverside Regional	10
Va Peninsula Regional	13
Botetourt	<u>15</u>
Total	58

- **Revised Opening Dates for New Jails.** The budget, as introduced, anticipates that six jail projects will be completed later than projected last year, resulting in a savings of \$5.25 million the second year.

Revised Opening Dates for New Jails	
<u>Jail</u>	<u>Revised Date</u>
Fairfax	Dec. 1997
Hampton Roads Regional	Dec. 1997
Pamunkey Regional	Feb. 1998
Pneumandsand Reg. (A. P. Hill)	Jan. 1999
Southside Regional	Apr. 1999
Middle Peninsula Regional	Apr. 1999

- **Law Enforcement Deputies at 1:2,000.** The approved budget provides an additional 19 law enforcement deputies in 16 counties to maintain the statutory ratio of one deputy per 2,000 of local population. The additional cost for these positions is an estimated \$441,904.

Estimated Law Enforcement Deputy Allocations at 1 per 2,000 of Population (FY 1998)			
Augusta	1	King William	1
Bedford	1	Loudoun	3
Charlotte	1	Mecklenburg	1
Culpeper	1	Powhatan	1
Franklin	1	Rockingham	1
Frederick	1	Spotsylvania	1
Halifax	1	Stafford	1
Hanover	2	York	1
		Total	19

- **Master Deputy Pay Plan.** The approved budget authorizes the Compensation Board to expand a career progression, master deputy

program and compensation plan for sheriff's deputies, within pay grade seven.

- ***Pooled Vehicle Purchasing.*** The approved budget authorizes the Compensation Board to work with the Department of State Police to develop a pooled purchasing program for sheriffs' department vehicles.
- ***Population Based Salary Increases.*** The approved budget includes an increase of \$25,484 the first year and \$28,764 the second year to provide a salary adjustment for constitutional officers in Hanover County. Since the population of Hanover County has increased, this salary adjustment reflects the movement of those officers up in the population-based salary tables.
- ***Career Prosecutor Pay Plan.*** The approved budget authorizes the Compensation Board to develop criteria for the establishment of a career progression program for assistant Commonwealth Attorneys.
- ***Part-time to Full-time Commonwealth's Attorneys.*** An additional seven part-time Commonwealth's Attorneys have requested conversion of their offices to full-time status in the second year, as provided for in the *Code of Virginia*. The additional cost of this conversion is \$572,599 GF in the second year.

Conversion of Part-time to Full-time Commonwealth's Attorneys (FY 1998)			
Prince George	1	Amelia	1
King George	1	Rappahannock	1
Essex	1	King and Queen	1
Richmond	1		
		Total	7

- ***Part-time Assistant Commonwealth's Attorneys to Full-time.*** HB 1600 also includes \$81,546 GF in the second year to move eleven part-time assistant attorneys for the Commonwealth to full-time status on January 1, 1998, in accordance with Compensation Board workload standards.

**Conversion of Part-time Assistant
Commonwealth's Attorneys to Full-time
(FY 1998)**

Mecklenburg	1	Smyth	1
Salem	1	Waynesboro	1
Staunton	1	Bristol	1
Amherst	1	Orange	1
Wythe	1	Accomack	1
Lee	1		
		Total	11

- **VRS Pickup-Richmond City Treasurer's Office.** The approved budget includes \$7,000 from the general fund in the second year related to the Richmond City Treasurers' Office pick-up of the employee portion of VRS costs
- **Circuit Court Clerks Technology Trust Fund.** The approved budget includes \$4.2 million NGF in the second year to continue the Technology Trust Fund pursuant to HB 2579. The program allows for acquisition and system upgrades in Circuit Court Clerks offices.
- **Cost Recovery - Housing of Federal Inmates.** The 1996 General Assembly adopted provisions in the Budget Bill which directed the Compensation Board to begin recovering a portion of the indirect cost to the Commonwealth for the supervision, care and feeding of federal prisoners in local and regional jails. Amendments approved by the 1997 session provide that the recovery of such costs shall be made on a jail by jail basis, according to the following formula:

No. Federal Prisoners Held divided by Total # Prisoners Held = x%

x% multiplied by the Total State Provided Personnel Costs = xx\$

xx\$ multiplied by 50% = State Share to be Withheld

The revised language allows withholding to be reduced on a pro rata basis, or eliminated entirely, in facilities, or portions of facilities, which were constructed using federal funding.

The language also allows a local or regional jail to develop a different federal cost allocation plan, to be approved by the Auditor of Public Accounts.

The estimated amounts to be recovered by these actions will vary based on the actual number of federal prisoners confined, but is estimated to be \$3.9 million GF in the second year

- ***Revised Jail Per Diem Payments*** . In addition to payments for the direct support of jail staff, the Compensation Board provides a per diem payment for maintenance of state prisoners in local jails. Language in the Appropriation Act directs the board to provide a basic per diem payment of:

\$8 misdemeanor, awaiting trial, and local offense inmates, and

\$14 state responsible inmates.

Other rates may apply in special circumstances.

The approved budget includes a reduction in the appropriation for per diem payments of \$1.2 million the first year and an increase of \$7.8 million the second year. These adjustments are based on revised forecasts of jail population.

In addition, HB 1600 includes \$11.9 million GF in the second year to expand the level of Department of Corrections contracting with local and regional jails for the housing of state inmates at a rate totaling \$28.00 per inmate per day. Language included in this section also requires local or regional jails with available bedspace to contract with the Department under certain terms and conditions.

- **Commission on Local Government**

- ***Transfer Position from DGS***. The approved budget transfers a vacant position from DGS to the Commission to assist with increased workload. This work is currently performed by wage employees. No additional funding is included.

- **Department of Information Technology**

- ***Payroll Service Center.*** The 1996 budget established a pilot administrative service center for state government in the Department of Accounts that has been providing payroll services for 17 agencies since July 1, 1996. HB 1600 transfers \$30,200 NGF the second year and eliminates 2.0 FTE positions to consolidate DIT payroll process into this service center.
- ***Technical MEL Adjustment.*** HB 1600 provides for a reduction of the agency's Maximum Employment Level by 5.0 FTE positions, to correct a double count in Chapter 912.
- ***Public Radio and Television Grants.*** The approved budget includes an increase of \$78,487 GF the second year for community service grants for public radio stations and \$370,726 GF the second year for community service grants to public television stations. The increases restores state funding for the program to approximately 1992 levels.
- ***Norton Relay Center.*** Language included in HB 1600 adds various terms and conditions to the planned continuation of the Deaf and Hard of Hearing Relay Station Request for Proposals. The center is now located in Norton, Virginia.

- **Council on Information Management**

- ***Year 2000 Problem.*** The approved budget includes an additional \$142,900 in the second year for oversight of state efforts to address the Year 2000 date problem in the state's computer software. These funds will be transferred to the Secretary of Administration and used to contract for a program manager and support costs.

A related language amendment authorizes a treasury loans of up to \$1.0 million per project, not to exceed \$10.0 million total, to provide funds for actual program modifications. These loans would be repaid based on plans to be presented to the 1998 General Assembly.

- ***Study Auto License Plate Bar-Coding.*** The approved budget calls on the Council to study the feasibility and advisability of implementing computerized bar-coding of vehicle license plates, and to provide a report on the issue to the 1998 General Assembly.

Commerce and Trade

The budget amendments adopted by the General Assembly include net new spending in Commerce and Trade of almost \$36.4 million -- \$10.6 million GF and \$25.8 million NGF.

Most of the increased general fund spending is targeted to the Department of Housing and Community Development, the Virginia Economic Development Partnership, and the Department of Business Assistance. The major spending initiatives include:

- \$3.0 million for the Regional Competitiveness Fund;
- \$2.5 million for a cooperative advertising program to promote tourism in Virginia;
- \$1.0 million for the World Congress on Information Technology;
- \$760,000 to support homeless shelters and to establish a child service referral system in domestic violence and homeless shelters; and
- \$750,000 to capitalize the Export Loan Guarantee Fund.

The General Assembly approved the Governor's recommendations to reduce the general fund appropriations in the Department of Housing and Community Development for the enterprise zone job grant program, the Department of Agriculture and Consumer Services for the gypsy moth suppression program, and the Department of Business Assistance to reflect veto action from last Session.

The increase in nongeneral funds result from additional federal trust fund appropriations for the Community Development Block Grant Program, which is managed by the Department of Housing and Community Development. Some \$13.0 million in federal dollars are designated each year for local government grants. A decrease of \$1.4 million in nongeneral funds results from a "bookkeeping" change as rental income collected by the Virginia Economic Development Partnership for office space at CIT will no longer be recorded in the state's budgeting and accounting systems.

- **Department of Housing and Community Development**

- *State Fire Marshal's Office.* The budget, as adopted, provides an increase of \$459,500 GF and 8 positions the second year to maintain current fire protection and prevention services and to provide for

annual inspections of public college dormitories and public school buildings that are not inspected by the local fire marshal.

- ***Homeless Shelter Payments.*** The adopted budget provides \$400,000 GF the second year to offset federal budget cuts for operating support.
- ***Homeless Shelter Coordinators.*** The approved budget provides \$360,000 GF the second year to establish child service coordinator positions in shelters that serve women and children.
- ***Emergency Home Repair and Weatherization.*** The General Assembly approved funding of \$300,000 GF the second year for emergency home repair and the weatherization programs.
- ***Virginia Building Code Academy.*** The approved budget provides \$100,000 GF the second year to reduce the training backlog for basic and specialized programs at the academy. Past budget reductions have resulted in two to three month delays for basic programs to over a year delay for less frequent technical classes.
- ***Housing Partnership Fund.*** The budget provides a \$1.0 million GF contingent appropriation in the second year of the biennium for the Virginia Housing Partnership Fund. In addition, the budget provides 1.00 position to develop underwriting criteria for the Partnership's grant and loan programs.
- ***Regional Competitiveness Fund.*** The General Assembly approved an additional \$3.0 million for the Regional Competitiveness Fund. This action increases the total general fund appropriation for the program to \$6.0 million in fiscal year 1998.
- ***Increase Community Development Block Grants.*** The approved budget increases the agency's federal appropriation by \$13.0 million each year to reflect administrative actions to increase the rate at which federal funds are transferred from DHCD to localities.
- ***Reduce Enterprise Zone Job Grants.*** The budget decreases by \$500,000 GF each year, grants to eligible companies for creating jobs in Virginia's enterprise zones. The General Assembly approved budget language, however, to ensure that the benefits for eligible businesses are not reduced.

- **Virginia Economic Development Partnership**
 - ***Semiconductor Manufacturing Endowment.*** The approved budget provides \$1.0 million GF the second year to support microelectronics education and research at the state's universities in conjunction with the Motorola, IBM/Toshiba, and Motorola/Siemens ventures. Proceeds from the endowment will be disbursed by a special foundation's board of directors comprised of college and university engineering school deans, representatives of the beneficiary companies, and others with expertise in semiconductor manufacturing research. This is the down payment for an eventual state commitment of \$9.0 million GF.
 - ***Increases in Automated Systems.*** The adopted budget provides \$216,000 GF the second year for additional computer software and hardware and for staff training.
 - ***Additional Office Space.*** The adopted budget provides \$160,000 GF the second year for 8,000 square feet of office space to accommodate additional staff in FY 1998 as well as two small conference rooms, research library, and the "prospect presentation center".
 - ***Tourism Cooperative Advertising.*** The General Assembly added \$2.5 million GF the second year to continue the current level of funding for this cooperative program which leverages state resources with private, local, or regional monies. In fiscal years 1996 and 1997, the state matched 30 to 40 cents for every nonstate advertising dollar.
 - ***Transfer Operating Support Funding to the Department of Business Assistance (DBA).*** The adopted budget transfers \$575,900 GF the second year from the Partnership to DBA to cover most of the new agency's administrative and support costs. (A separate budget amendment for the Department of Business Assistance also addresses administrative and support requirements.)
 - ***Prospect Decision Support System.*** The approved budget, provides \$375,000 GF the second year to begin planning and developing a business site location system that includes geographic and other databases and a marketing presentation center.
 - ***Virginia Biotechnology Research Park.*** The General Assembly approved \$150,000 GF the second year for marketing and operating support.

- *1998 World Congress on Information Technology.* The approved budget includes funding of \$1.0 million GF the second year to sponsor this event in Northern Virginia
 - *Export Promotion Assistance.* The adopted budget provides an additional \$150,000 GF the second year for marketing expenses associated with trade shows and trade publications and promotions.
 - *Jamestown Discovery Project.* The adopted budget includes language authorizing the transfer of \$75,000 from FY 1998 general fund appropriations to the Department of Historic Resources to cover the Project's film production costs.
 - *Eliminate Nongeneral Fund Appropriation and Positions.* Non-general fund appropriations and the position level associated with the Partnership are being removed from the Appropriation Act because of actions taken by the General Assembly in the 1995 and 1996 Sessions designating the entity as an "independent political subdivision".
- **Department of Economic Development**
 - *Elimination of Appropriations.* In 1996, the General Assembly transferred the agency's activities to the Department of Business Assistance and the Virginia Economic Development Partnership. Accordingly, the budget, as passed, eliminates the agency's appropriations and positions.
- **Department of Business Assistance**
 - *Funding for Administrative Personnel.* The budget, as approved, proposes for FY 1998, \$196,792 GF and 4.00 positions plus \$50,168 NGF and 1.00 position for the new agency's executive management staff.
 - *Transfer Operating Support Funding to the Department of Business Assistance (DBA).* The approved budget transfers \$575,900 GF the second year from the Virginia Economic Development Partnership to DBA to cover a portion of the new agency's administrative and computer support costs.
 - *Funding a Statewide Capital Access Program.* The approved budget provides \$350,000 GF the second year to provide risk protection to private lenders, through a loan loss reserve fund, in order

to increase access to capital for small- and medium-sized businesses. A pilot program using \$44,000 of state money has generated private sector loans of \$1.7 million.

- *Export Loan Guarantee Fund.* The approved budget provides \$750,000 GF the second year to capitalize the Export Loan Guarantee Fund. Legislation creating the fund was passed by this Session of the General Assembly.
- *Transfer of Appropriation from the Department of Economic Development.* In 1996, the General Assembly enacted legislation authorizing the Department of Business Assistance to carry out activities -- workforce training, small business development financing, and business retention -- previously performed by the Department of Economic Development. The budget transfers \$13.4 million GF the first year and \$13.5 million GF the second year and 33.00 positions plus \$2.3 million NGF each year from DED to the new agency.

- **Department of Labor and Industry**

- *Restore Funding for Occupational and Injury Survey.* The budget, as adopted, restores \$109,000 GF and \$109,000 in federal appropriations the second year for the survey, which is mandated under the Virginia Occupational Safety and Health State Plan. The U.S. Department of Labor is the federal agency that reviews and approves the state's plan, and requires all states to collect and provide workplace injury and illness statistics.
- *Occupational Safety and Health Program.* The approved budget provides \$100,000 GF and \$100,000 in federal funds for staff training and computer equipment purchases.
- *Increase Apprenticeship Program.* The General Assembly approved an additional \$117,000 GF the second year for three apprenticeship representative positions which are currently unfunded. The three positions, in concert with 12.00 FTE positions already funded, would promote and develop programs with cooperating employers to train workers from entry level skills to the journeyman level.

- **Department of Agriculture and Consumer Services**

- *Consumer Protection Staffing.* The adopted budget adds \$144,814 GF the second year and 4.00 positions for the consumer protection

division. Two inspector positions would be added to the food inspection program, and two positions would be for weights and measures field inspection activities in Fairfax County.

- *Agricultural Marketing and Development.* The approved budget provides \$97,295 GF the second year to expand and recruit new agricultural-related business to Virginia through increased marketing and trade show efforts.
- *Reduce Funding for Gypsy Moth Suppression.* The budget reduces general fund support for the gypsy moth suppression program by \$89,500 the first year and \$179,000 the second year. The action eliminates all general fund support for the program in FY 1998. It is based on declines of gypsy moth infestation in 1996, and the expectation that the reduced level of infestation will continue through calendar year 1998.
- *Hydrilla Control and Removal.* The budget, as passed, provides \$150,000 GF the second year for Hydrilla control and removal at Lake Anna, Lake Gaston, and the Potomac River.

Public Education

Amendments to the 1996-98 biennial budget increase overall funding for Direct Aid to Public Education by \$59.6 million GF and \$17.7 million NGF. An additional \$500,800 has been provided for the Department of Education to administer a first grade reading diagnostic test and hire a school health specialist. Also included are amendments to increase funding for the Comprehensive Services Act by a total of \$27.8 million GF and \$1.0 million NGF, primarily to meet projected caseload increases.

Increases in Direct Aid totaling \$69.7 million GF are provided: \$19.7 million GF in the second year to increase the Teacher Salary Incentive from 2.0 percent to 4.0 percent on January 1, 1998; \$9.6 million to increase the number of students benefiting from smaller class sizes in grades K-3 and for increased participation in the existing K-3 Reduced Class Size program; \$6.2 million GF for reading instruction and remediation programs for first-grade students with reading deficiencies; \$6.2 million GF to help school divisions implement the Standards of Learning; \$7.8 million GF to reduce the diversion of Literary Fund revenues for teacher retirement in the second year; \$3.3 million GF to increase the Northern Virginia Cost of Competing salary differential in the second year; \$3.1 million GF to increase the Maintenance Supplement Payment in the second year from the state share of \$10 per pupil to \$15 per pupil; \$2.1 million GF to

provide a buffer in the first year for school divisions experiencing a loss of sales tax revenues due to the revision of the Census of School Age Population; \$2.7 million GF to fully fund remedial summer school; \$1.6 million GF in additional funding for Governor's Schools; \$1.1 million GF to provide for 100 percent of the cost of the education of expelled or suspended students with disabilities; \$5.4 million GF to reflect Basic Aid adjustments from FY 1996 which were delayed until the current fiscal year due to pending litigation over HB 29; and \$0.9 million GF to cure shortfalls in two programs and implement new programs within Direct Aid.

These increases were offset somewhat by reductions in Direct Aid of \$10.1 million GF for several technical changes -- a decrease in enrollment growth; a revision of the estimate of the sales tax revenue returned for public education and the corresponding basic aid and enrollment loss off-sets; a revision of the census of school age population upon which the sales tax is distributed; a technical recalculation of required vocational education positions within the Standards of Quality; and a reduction in funding for several voluntary programs to reflect nonparticipation by some school divisions.

Federal funding totaling \$17.7 million NGF is included in the adopted budget. The source of the funds is the Goals 2000: Educate America Act (\$14.9 million) and the Technology Literacy Challenge Fund (\$2.9 million).

Finally, language has been adopted which gives bonds issued by the Virginia Public School Authority (VPSA) a pledge of Literary Fund revenues and, to the extent necessary, general fund revenues. The pledge is being provided as an alternative to the Moral Obligation pledge which has been used for VPSA bonds since 1991.

- **Secretary of Education**

- *Language Amendments.* The budget, as adopted, includes language amendments directing the Secretary of Education to:
 - Report all United States Department of Education grants in excess of \$1.0 million for which Virginia or local school divisions are eligible.
 - Use all reasonable efforts to ensure that Virginia applies for funds available under the federal School-to-Work Opportunities Act of 1994.
 - Use all reasonable efforts to ensure that Virginia applies for funds available through the federal Technology Literacy Challenge Fund.

- **Department of Education**

- *Testing Supplement.* The budget, as adopted, increases funding by \$450,000 GF in the second year to provide a first grade reading diagnostic test. The test will be used to identify students who need remedial reading instruction. School divisions may use their own tests, if their tests meet general criteria set by the Department of Education.
- *School Health Specialist.* The adopted budget includes \$50,800 GF in the second year for the Department to hire a School Health Specialist, pursuant to HB 1987. Language was also adopted directing the Superintendent of Public Instruction to convene a planning/steering committee to develop a plan for an incentive fund for the provision of physical health care services in public schools.
- *Language Amendments.* A number of amendments were adopted which direct the Superintendent of Public Instruction to:
 - Develop a monitoring system to identify medically fragile students living in nursing homes or long-stay acute hospitals for whom Virginia has an educational responsibility.
 - Examine models for predicting local school enrollments and share any reliable model with local school divisions.
 - Report on expulsion and suspension rates by school division in relation to disparity indicators.
 - Encourage the use of school resources, especially computer labs, for training Temporary Assistance to Needy Families recipients for the workforce.
 - Study the feasibility of providing statewide contracts for local school divisions to use for the purchase of technology equipment.
 - Prepare a report on programs dealing with the management of student conduct.

- **Direct Aid to Public Education**

- *Teacher Salary Incentive.* The adopted budget includes \$19.7 million to increase the Teacher Salary Incentive in the second year from 2.0 percent to 4.0 percent effective January 1, 1998. To receive

the state funding, school divisions will have to certify that an equivalent increase has been granted, and provide a local match.

- ***K-3 Reduced Class Size Program.*** The adopted budget includes an additional \$2.5 million GF the first year and \$7.1 million the second year for the K-3 Reduced Class Size program in order to increase the number of schools eligible for Reduced Class Sizes and to fully fund actual participation in the program. The threshold for participation in the 20:1 ratio was reduced from 20 percent free lunch participation to 16 percent participation. This amendment expands the K-3 Reduced Class Size program to 65 percent of Virginia's school children in grades K-3.
- ***Reading Instruction and Remediation.*** The adopted budget includes \$6.2 million GF in new funding for special reading instruction and remediation for first-grade students with reading deficiencies. The funding is calculated based on the cost of an additional 2.5 hours of reading instruction per week for 36 weeks for the proportion of first-grade students deemed eligible for the federal free lunch program. A 5:1 ratio of students to teachers is assumed, and the cost is based on the state share of the current prevailing elementary teacher salary and fringe benefits. The budget provides significant flexibility in the actual programs which may be implemented with the funding.
- ***Supplemental Instructional Materials.*** The adopted budget includes an additional \$6.2 million GF to assist school divisions in implementing the newly adopted Standards of Learning. The funding is based on the state share of \$10 per pupil in Average Daily Membership. The program is voluntary. A local match would be required of participating school divisions.
- ***Cost of Competing.*** The adopted budget includes \$3.3 million GF to increase the Cost of Competing salary differential provided for non-instructional positions in the nine Planning District 8 school divisions in the second year. This funding makes up half of the difference between the current differential and the level recommended by the Joint Legislative Audit and Review Commission.
- ***Maintenance Supplement.*** The adopted budget provides an additional \$3.1 million to increase the Maintenance Supplement Payment from the state share of \$10 per pupil in the second year to \$15 per pupil. The funding may be used for the maintenance and renovation of public school facilities or to pay debt service.

- ***Census Loss Buffer.*** The adopted budget includes \$2.1 million in the first year to provide a buffer for school divisions which would receive less funding from sales tax revenues due to a revision of the Census of School Age Population. Differentiated funding will be provided based on the composite index of local ability-to-pay, with the least wealthy school divisions receiving 85 percent of the lost funding.

- ***Federal Programs.*** A total of \$17.7 million NGF is included in the adopted budget to reflect Congressional appropriations for the Goals 2000: Educate America Act (\$14.9 million) and Technology Literacy Challenge Fund (\$2.9 million) programs. Actual distribution of the funds to local school divisions will be done by the Department of Education, consistent with the federal statutes.

- ***Reduced Literary Fund Diversion.*** The adopted budget reduces the diversion of Literary Funds for teacher retirement in the second year from \$23.3 million to \$15.5 million, a reduction of \$7.8 million. A corresponding increase of \$7.8 million in general funds is included to cover teacher retirement. The projected sources and uses of Literary Fund revenues in the 1996-98 biennium are listed below.

**Literary Fund Sources & Uses -- 1996-98 Biennium
(Dollars in Millions)**

Sources	Ch. 912 FY 1997	Ch. 912 FY 1998	HB 1600 as adopted FY 1998
Beginning Balance	\$ 13.9	\$ 3.1	\$ 3.1
Projected Revenues	119.2	109.2	109.2
Potential Trigon Co-Payments	<u>0.0</u>	<u>20.0</u>	<u>20.0</u>
Total Sources	\$133.1	\$132.3	\$132.3
Uses			
Teacher Retirement	\$ 41.1	\$ 23.3	\$ 15.5
Equipment Notes	10.1	22.8	22.8
Purchase Calculators & Probes	0.0	20.0	20.0
Interest Rate Subsidy Grants *	8.8	10.0	10.0
New Direct Loans	<u>70.0</u>	<u>52.2</u>	<u>60.0</u>
Total Uses	\$130.0	\$128.3	\$128.3
Ending Balance	\$ 3.1	\$ 3.9	\$ 3.9

* Interest Rate Subsidy Grants are used with VPSA bonds to "buy down" the effective interest costs of VPSA bonds to equal a Literary Fund loan. Each \$10 million in grants is roughly equivalent to \$40 million in direct Literary Fund loans.

An interest rate subsidy program in the Fall of 1996 provided \$43.7 million in total project funding. It is projected there will be \$70.0 million in the Fund for direct Literary Fund Loans in the first year, resulting in total construction funding for the first year of \$113.7 million.

An interest rate subsidy program in the Fall of 1997 should provide \$40.0 million in total project funding, and there should be \$52.2 million in the Fund for direct Literary Fund Loans in the second year. This combination would result in total construction funding for the second year of \$92.2 million.

If the \$7.8 million decrease in the Literary Fund diversion is used to increase the amount of direct Literary Fund Loans made during the biennium, funding available for construction in the 1996-98 bi-

ennium would total \$213.7 million. This represents an increase of \$7.8 million in construction funding above what was available in Chapter 912.

- ***Governor's Schools.*** The adopted budget includes an increase of \$1.6 million GF for Governor's Schools. A total of \$536,080 GF was provided to fully fund the existing Governor's Schools. An additional \$775,000 GF was provided for the opening of the Commonwealth Governor's School in the second year. An additional \$300,000 GF was included for continued planning for three other Governor's Schools. Language was included to prohibit the approval of additional Governor's Schools, beyond those currently in the planning stage.
- ***Virginia Public School Authority Debt Service Pledge.*** The adopted budget includes language establishing a pledge for debt service on Virginia Public School Authority bonds in the event of a default by a locality, when state aid to that locality which could be intercepted to pay such default is insufficient.

The pledge is capped at \$25 million, which is projected to be sufficient to service a combination of five-year equipment bonds and 20-year construction bonds totaling approximately \$250 million the second year. The pledge consists of: (1) the available funds in the Literary Fund; and (2) the state general fund, to the extent there is a shortage of available funds in the Literary Fund. This pledge will replace the moral obligation pledge for future Virginia Public School Authority bonds.

- ***Remedial Summer School.*** The adopted budget provides an increase of \$1.3 million GF the first year and \$1.4 million GF the second year in funding for remedial summer school due to increased student enrollment.
- ***Special Education for Expelled or Suspended Students with Disabilities.*** The adopted budget increases funding for Special Education by \$1.1 million GF in the first year for the education of expelled or suspended students with disabilities.

In 1993-94, the U.S. Department of Education disapproved Virginia's Special Education Plan because of the local practice of expelling or suspending disabled students who were disruptive, if the disruptive behavior was not related to the disability. At that time, the Superintendent of Public Instruction directed school divisions to keep their expulsion/suspension policies in force, and the De-

partment began to provide 100 percent of the cost of educating these students while the decision was being appealed.

The Fourth Circuit Court of Appeals ruled on February 5, 1997, that Virginia school divisions could cease services to properly expelled/long-term suspended students with disabilities. The U.S. Department of Education has 90 days in which to appeal this decision to the U.S. Supreme Court. Language is included which discontinues this additional funding in the second year.

- **Technical Adjustments.** A series of technical adjustments in the budget result in a net increase of \$0.2 million GF the first year and a net reduction of \$5.7 million GF the second year in Standards of Quality Payments:

<u>Technical Changes</u>	<u>FY 1996-97*</u>	<u>FY 1997-98*</u>
Reduced Enrollment	(\$1.4)	(\$1.2)
Sales Tax	0.7	(0.3)
Census	0.9	1.9
Voc. Ed. Recalculation	0	(5.8)
Inflation		(0.3)
Total	\$0.2	(\$5.7)
* Dollars in millions		

- Average Daily Membership (ADM) Estimates. The adopted budget provides a reduction of \$1.4 million GF the first year and \$1.2 million the second year, due to lower than expected enrollment growth based on the September 30, 1996, Fall Membership child count.

It is estimated that 1,169 fewer students are enrolled in Virginia's public schools in the 1996-97 school year than had been projected, and that 1,098 fewer students will be enrolled in 1997-98 than originally projected.

- Revised Sales Tax Estimates. The adopted budget provides an increase of \$0.7 million GF the first year and a reduction of \$0.3 million GF the second year for public education, due to projected changes in sales tax revenues in the 1996-98 biennium and the corresponding off-set in Basic Aid and Enrollment Loss payments.

- Revised Census of School Age Population. The adopted budget provides a net increase of \$0.9 million GF the first year and \$1.9 million GF the second year, due to changes in the 1996 Census of School Age Population. Census changes affect the distribution of the sales tax and result in a corresponding change in Basic Aid and Enrollment Loss payments to school divisions.

- Recalculation of Required Vocational Education Positions. The adopted budget reduces funding for Vocational Education by \$5.8 million GF in the second year. Required positions for Vocational Education have been recalculated to correct reporting and technical errors in the original calculations, resulting in a reduction in required state funding for Vocational Education and associated programs.

- **Regional Programs.** The adopted budget includes \$305,000 GF for three regional programs: Southside Technology Consortium; Hampton Roads Consortium; and Chesapeake Bay Regional Environmental Program.

- **Shortfalls.** A total of \$259,132 GF was included in the adopted budget to fully fund the Regional Alternative Education programs and to provide the full state payment for the education of Indian children living on reservations.

- **Remediation.** The adopted budget includes \$133,000 GF in the second year to provide \$1,000 to local school boards which establish Remediation Program Standards Committees.

- **Advancement Via Individual Determination (AVID).** The adopted budget includes \$164,901 GF to establish an AVID program in Hampton, and to develop an AVID Training Center in Newport News.

- **Standards of Accreditation.** The adopted budget includes language which clarifies that changes to the Standards of Accreditation which increase or decrease the state funding provided to local school divisions will not be effective until July 1, 1998.

- **HB 1860.** The adopted budget includes language which provides that students who are enrolled in a nonpublic school or who are receiving home instruction and who are enrolled on less than a full-time basis in any mathematics, science, English, social science, or foreign language course will be counted in the ADM of the

school division. For state funding purposes, for each course taken by such students they may be counted as 0.25 of a student, up to a cap of 0.5. This language is contingent upon the enactment of House Bill 1860.

- **Balances.** The adopted budget reduces by \$7.3 million GF funding for the At-Risk Four-Year-Olds, Homework Assistance, Truancy/Safe Schools, and the National Teaching Standards Board programs to capture balances in those programs due to nonparticipation by some school divisions. These funds are used for public education initiatives adopted by the 1997 General Assembly.
- **HB 29 Appropriation.** The adopted budget includes a technical adjustment of \$5.4 million GF to appropriate funds which were moved from FY 1996 to FY 1997, pending litigation on House Bill 29.

- **Comprehensive Services Act (CSA)**

- **Comprehensive Services Caseload Increases.** The adopted budget includes an additional \$27.6 million -- a 15.2 percent increase in funding over Chapter 912 -- to cover services for the projected increase in referrals of at-risk youth. Of the increase, \$9.6 million GF is added the first year and \$17.0 million GF and \$1.0 million in federal funds is added the second year.
- **State and Local Share.** The adopted budget continues the state's obligation to fund the state share of services for CSA youth on a sum-sufficient basis if the increased appropriation is insufficient. Localities would not have to assume any of the state share of costs.
- **Cost Containment Initiatives.** The adopted budget includes \$175,000 to assist localities with utilization review of residential services funded through CSA. The funding would be used to amend an existing contract for utilization review services let by the Department of Medical Assistance Services. Localities would participate in developing the guidelines and criteria to be used. While participation in the effort would be voluntary, localities could use participation to meet the state's requirement of demonstrating effective cost controls when applying for supplemental funding. The budget also contains \$50,000 for additional technical assistance and training for localities, with a focus on assistance in cost containment. Finally, the adopted budget requires a study of whether Medicaid funding through the Early, Periodic-Screening and Diagnostic Testing program (EPSDT) should be used to cover residential psychiatric services. The study will address the advis-

ability of using EPSDT funding after considering the possible number of children that would become entitled to services, and the provider rates required under federal Medicaid law.

- *Prevention Initiatives.* The adopted budget includes \$670,000 GF the second year to restore state funding for the eleven original early intervention trust fund grants. The grants fund initiatives to help localities prevent more costly residential placements for CSA youth.
- *Foster Care Rate Increase.* The budget also includes an increase of three percent (\$334,965 GF) in payments to foster parents who keep CSA youth. The increase would be effective July 1, 1997.

Funding for Direct Aid to Public Education, by locality, is listed in Appendix A and Appendix B.

Higher Education

The budget, as adopted, provides additional funding of \$30.6 million GF for higher education, an increase of about 1.4 percent over the biennial budget adopted in 1996. Major funding initiatives include \$18.7 million GF for faculty salary increases in the second year, \$3.1 million GF for second-year operating costs of new community college campuses, and \$1.9 million GF for a base staffing adjustment at the community colleges. Funding of \$1.3 million GF is also provided to Virginia Military Institute to accommodate female cadets.

The budgets of Old Dominion University, George Mason University and Virginia State University are reduced by \$2.7 million and 142.5 FTE positions to reflect enrollment levels that are lower than estimated last session. However, additional operating support of \$3.2 million is provided to several institutions, for high priority needs, including Old Dominion University, George Mason University, and Virginia State University. Funding of about \$5.4 million is also provided for a variety of collaborative research initiatives, instructional equipment, and Cooperative Extension.

- **Institutions of Higher Education**

- *Faculty Salary Increases.* The budget, as adopted, provides \$18.7 million GF in the second year, which, when combined with the 2 percent funded in the budget during the 1996 Session, supports fac-

ulty salary increases ranging from 5 to 9 percent. The increases vary, depending upon where an institution ranks relative to its peer group. The funding also provides for increases of 4 percent for administrative faculty, part-time faculty, and graduate teaching assistants. The increase is funded entirely from general funds in order to avoid a tuition impact

Faculty salary funding and percent increase, by institution, is detailed below.

	<u>Faculty Salaries</u>	<u>Percent Increase</u>
VCCS	\$2,660,734	5.0
UVA	2,198,931	5.0
CVC	142,673	9.0
VPI&SU	3,119,876	6.0
VPI&SU Ext.	1,134,790	6.0
VCU	2,349,048	6.0
ODU	1,130,184	6.0
GMU	1,858,157	6.0
CWM	867,071	6.0
RBC	38,832	5.0
VIMS	123,526	6.0
JMU	1,011,236	5.0
CNU	211,325	5.0
LC	188,234	5.0
MWC	316,872	7.0
NSU	399,020	5.0
RU	490,356	6.0
VMI	174,115	5.0
VSU	<u>261,518</u>	5.0
TOTAL	\$18,676,498	

- **State Council of Higher Education**
 - *Continuation of Instructional Technology Pilots.* The budget, as adopted, provides \$184,000 GF in the second year to continue three pilot programs to train public education teachers in the use of technology in the classroom.
 - *Clinical Faculty Program.* The approved budget provides \$75,000 GF in the second year to support the Clinical Faculty program,

which trains teachers to serve as mentors and trainers for students seeking teaching degrees.

- **Minority Doctoral Program.** The General Assembly approved \$25,000 GF in the second year to increase participation in the Minority Doctoral Fellowship Program, a cooperative effort of the Southern Regional Education Board states.
- **Higher Education Planning and Support.** The budget, as adopted, provides \$10,000 GF in the second year for the Council of Higher Education to study the need for a higher education center in Roanoke. Funding of \$15,000 GF is provided to cover costs incurred by the Council staff in its role of providing support to the newly established Commonwealth Health Research Board (Senate Bill 1047/House Bill 2581).
- **Budget Savings.** The approved budget includes reductions of \$248,920 GF in the first year and \$380,664 GF in the second year to reflect revised enrollments at the Virginia Women's Institute for Leadership at Mary Baldwin College. The reductions will have no impact on the enrollment of future classes at the Institute.

The budget also includes general fund reductions of \$226,250 the first year and \$40,000 the second year from savings in the Indicators Project, the Virginia Scholars Program, and the final year of a pilot program involving the community colleges and private institutions.

- **Virginia Community College System**

- **Funding for New Campuses.** The budget, as adopted, provides \$600,000 GF and 11.75 FTE positions for the second year operating costs of the new Fredericksburg Campus of Germanna Community College. Funding of \$2.5 million GF and 67.5 FTE positions is provided for the second year operating costs of the Norfolk Campus of Tidewater Community College. The budget, as introduced, had recommended that these funds be reallocated from within the existing community college appropriation.

Language is also included which directs the Chancellor of the Community College System and the Council of Higher Education to review enrollments for the Tidewater Campus, to determine if any funding adjustments should be made in the 1998 Session of the General Assembly.

The budget also includes \$200,000 GF in the second year as the first of five annual payments for the lease of about \$816,000 in computing and related equipment for the Fredericksburg Campus.

- **Base Funding Adjustment.** The adopted budget provides \$1.9 million GF in the second year to correct an historical deficiency in funding per student.
- **Dental Hygiene Program.** The budget, as adopted, includes \$180,000 GF in the second year to offer dental hygiene programs at two additional community colleges through the use of televised distance learning technology.
- **Workforce Training.** Funding of \$110,000 GF was added in the second year for the Virginia Community College System to further develop and deliver training to meet the needs of business and industry.
- **Manufacturers' Assistance Program.** The budget includes \$200,000 GF in the second year to match a federal grant to develop a manufacturers' assistance program to improve the productivity and performance of small- and medium-sized companies.
- **Planning Initiatives/Special Programs.** The budget, as adopted, provides \$50,000 GF in the second year for a study on the feasibility of relocating the campus of Thomas Nelson Community College, and \$50,000 GF in the second year to plan a regional workforce development center at Paul D. Camp Community College.

Funding of \$150,000 GF is also provided for a joint effort between Danville Community College and Pittsylvania County for shared facilities in Gretna, Virginia. The budget also includes \$50,000 GF in the second year for a program to enhance the skill of interpreters for the deaf and hard of hearing. And, \$75,000 GF in the second year is provided to expand a telecommunications network to two additional sites in Southside Virginia.

- **Budget Savings.** The approved budget includes general fund savings of \$529,437 the first year and \$802,965 the second year resulting from delays in the openings of several new community college facilities. Funding for operations and maintenance of the new facilities had been provided in the 1996-98 budget.

Savings of \$100,000 GF in the first year are redirected from a study of a higher education center in Roanoke, with \$10,000 appropriated to the Council of Higher Education for a programmatic study of the

need for a higher education facility in Roanoke. The remaining \$90,000 is transferred to Central Appropriations, pending the outcome of the SCHEV study.

- **Revenue Adjustment.** The amended budget reduces the nongeneral fund appropriation by \$4.1 million in the second year to more accurately reflect enrollment estimates.
- **Study Language/New Scholarship Program.** The budget, as adopted, includes language directing the Virginia Retirement System to study the feasibility of including the summer earnings of VCCS faculty in their retirement contributions.

Language is also included which sets out the new Incentive Scholarships, established pursuant to House Bill 1787 and Senate Bill 926. The scholarships, which become effective in FY 1999, would be granted to students of a designated technical program who maintain a 3.0 average in the second year.

- **University of Virginia**

Budget amendments adopted by the General Assembly include:

- **Satellite Transponder Costs and Technology.** \$325,000 GF in the second year to cover recent cost increases in the satellite transponder industry, and to support technology needs at the University of Virginia. The University is dependent upon satellites for distance learning programs.
- **Cancer Research.** \$300,000 GF the second year to support prostate cancer research.
- **Foundation for the Humanities.** \$50,000 GF in the second year to support and expand the education programs of the Virginia Foundation for the Humanities.
- **Study of Gang Violence Prevention.** \$100,000 GF in the second year for a Gang Prevention Project, through the Curry School of Education.
- **Budget Savings.** The budget reduces general funds by \$53,171 the first year, and \$11,354 the second year due to the delayed opening of several facilities. Funding for operations and maintenance for the facilities had been budgeted for 1996-98.

Budget savings of \$140,000 GF in the first year are also realized due to completion of a study on residency programs in Southwest Virginia. Funding of \$150,000 had been provided in 1996 for the study.

- **University of Virginia Medical Center**

- *Transfer Poison Control.* The budget, as adopted, transfers \$523,000 GF in the second year to the Department of Health to consolidate poison control services.

- **Clinch Valley College**

Budget amendments adopted by the General Assembly include:

- *Additional Operating Support.* \$87,500 to support general operating costs at Clinch Valley College.
- *Maintenance Center Operations.* \$28,000 GF in the second year and 1 FTE position for operating and maintenance costs of the college's maintenance center complex, which comes on-line in FY 1998.
- *Revenue Adjustment.* The budget, as adopted, increases the college's auxiliary enterprise appropriation by \$250,000 NGF in each year to reflect increased revenue generated by the dormitories.

- **Virginia Polytechnic Institute and State University**

Budget amendments adopted by the General Assembly include:

- *Satellite Transponder Costs.* \$253,400 GF in each year to cover recent cost increases in the satellite transponder industry. The University is dependent upon satellites for distance learning programs.
- *Cooperative Extension and Agriculture Experiment Station.* \$625,000 GF and 13 FTE positions in the second year to expand services and provide staff for high priority activities of the Extension division.
- *Water Resources Center.* \$75,000 GF in the second year to support the research activities of the Virginia Water Resources Center

- *Minority Graduate Students in Agriculture.* \$20,000 GF in the second year to increase the number of scholarships for minority graduate students in agriculture programs.
- *Asbestos Removal.* \$350,000 GF in the second year to remove or encapsulate asbestos in deteriorated pipe insulation, and to re-insulate steam system piping located in the university's underground tunnel system.
- *Savings from Delayed Facility Opening.* The budget reduces general funds by \$117,333 in the second year due to the revised opening date of the new architecture building. Funding for operations and maintenance for the new facility had been budgeted for 1996-98.

- **Virginia Commonwealth University**

Budget amendments adopted by the General Assembly include:

- *School of Pharmacy.* \$450,000 GF and \$921,865 NGF to continue implementation of the restructured pharmacy curriculum. The restructuring had begun with a \$100,000 GF appropriation in the first year.
- *Study of Gang Violence Prevention.* \$100,000 GF in the second year for a Gang Prevention Project, through the Virginia Commonwealth University School of Education.
- *Family Practice Program.* \$100,000 GF in the second year for start-up costs for a family practice residency program in Warren County. Funding of \$42,400 GF is also provided in the second year for salary increases for faculty and staff in the Family Practice Residency program, consistent with increases provided to faculty and classified staff at Virginia Commonwealth University.
- *Center on Aging.* \$30,000 GF in the second year to expand the research grants program for Alzheimer's and related diseases.
- *Position Transfer.* The budget, as adopted, transfers \$30.7 million NGF and 339.49 positions from the budget of the Medical College of Virginia Hospitals Authority to Virginia Commonwealth University. The funds cover salaries and fringe benefits for instructional faculty who historically have been funded in the MCV budget. As an authority, the hospital is now a separate entity and is no longer part of VCU.

- **Old Dominion University**

Budget amendments adopted by the General Assembly include:

- ***Enrollment Adjustment.*** A reduction of \$1.4 million GF and 48.9 FTE positions in the second year to reflect an updated projection that only one-third of an estimated enrollment increase will materialize in FY 98.
- ***Operating Support.*** \$1.4 million GF in the second year to offset the enrollment reduction and increase general fund support per student at Old Dominion University.
- ***Virginia Modeling and Simulation Center.*** \$500,000 GF and 5 FTE positions in the second year to support Old Dominion's participation in the Virginia Modeling and Simulation Center, which involves the application and commercialization of computer simulation technologies and innovations.
- ***Satellite Transponder Costs.*** \$251,200 GF in the second year to cover recent cost increases in the satellite transponder industry. The University is dependent upon satellites for distance learning programs.
- ***Applied Research Center.*** \$224,400 GF in the second year for additional lease costs, expansion of the number of graduate students, and other operating expenses associated with research programs conducted at the Applied Research Center on the campus of the Thomas Jefferson National Accelerator Facility.
- ***Federal Regulations.*** \$106,800 GF in the second year to replace refrigerants, as required by the federal Protection of Stratospheric Ozone Act.
- ***Savings from Delayed Facility Opening.*** The budget, as adopted, reduces general fund support of \$56,180 in the first year due to delayed opening of a new facility at Old Dominion University. Operations and maintenance expenses for the new facility had been budgeted for 1996-98.

- **George Mason University**

Budget amendments adopted by the General Assembly include:

- *Enrollment Adjustment.* A reduction of \$1.0 million GF and 87.90 FTE positions in the second year to reflect an updated projection that only one-third of an estimated enrollment increase will materialize in FY 98.
- *Operating Support.* \$1.2 million GF in the second year to offset the enrollment reduction and provide additional general fund support per student at George Mason University.
- *Center for Conflict Resolution.* \$75,000 GF and 2 FTE positions in the second year to support the activities of the Center for Conflict Resolution at George Mason University.
- *Savings from Delayed Facility Opening.* The budget, as adopted, reduces general funds by \$146,583 in the first year due to delayed opening of the Prince William Campus at George Mason University. Operations and maintenance expenses for the new facility had been budgeted for 1996-98.

- **College of William and Mary**

- *Operating Support.* The budget, as adopted, provides \$362,500 GF and 6.50 FTE positions in the second year to support operations and programs at the College of William and Mary, including technology operating costs, the Institute for Teaching and Learning, and the Academic Cluster in Environmental Science and Policy. Also, 25 FTE positions are provided to reflect the reallocation of resources to faculty positions, as directed in the college's restructuring plan.
- *Applied Research Center.* The budget, as adopted, provides \$144,600 GF in the second year for additional lease costs, expansion of the number of graduate students, and other operating expenses associated with research programs conducted at the Applied Research Center on the campus of the Thomas Jefferson National Accelerator Facility.

- **Richard Bland College**

- *Operating Support.* The approved budget provides \$75,000 GF in the second year to support the programs and activities of Richard Bland College.

- **Virginia Institute of Marine Science**

Budget amendments adopted by the General Assembly include:

- *Aquaculture Center.* The budget, as adopted, provides \$150,000 GF and 1 FTE position in the second year to support an Aquaculture Genetics and Breeding Technology Center at VIMS.
- *Operating for New Building and Technology Support.* \$25,000 GF the first year, and \$75,000 GF the second year for the operation and maintenance of the new toxicology/pathology research center at VIMS. The budget also provides \$25,000 GF the first year, and \$75,000 GF the second year for technology support at VIMS.
- *Instructional Equipment.* \$76,320 GF in the second year as the first of five annual payments for the purchase of computing and instructional equipment totaling approximately \$333,884.
- *Revenue Adjustment.* The budget, as adopted, decreases the non-general fund appropriation by \$226,300 in the first year and \$224,919 in the second year to reflect estimated revenue collections.

- **James Madison University**

Budget amendments adopted by the General Assembly include:

- *Nonpersonal Services Support.* \$250,000 GF in the second year to increase per-student support for such non-personal services as equipment, ongoing charges, supplies and materials, and contractual services.
- *External Mandates.* \$19,132 GF and \$897,795 NGF in the second year to assist the university in meeting mandates to comply with state and federal laws and regulations. For example, the university must replace seven chillers to comply with the federal Protection of Stratospheric Ozone Act.

- *Savings from Delayed Facility Opening.* The budget reduces general funds by \$85,771 in the first year due to the revised opening date of a new facility on the campus of James Madison University. Funding for operations and maintenance of the new facility had been budgeted for 1996-98.

- **Christopher Newport University**
 - Budget amendments adopted by the General Assembly include:
 - *Operating Support.* \$250,000 GF in the second year to support the programs and activities of Christopher Newport University. The budget also provides 25 FTE positions for groundskeeping and housekeeping positions which could not be effectively privatized.
 - *Gosnold Lab/SEV Anet.* \$100,000 GF in the second year for equipment, software and infrastructure improvements to upgrade the Gosnold Laboratory at Christopher Newport University. The budget also provides \$50,000 GF in the second year to support SEV Anet, a regional Internet resource center at the University.
 - *Applied Research Center.* The budget, as adopted, provides \$110,000 GF in the second year for additional lease costs, expansion of the number of graduate students, and other operating expenses associated with research programs conducted at the Applied Research Center on the campus of the Thomas Jefferson National Accelerator Facility.

- **Longwood College**
 - *Operating Support.* The budget, as adopted, provides \$275,000 GF in the second year to support instructional programs and activities of Longwood College. The budget also provides 4 FTE to restore positions lost during WTA, which have not been successfully privatized.

- **Mary Washington College**
 - *Operating Support.* The budget, as adopted, provides \$225,000 GF in the second year to support the programs and activities of Mary Washington College.

- *Savings from Delayed Facility Opening.* The budget reduces general funds by \$145,643 in the second year due to the revised opening date of a new facility on the campus Mary Washington College. Funding for operations and maintenance of the new facility had been budgeted for 1996-98.
- *Melchers-Monroe Memorials.* The approved budget provides \$48,000 GF in the second year for increasing utility costs at Belmont, and to cover the costs of painting several facilities at Belmont. A technical amendment also provides 1 FTE position for an assistant director for Melchers-Monroe. Funding for the position was provided in 1996.

- **Norfolk State University**

Budget amendments adopted by the General Assembly include:

- *Operating Support.* \$300,000 GF in the second year to support the programs and activities of Norfolk State University, and to increase general fund support per student.
- *Research Initiatives.* \$50,000 GF in the second year to support Norfolk State University's participation in the Applied Research Center on the campus of the Thomas Jefferson National Accelerator Facility. The budget also provides \$50,000 GF in the second year to support Norfolk State University's joint research efforts with Hampton University.
- *Virginia Beach Center/Campus Planning.* \$785,900 NGF in the second year for Norfolk State's share of debt service and operating costs for the Virginia Beach Campus Center, a joint project with Old Dominion University. The budget also provides \$150,000 NGF in the second year for Norfolk State to develop a comprehensive land use plan for its campus, and for acreage adjacent to the campus.

- **Radford University**

Budget amendments adopted by the General Assembly include:

- *Business Assistance/Economic Bridge.* \$100,000 GF and 2 FTE positions in the second year to support the activities of the Business Assistance Center at Radford University. The budget also provides \$100,000 GF in the second year to support the Virginia Economic

Bridge Project, which provides buyers and sellers throughout the world with procurement information on products and services available in the Commonwealth.

- *Participation with Virginia Western Community College.* \$75,000 GF and 1 FTE position for Radford University's partnership with Virginia Western Community College in course and program offerings.
- *Participation in Southwest Virginia Higher Education Center.* \$50,000 GF and 1 FTE position in the second year for Radford University's graduate program in Counselor Education and Social Work at the Southwest Virginia Higher Education Center in Abingdon.
- *Savings from Delayed Facility Opening.* The budget reduces general funds by \$145,000 in the second year due to the revised opening date of a new facility on the campus of Radford University. Funding for operations and maintenance of the new facility had been budgeted for 1996-98.

- **Virginia State University**

Budget amendments adopted by the General Assembly include:

- *Enrollment Adjustment.* A reduction of \$276,941 GF and 6.70 FTE positions in the second year because a projected increase in enrollment is not expected to materialize.
- *Information Systems and Software.* \$31,595 GF in the first year, and \$324,682 GF the second year for an upgrade to the student information system.
- *Operating Support.* \$100,000 GF in the second year to support the instructional programs and activities of Virginia State University.

- **Virginia Military Institute**

- *Accommodating Female Cadets.* The budget, as adopted, provides 16 FTE positions and \$1.3 million GF in additional operating funds, and \$4.3 million GF in capital funds to accommodate female cadets, as follows:

<u>Operating Amendments:</u>	<u>First Year</u>	<u>Second Year</u>
Initial Planning Costs	\$255,000	\$115,000
Enhance Recruitment Efforts	\$357,000	\$60,000
Faculty and Cadet Orientation	\$50,000	\$50,000
Additional Educational Staff	\$51,219	\$85,000
Additional Unique Military Staff	<u>\$54,333</u>	<u>\$211,000</u>
Total Operating	\$767,552	\$521,000
<u>Capital Amendments:</u>	<u>First Year</u>	<u>Second Year</u>
Modify Barracks	\$505,000	--
Modify Physical Education Building	\$2,400,000	--
Modify Other Facilities	<u>\$1,400,000</u>	--
Total Capital	\$4,305,000	--

- *Marshall Foundation.* The budget, as adopted, provides \$75,000 GF in the second year for support of the George C. Marshall Foundation.
- **Southwest Virginia Higher Education Center**
 - *Instructional Equipment.* The approved budget provides \$80,800 GF in the second year as the first of five annual payments for the purchase of computing and instructional equipment totaling approximately \$350,000 for the Southwest Virginia Higher Education Center.
- **General Policy**
 - *Distribution of Trigon Stock.* The General Assembly adopted bills (House Bill 2581 and Senate Bill 1047) which create a board to allocate the proceeds of the Trigon stock to medical and biomedical research projects. The Board will receive administrative support

Other Education

The budget, as adopted, adds \$1.6 million GF of additional funding for a variety of activities at the Library of Virginia and the state museums. The additional funding includes \$500,000 for grants to local arts organizations, and \$250,000 to increase state aid to local libraries.

- **Library of Virginia**

- ***State Aid for Local Libraries*** The budget provides additional local aid of \$250,000 GF in the second year for libraries. This funding will bring the state funded share of the aid formula to about 77 percent. Language is included which establishes the objective of fully funding the state library aid formula. The budget also provides \$10,000 GF in the second year for the Library of Virginia to work with Craig County to improve library services in the county.
- ***Staff for New Library.*** The approved budget provides \$99,810 GF and 3.0 FTE positions in the second year to address critical staffing needs associated with the opening of the new library. Language is also included which allows the Library to fill all positions appropriated to it.
- ***Support for Unique Collections.*** The budget adds \$100,000 GF in the second year to preserve unique collections of the Library of Virginia.
- ***Transfer of Positions.*** The approved budget transfers \$84,500 GF in each year to the Capitol Police, who will provide security service for the library.
- ***Virginia Library and Information Network (VLIN).*** The budget, as adopted, transfers \$130,680 GF of the \$150,000 provided last session from the first year to the second year to continue support for VLIN, an electronic network that links Virginia libraries to each other and to world-wide information resources and communication services on the Internet. First year funds were not needed due to the receipt of a federal grant.
- ***Preserving Historic Newspapers.*** The budget, as adopted, appropriates \$61,110 in federal funds the second year to locate, inventory, and catalog every newspaper published in Virginia since 1736.

- **Virginia Museum of Fine Arts**
 - *Education and Outreach.* The amended budget adds \$200,000 GF and 1.0 FTE position in the second year to improve education and outreach programs of the Virginia Museum of Fine Arts, and for general support of the museum.
 - *Savings from Delayed Facility Opening.* The budget reduces general funds by \$86,785 in the second year due to the revised opening date of the Education and Outreach Center. Funding for operations and maintenance for the new facility had been budgeted for 1996-98.

- **Jamestown-Yorktown Foundation**
 - *Technology and Outreach.* The budget provides \$250,000 GF in the second year for education and outreach programs, and \$150,000 GF in the second year to begin developing a comprehensive information technology infrastructure.
 - *Museum of American Slavery.* The approved budget provides \$100,000 GF in the first year for initial costs associated with establishing a Museum of American Slavery.
 - *400th Anniversary Celebration.* The budget, as adopted, provides \$243,125 GF and 2.0 FTE positions in the second year to begin planning for the 400th anniversary celebration of the founding of the Jamestown Settlement in 2007.

- **Frontier Culture Museum**
 - *Move Positions from Nongeneral to General Fund Support.* The budget provides \$64,830 GF in the second year and reduces nongeneral funds in a like amount, to shift three positions from nongeneral to general fund support.
 - *Relief from Hurricane Fran.* The budget, as adopted, provides \$17,600 GF in the first year to offset lost admissions revenue caused by Hurricane Fran. The hurricane hit during the museum's "Frontier Days" festival, traditionally the largest attendance weekend of the year.
 - *Master Site Plan /Storm Water Retention System.* The amended budget provides \$80,000 GF in the first year for drainage and storm

water retention, in accordance with state and federal mandates. Funding of \$50,000 GF in the second year is also provided for master site planning for the museum.

- **Virginia Commission for the Arts**

- *Grants to Arts Organizations.* The budget, as adopted, provides \$500,000 GF in the second year to increase grants to local arts organizations. Language also establishes the objective of funding the arts at an amount equal to one dollar for each resident of Virginia and prohibits the Commission from taking into consideration other state funds awarded to an arts organization when the Commission is making grant decisions.

- **Medical College of Hampton Roads**

- *Increased Support.* The budget adds provides \$225,000 GF in the second year for increased support of the Medical College of Hampton Roads.

Finance

Amendments to the 1996-98 biennial budget increase funding for the finance agencies by \$10.1 million GF and \$4.5 million NGF. The major general fund increase is a required payment of \$17.7 million to the revenue stabilization or "rainy day" fund, because FY 1996 revenues were higher than anticipated. The only savings in these agencies is \$11.5 million GF in debt service payments because the issuance of General Obligation bonds has been slower than projected.

The largest non-general fund increase is \$2.1 million to reimburse the unclaimed property division of Treasury for costs associated with trying to find owners of unclaimed coinsurance refunds under the Trigon settlement.

- **Secretary of Finance**

- *Decentralization Report.* The adopted budget includes a language amendment which requires the Secretary of Finance, in consultation with the Secretaries of Education and Administration and the Director of the State Council of Higher Education, to make recom-

mendations prior to the 1998 Session on a process and plan for the decentralization of administrative functions to the institutions of higher education.

- **Department of Accounts**

- ***Expand Payroll Service Center.*** The 1996 budget established a pilot administrative service center for state government that has been providing payroll services for 17 agencies since July 1, 1996. The amendments adopted add \$103,067 GF and 2.0 positions to extend the service to 11 more agencies. Reductions in the budgets of the 11 agencies result in a net savings of \$96,071 (all funds) and 2.0 positions.
- ***Additional Costs for Personnel/Payroll System.*** The adopted budget increases the treasury loan amount by \$1.6 million NGF to apply towards development of the Integrated Human Resource Information System (IHRIS), an integrated personnel, benefits, and payroll system. The estimated total cost of developing the system has now increased from the original \$6.0 million to \$13.2 million. The repayment of the treasury loans will be made proportionally by general and nongeneral fund agencies over an eight-to-ten year period.
- ***Virginia Baseball Stadium and Hampton Roads Sports Facility.*** Language in the adopted budget allows for the appropriation of state income and sales tax revenues to the Virginia Baseball Stadium Authority and to the Hampton Roads Sports Facility Authority, should such appropriation be required in this biennium. The authority for this appropriation is contingent upon enactment of House Bills 2552 and 2741.
- ***Study Clerks of Court.*** Language in the adopted budget requires the department, in conjunction with the Compensation Board, Supreme Court, Department of Planning and Budget, Auditor of Public Accounts, and representatives of Clerks of the Court, to study the operation of Clerks of the Court to identify any duplicative State reporting requirements or obsolete Code requirements.
- ***Transfer of Internal Audit Position.*** The adopted budget moves an internal audit position from this agency to the Department of the Treasury. The resulting two-person unit will provide internal audit services for both agencies.

- **Department of Taxation**

- *Federal Retiree Settlement Program.* House Bill 292, passed by the 1996 General Assembly, created the Final Settlement Program (Harper III). This program provides federal retirees who did not receive settlement payments pursuant to the original (Harper I) or supplemental program (Harper II) an opportunity to receive settlement payments, if they notified the Department of Taxation of their eligibility by June 10, 1996. The first payment for retirees under Harper III totaled \$779,026, and was made on July 31, 1996 from unexpended FY 1996 balances. The adopted budget adds \$499,409 GF the first year and \$320,895 GF the second year for the second and third payments. As with the previous programs, payments to Harper III claimants will be made through FY 1999.

Language was added to clarify the General Assembly's intent that interest earned in the reserves for federal retiree payments will accrue to the Harper I and II reserves and eventually be paid out to the affected retirees.

- *Move Funding for BPOL Tax Appeals Unit to FY 1998.* The 1996 General Assembly provided funding for 10.0 positions in the first year only to establish a unit to resolve appeals of assessments of the business, professional, and occupational license tax (BPOL). The department has not filled all the positions and requested that part of the funding (\$270,000 GF) be moved to the second year, to cover the ongoing costs of the unit.
- *Additional Funding for Court Debt Collection.* The adopted budget adds \$375,000 NGF each year for the court debt collections unit to hire additional wage positions for the collection of delinquent court fines and fees.
- *Compensation of Private Partners.* Language included in the adopted budget authorizes the Tax Commissioner to identify revenues attributed to a public/private partnership and to compensate private partners more frequently than annually, pursuant to contract terms.

- **Department of the Treasury**

- *Required Revenue Stabilization Fund Payment.* Actual individual and corporate income, and sales tax collections for FY 1996 exceeded the estimates contained in the budget. Therefore, the re-

quired deposit to the revenue stabilization fund will increase by \$17.7 million GF in FY 1998 -- from \$40.6 million to \$58.3 million.

- *Processing Unclaimed Trigon Refunds.* Trigon will transfer an estimated \$19.0 million in unclaimed coinsurance refund payments from the Trigon settlement to the Commonwealth on May 1, 1997. The unclaimed property division must try and identify the 187,000 owners of these unclaimed refund payments. The adopted budget increases the appropriation for the division by \$2.1 million NGF in anticipation of recovering associated publication, wage position, and computer costs.

- **Treasury Board**

- *Reduced General Obligation Debt Service Requirements.* The adopted budget reduces debt service payments for General Obligation bonds by \$11.5 million GF. Issuance of General Obligation bonds has been slower than projected due to revised construction funding needs. In addition, \$500,000 GF in the second year was included to pay interest on bond anticipation notes issued through the Treasury Board Tax-exempt Commercial Paper program, to cover any unanticipated increases in cash needs for General Obligation Bond projects.
- *Regional Jail Agreements.* The 1996 General Assembly assumed that the Treasury Board would complete a refinancing of several regional jail reimbursement agreements by the second year of the biennium. According to the Department of the Treasury, such a refinancing is no longer feasible. Therefore, additional funding of \$3.9 million GF is included in the second year to ensure that all of the Commonwealth's reimbursement commitments are met. In addition, due to delays in construction schedules for new local and regional jails, the appropriation for Regional Jail Agreements has been reduced by \$225,576 GF in the first year and \$1.7 million GF in the second year.
- *Tax-Exempt Commercial Paper for 21st Century VCBA Bond Program.* The 1996 General Assembly authorized the issuance of \$163.0 million in 21st Century Virginia College Building Authority (VCBA) bonds to fund capital projects at institutions of higher education. The first of three projected bond issues was completed in December 1996, and a second bond issue is scheduled for December 1997. In the interim, a tax exempt commercial paper program will be used as needed to keep projects moving forward. The adopted budget adds \$500,000 for the cost of the commercial paper program.

Health & Human Resources

The approved budget increases funding for Health and Human Resources programs by approximately \$13.0 million GF, which includes \$58.0 million in increases and \$45.0 million in reductions. Also, \$133.0 million NGF is added (mostly federal funds), which includes \$188.0 million in increases and \$55.2 million in reductions.

The largest increase, \$83.2 million (all funds), is proposed for automated systems in the Department of Social Services. This total includes \$22.0 million in state funds and \$61.2 million in federal funds. A portion of the federal funds, \$27.4 million, is derived from the new federal block grant for welfare reform. An additional \$48.2 million in federal welfare reform block grant funds allocated to Virginia has been appropriated to accelerate local phase-in of work requirements under Virginia's new welfare reform laws, and to provide child day care, job training, and transportation for welfare recipients who are transitioning to work, and to establish a \$24.6 million reserve fund to address contingent needs resulting from adverse economic conditions in the future. Under current federal law, these reserve funds can be carried forward into future years.

Other proposed increases include \$64.5 million for improvements in treatment facilities for drinking water (\$60 million in federal funds and \$4.5 million in state matching funds); \$16.5 million for caseload growth in federally mandated foster care and adoption subsidies (\$5.5 million federal and \$11 million state funds); \$8.4 million in federal funds to reduce day care costs for low-income working families; and \$7.0 million for services to mentally disabled persons.

Most of the proposed reductions are related to projected caseload declines in the Aid to Families with Dependent Children (AFDC) program. Caseloads are projected to decline about 30 percent between 1996 and 1998, for a savings of \$28.4 million in state costs for cash payments and \$4.1 million in state costs for the Medicaid program.

- **Department for the Aging:**
 - *Waiting Lists for Home-Delivered Meals and In-home Care.* The General Assembly provided an increase of \$500,000 for home-delivered meals and \$750,000 for in-home care services, both programs which have substantial waiting lists. The increase will fund an additional 155,000 meals and an additional 90,000 in-home care hours provided through local area agencies on aging.

- *Long-term Care Case Management.* The General Assembly approved \$50,000 to expand the long-term care case management program into an unserved area of Virginia. The program currently serves 13 of 25 area agency on aging regions. This will enable the program to serve an additional 150 individuals each month.
 - *Ombudsman Program.* The General Assembly provided an additional \$60,000 to expand local Ombudsman services. Currently, 17 of the 25 area agency on aging regions are covered by local ombudsmen, with the rest of the state served by a single, Richmond-based ombudsman.
 - *Local Initiatives.* The approved budget provides additional funding in the second year for three local initiatives approved by the 1996 General Assembly, the Norfolk Senior Center, the Korean Senior Center, and the Oxbow Project in Southwest Virginia.
 - *Automated Information System on the Elderly.* The approved budget adds \$50,000 GF in FY 1998 for development of an automated information system on the elderly population in Virginia. Through a contract, the state Department of Health would provide technical assistance and oversight for the system. The system would be used to gather data on services and meet federal reporting requirements.
- **Department for the Deaf and Hard-of-Hearing:**
 - *Procurement of Telecommunication Relay Services.* The approved budget adds language which specifies several conditions which must be met in any request for proposals (RFP) for telecommunication relay services for the deaf and hard-of-hearing. Telecommunication Relay Services must continue to be provided from a location in Norton, current service levels must be maintained, existing equipment must be used to the extent possible, existing employment levels must be maintained, and the contract must be renewable up to five years.
 - *Deaf Resource Center.* The approved budget adds \$40,000 for the development of a deaf resource center at the Oxbow Center in Southwest Virginia.

- **Department of Health:**

- *Safe Drinking Water Act Funds.* The approved budget adds \$64.5 million over the biennium (\$4.5 million GF and \$60 million NGF) in mostly federal funds which are allocated to Virginia under the Safe Drinking Water Act. Funds may be used for technical assistance to waterworks operators, and for infrastructure improvements in water treatment facilities. Federal law allows Virginia to reserve up to 30 percent of the federal allocation for loan subsidies and grants in economically disadvantaged localities in Southwest Virginia. The approved budget adds language that would set aside \$4 million the first year in a loan to the Coalfield Water Development Fund to assist in financing new drinking water facilities in Southwest Virginia. Language was deleted from the introduced budget which would have required that a portion of the state match be collected from local waterworks operators. In addition, language was approved to authorize the Department of Health to be the lead agency to receive and manage these funds.
- *Poison Control Centers.* The approved budget continues funding for poison control centers in FY 1998 at the same level as FY 1997 by adding \$390,000 GF in the second year to bring total funding to \$1.1 million for the Centers. Included in the total is \$663,000 GF to be transferred from UVA and MCV to the Department of Health to allow for privatizing these services. The General Assembly added language which authorizes the Governor to provide additional funds from the unappropriated balance of the Appropriation Act, if proposals to privatize poison control services exceed available funding.
- *Early Intervention and Prevention Programs.* The General Assembly added \$1.5 million GF for early intervention and prevention programs. The Comprehensive Health Investment Project (CHIP) would receive \$1.0 million of the total, to replace lost foundation funding. In addition, the Health Department is provided \$225,000 to support a partnership with the Virginia Affiliate of the American Heart Association to reduce cardiovascular disease factors in targeted areas of the state with the highest risk of this disease.

Funds were added for two programs which use community mentors to provide early intervention and promote good health among pregnant teens and young fathers. The approved budget adds \$60,000 to expand the Resource Mothers program to Smyth and Grayson counties and \$200,000 to continue funding for the fatherhood initiative started in FY 1997.

- ***Local Health Care Programs and Other Health Initiatives.*** The approved budget adds \$105,000 GF in FY 1998 for several local health care programs for children and chronically ill adults. These local health care programs serve the communities of Chesapeake, Richmond, and Williamsburg. In addition, the General Assembly approved \$75,000 GF for two other health initiatives -- physician recruitment in Southwest Virginia and a conference on women's health issues.
- ***Childhood Vaccines.*** The approved budget adds \$87,270 GF in FY 1997 and \$262,073 GF in FY 1998 to meet increased costs of new childhood vaccines for whooping cough and polio. In addition, \$534,056 GF is added in FY 1998 for additional chicken pox vaccines. Whooping cough and polio vaccines are required for children before they begin school. The chicken pox vaccine would be added to the routine childhood vaccination schedule offered in local health departments and supported with public funds. Currently, the chicken pox vaccine is provided upon request, if the recipient pays an additional fee.
- ***Organ Donor Programs.*** The approved budget provides \$50,000 GF in the second year for the Medal of Life program which provides recognition awards to families of organ and tissue donors. In addition \$25,000 GF is added for the Virginia Transplant Council which promotes organ donations.
- ***HIV/AIDS Medications.*** The General Assembly approved \$200,000 GF and \$79,298 NGF in FY 1998 for medications used in the treatment of HIV/AIDS. In addition, language was added to require that unexpended funds be carried forward into succeeding years.
- ***Health Department Reviews of Health Maintenance Organizations.*** The General Assembly approved \$170,000 GF and \$50,000 NGF and 4.00 FTEs for the Health Department to review the quality of services provided by Health Maintenance Organizations (HMOs) and service providers with whom HMOs contract. A toll-free telephone service would also be added, which would provide assistance and consumer information to persons enrolled in HMOs. Nongeneral funds provided would originate from fees the Health Department is authorized to collect, pursuant to House Bill 2785.
- ***Medical Examiner Lab Rent Reduction and Office Relocation.*** Savings of \$69,288 GF were identified from reduced lab rent for the Chief Medical Examiner's Office at the seat of government. The office is being relocated in January 1998 to the Virginia Biotechnology Park. The approved budget adds \$20,000 to relocate the office.

- **Department of Medical Assistance Services:**

- ***Increased Federal Match Rate.*** The budget adopted by the 1996 General Assembly included a federal match rate for Medicaid of 51.43 percent in FY 1998. The federal match rate is now projected at 51.48 percent -- which would provide \$667,000 in additional federal funds and a reduction of an equal amount from the state general fund.
- ***Revised Medicaid Estimate.*** The approved budget identifies savings of almost \$4.1 million GF and \$4.3 million NGF from estimated changes to the Medicaid forecast due to a projected decrease in number of AFDC recipients in FY 1998.
- ***Expansion of Medicaid Services.*** The approved budget adds funding and language to expand Medicaid services for certain Medicaid recipients. The General Assembly added \$536,000 GF and \$569,000 NGF to provide high-dose chemotherapy and bone marrow transplants as specified in HB 2744 and SB 1172 for individuals over the age of twenty-one who have been diagnosed with lymphoma or breast cancer. An additional \$104,200 NGF is added to provide additional individualized education program and skilled nursing sessions in schools for children with special education needs. Language is also added to expand Medicaid coverage of anorexiants drugs for certain disabled Medicaid recipients with life-threatening conditions.
- ***HIV Premium Assistance.*** The General Assembly approved \$100,000 GF and \$120,702 NGF to provide insurance payment assistance to HIV-infected individuals in accordance with §32.1-330.1 of the *Code of Virginia*. The premium assistance enables HIV-infected individuals to continue their medical insurance coverage, thereby reducing the need for Medicaid to pay for their health services.
- ***Medicaid Coverage of Legal Aliens.*** The new federal welfare reform law approved on August 22, 1996, allows states to bar certain groups of legal aliens from obtaining Medicaid services. Language in the approved budget states that Virginia will continue to provide Medicaid services to all groups of aliens who are still eligible for services under new federal laws.

Also, Virginia will continue Medicaid services for aliens in two special categories, even though federal reimbursement for a portion of the cost is no longer available. First, all aliens receiving Medicaid and residing in long-term care institutional facilities or

receiving in home and community-based waiver services on June 30, 1997 will continue to receive full Medicaid benefits in FY 1998. Second, full Medicaid benefits will be available for alien children under the age of 19, who would have been eligible for Medicaid benefits if the alien requirements prior to the passage of the federal welfare reform law were still in effect.

- ***MEDALLION II Authority.*** The General Assembly added language to expand capitated managed care into Northern Virginia effective November 1, 1997. However, managed care is limited in the following ways: (1) fee-for-service reimbursement is retained for all outpatient mental health treatment services with limited exceptions, (2) Community Services Boards are continued as providers of mental health, mental retardation and substance abuse services, and (3) persons receiving mental retardation waiver services are exempted from managed care. These limitations are subject to revision, upon the completion of recommendations from the Joint Subcommittee to Evaluate the Future Delivery of Publicly Funded Mental Health, Mental Retardation and Substance Abuse Services, and approval by the General Assembly.
- ***Reimbursement for Specialized Care.*** The General Assembly approved \$243,000 GF and \$257,000 NGF to provide for a Medicaid rate adjustment for nursing facilities that care for residents with traumatic brain injuries, in special units with 20 or more beds.
- ***Health Insurance Program for Uninsured Children.*** The General Assembly added language to establish a new trust fund that would provide health insurance for poor children pursuant to House Bill 2682. The source of funding for the trust fund would be the premium tax differential on Trigon, pursuant to House Bill 2887 and Senate Bill 1112. The Department of Medical Assistance Services is required to develop a proposal for the new health insurance plan by December 1, 1997. However, actual implementation would not occur until the 1998-2000 biennium after the regulations are adopted.
- ***Study of Nursing Facility Regulation.*** The approved budget adds \$40,000 GF for the Department to contract for an independent evaluation of the inspection and regulatory process for nursing facilities conducted by the Virginia Department of Health's Office of Health Facilities. Language is added for the study to include examining alternatives to providing patient care in the event a nursing facility loses Medicaid certification.

- **Dept. of Mental Health, Mental Retardation and Substance Abuse Services:**
 - *Restoration of Workforce Transition Act Savings.* The introduced budget proposed reducing funding by \$359,487 GF and \$110,240 NGF in FY 1997, as a result of delays in privatizing the functions of 42 positions eliminated under the Workforce Transition Act. However, the approved budget restores the funding in FY 1997 so groundskeeping, facility maintenance, and other support functions can continue until 1998, when contracts with private vendors are expected.
 - *Savings from Delays in Opening New Beds at NVMHI.* Savings of \$2.3 million GF in FY 1997 and \$1.0 million GF in FY 1998 are included in the approved budget for delays in opening new beds at the Northern Virginia Mental Health Institute (NVMHI) and savings on the purchase of services from other sources. The 1996 General Assembly had approved additional funding and positions to open a 60-bed expansion at NVMHI between October 1996 and January 1997. The new section is projected to open in May 1997.
 - *Staffing at Northern Virginia Mental Health Institute.* Language is included that authorizes the Governor to add positions and funding at NVMHI, if an increase for patient care is required as part of a legal settlement with the federal Justice Department or to avoid such litigation. Language authorizes the Governor to use unexpended balances of agencies or the unappropriated balance of the Appropriation Act to fund any increases in staffing needed.
 - *Medications for Mentally Ill Persons.* The General Assembly added \$1.5 million GF for medications used to treat persons with schizophrenia, bi-polar disorder, and depression, to help stabilize those at-risk of institutionalization, or facilitate their transfer and treatment in community settings.
 - *Community-Based Services.* The General Assembly approved \$4.1 million GF to expand community services for mentally disabled persons. Of this amount \$2.0 million was approved to provide community residential services, and \$1.0 million was provided for mental health and substance abuse services treatment services for persons incarcerated in local jails or juvenile detention centers, or who are participating in court-ordered diversion services. Additionally, \$1.1 GF and \$795,754 NGF was approved for mental retardation waiver services and other family support services to maintain mentally retarded persons in community settings. And,

\$75,000 was provided to continue a substance abuse day treatment program for women in Arlington.

- *Restore Funds for Delayed Expansion of Medicaid Services.* The General Assembly restored \$600,000 GF in FY 1997 to Community Services Boards (CSBs), due to delays in implementing expanded community services that would be eligible for matched Medicaid funding. Implementation was expected in January 1997, but regulations were not approved until February 1997.
- *Performance and Outcome Measurement System (POMS) Pilot Project.* The approved budget adds \$300,000 GF for the Department to begin implementing a performance and outcome measurement system on a pilot basis at selected Community Services Boards and state facilities. The purpose of POMS is to use appropriate data to improve treatment outcomes and reduce the cost of services provided in communities and state facilities. Language was approved to require the Department to provide an interim report on the status of the pilot project implementation to the General Assembly by December 1, 1997.

- **Department of Rehabilitative Services:**

- *Service Expansions for Physically Disabled Persons.* The General Assembly added \$750,000 GF in FY 1998 to expand long-term employment support services for individuals with severe disabilities. In addition, \$500,000 is added the second year for the Youth with Disabilities Transitioning to Self-sufficiency Program, provided by Centers for Independent living in collaboration with the Department and local school districts. Also, \$250,000 is added to assist brain injured persons in returning to work and their communities.
- *Rehabilitative Services Incentive Fund.* The General Assembly added \$250,000 GF in the second year for the Rehabilitative Services Incentive Fund. The purpose of the fund is to stimulate local service delivery, investment, and programs related to meeting the needs of persons with physical and sensory disabilities.
- *Woodrow Wilson Rehabilitation Center.* The General Assembly added language to clarify intent that a comprehensive level of services for disabled persons be provided on-site at the Woodrow Wilson Rehabilitation Center.

- **Department of Social Services:**

- ***Restoration of Funding for DIT Service Charges.*** The approved budget restores the agency's funding for information technology services provided by the Department of Information Technology (DIT). The increase for FY 1997 is \$2.4 million GF and \$5.2 million NGF. In the second year, the approved increase is \$2.6 million GF and \$5.7 million NGF. Funding for DIT service charges had been deducted from the agency's 1994-96 base budget due to expected rate reductions which did not materialize.
- ***Implementation of ADAPT Local Automation.*** The approved budget includes funding to implement statewide the Food Stamp component of the Application Benefit Delivery Automation Project (ADAPT) and to add the cash assistance and Medicaid eligibility and benefits determination components. Added funding for ADAPT development and implementation is \$4.5 million GF and \$4.5 million NGF in FY 1997. Funding for FY 1998 is \$6.2 million GF and \$6.4 million NGF.

In addition, the approved budget adds language establishing a Local Information Technology Planning Committee within the Department of Social Services and requiring that performance audits of the ADAPT project be conducted under the direction of this committee. Language also prohibits the Department of Information Technology from using or selling excess capacity of equipment and products purchased by the Department for the ADAPT project.

- ***Integrate Child Welfare Information Systems and Build Infrastructure.*** Additional funding of \$12.1 million in FY 1997 and \$9.7 million in FY 1998 is added to develop and implement an integrated child welfare automated information system, and to provide the telecommunications network and hardware necessary to implement the automated system. The funding source for this project is \$2.9 million GF and \$9.2 million NGF in the first year and \$2.4 million GF and \$7.3 million NGF in the second year. Language is also added to clarify that the Department must obtain cost estimates on the project which would include direct capital costs and properly allocated indirect costs. Further, language requires the Department to consider factors such as cost-effectiveness and the recommendation of the Local Information Technology Planning Committee in selecting an approach for implementing the telecommunications network.
- ***Implementation of an Electronic Benefits Transfer System.*** The approved budget provides \$875,250 GF and \$1.7 million NGF in FY

1998 for the development and implementation of an electronic benefits transfer system. This new system would replace paper-based systems for distributing cash benefits to eligible recipients with a magnetic-strip debit card, usable at automated teller machines and point of sale terminals at authorized retail dealers

- ***Modification of Information Systems for Welfare Reform.*** The approved budget provides funding to modify existing information systems in the Department to comply with new federal requirements for welfare reform. The approved budget adds \$6.6 million NGF in FY 1997, and \$559,148 GF and \$14.6 million NGF in FY 1998 to make these modifications.
- ***Savings in Automation Costs Due to Schedule Estimates.*** Savings were identified in automation costs due to estimated schedules for completing automation projects in FY 1998. The approved budget reduces spending by \$600,000 GF in FY 1998 to capture these estimated savings.
- ***Foster Care Caseload Growth and Rate Increase.*** The approved budget increases funding in FY 1997 by \$3.1 million GF and in FY 1998 by \$6.0 million GF and \$2.1 million NGF to pay foster care families for the care of children eligible for Title IV-E (who would otherwise be eligible for AFDC). The additional funding will cover projected caseload growth of 1,026 foster care cases as well as a three percent rate increase effective July 1, 1997. Some of this projected growth is expected as part of an overall strategy to shift cases which would otherwise be funded through the Comprehensive Services Act to DSS. This shift would maximize federal funding for foster care services.
- ***Adoption Subsidies.*** The approved budget adds \$587,894 GF and \$621,018 in the first year and \$1.3 million GF and \$2.5 million NGF in the second year to provide financial assistance to adoptive families for children who have special needs and are in foster care. Adoption subsidy provides these families with financial assistance for the non-recurring expenses associated with the adoption and a monthly maintenance payment to help with the costs of basic care. A portion of the nongeneral funds in the second year is provided through the Social Services Block Grant.
- ***Expansion of Services for Children and Families.*** The approved budget adds \$100,000 GF in FY 1998 to expand a shelter care volunteer network for abused, neglected, runaway, homeless, and at-risk children throughout Virginia. In addition, the General Assembly approved \$625,000 GF to expand the Healthy Families initiative in

Virginia. This program provides early assessment and prevention strategies to prevent poor parenting outcomes, improve child health, and improve school readiness for children.

The approved budget also designates \$650,000 NGF to begin family literacy demonstration projects in localities with Head Start or the Virginia Initiative for Pre-school Children. Services would be targeted to parents of at-risk, pre-school children using unspent federal allocations of the Child Care Development Block Grant. The General Assembly also added \$500,000 GF for community action agencies to address waiting lists for services.

- ***Child Day Care Expansion.*** The approved budget increases funding for child day care for low-income working families by \$8.4 million NGF in FY 1998. This expansion is funded through the new federal Child Care and Development Fund and a portion of the federal Temporary Assistance to Needy Families (TANF) grant for welfare reform. In addition, \$770,000 NGF is designated from the federal Child Care and Development Fund to expand the Head Start program statewide. If any part of this amount is not needed for Head Start, language allows the dollars to be shifted to other day care services as long as Head Start families have been fully served. An additional \$100,000 NGF is designated from the unspent federal allocations of the Child Care Development Block Grant to provide child day care for families in homeless shelters.

The approved budget also adds language to designate spending from the federal child care block grant to continue several child day care initiatives. An additional \$250,000 is designated to expand the statewide Information and Referral System to include statewide information on child day care availability and providers. An additional \$400,000 is designated for scholarships to college students in early childhood education programs. Also, \$500,000 is designated for small business loans to child day care providers through the Small Business Financing Authority.

- ***AFDC Caseload Reduction.*** The approved budget reduces funding for cash assistance under the Aid to Families with Dependent Children (AFDC) program based on projected declines in the number of cases by 30 percent during the biennium. Funding for FY 1997 reflects a decrease of \$12.3 million GF and \$14.9 million NGF. Funding reductions for FY 1998 total \$16.1 million GF and \$34.3 million in federal funds.

- ***Excess State Match for Welfare Reform.*** General fund spending for welfare reform was also reduced by \$6.6 million and replaced with

excess federal welfare reform block grant funds. This reduction assumes Virginia will meet the federal work requirements for welfare recipients in FY 1998. As a "reward" for good performance, federal law requires states to spend only 75 percent of their 1994 welfare spending level, rather than 80 percent assumed in the introduced budget.

- *Acceleration of Welfare Reform.* The approved budget adds \$2.7 million in GF and \$17.1 million in federal funds in the second year to accelerate the phase-in of the work requirements in 59 localities under Virginia's new welfare laws. These localities were originally scheduled to participate in the welfare reform work program beginning in the third and fourth quarters of FY 1998 and in FY 1999. These localities would now start in October 1997. The availability of the new federal TANF welfare reform block grant will allow the Department to accelerate phase-in.

Proposed welfare reform funding for the biennium is designated for increased job training (\$6.7 million) of which a portion (\$1.4 million) is designated for training welfare work participants to become child care providers. Funding is also designated for increased child day care (\$4.6 million) for welfare work participants. An additional amount (\$6.0 million) is designated to reallocate funds to local social services departments to implement the work component of welfare reform. Also, a portion of the funding (\$2.5 million) is designated for grants to local departments to encourage the development of regional transportation initiatives.

- *Welfare Reserve Fund.* The General Assembly appropriated the remaining federal TANF block grant (\$24.6 million NGF) to establish a reserve fund to meet unanticipated contingencies such as an economic decline which could increase the need for temporary cash assistance.
- *Welfare Benefits for Immigrants.* The new federal welfare reform law approved on August 22, 1996 allows states to bar certain optional groups of legal aliens from obtaining cash assistance and other social services. The approved budget adds language to continue alien coverage for cash assistance under the new Temporary Assistance to Needy Families program and other social services for all optional groups of qualified aliens. The introduced budget contained language which would have barred optional groups of aliens from receiving cash assistance in the second year of the biennium.

- ***Food Stamp Work Requirements.*** The new federal welfare reform law requires most able-bodied adults between the ages of 18 and 50 to work or participate in a workfare program in order to receive Food Stamp benefits. In addition, Food Stamp eligibility is limited for most unemployed, able-bodied adults to three months in a 36-month period. However, federal law allows the work requirements to be waived at the request of the agency administering the Food Stamp program for areas that have an unemployment rate of more than 10 percent or do not have a sufficient number of jobs to provide employment for individuals who would otherwise be required to work. The approved budget adds language to: (1) permit the Food Stamp work requirement to be satisfied by recipients who provide volunteer services for the required number of hours per month to public or private non-profit agencies, and (2) require the Department of Social Services to develop a request for a waiver of the work requirement for Food Stamp recipients residing in areas that are designated as labor surplus areas by the U.S. Department of Labor.

- ***Increase Food Stamp Accuracy Rates.*** The approved budget adds \$770,000 GF to reduce errors in Food Stamp payments by local social services departments. Currently DSS is facing significant financial penalties by the federal government for Food Stamp error rates which exceeded the national average for federal fiscal years 1994 and 1995. In lieu of the penalty payments, the federal government has allowed Virginia to fund activities that would increase Food Stamp payment accuracy.

The introduced budget contained language to require localities to share 40 percent of the cost for activities to improve Food Stamp payment accuracy. However, the approved budget replaced this with language for the Department to study the cause of high food stamp error rates in collaboration with local departments of social services.

- ***Withdrawal of Matching Funds for Service of Process.*** The budget adopted by the 1996 General Assembly assumed collection of federal funds for a portion of the general fund costs associated with serving child support orders by local sheriffs. The federal government did not approve the substitute of federal funds for state funds. The proposed budget reduces the state and federal matching funds by \$1.2 million (\$408,000 GF and \$792,000 NGF) in FY 1997 and FY 1998 with a corresponding adjustment in revenues.

- ***Adult Care Residence Rate Increase.*** The introduced budget adds language authorizing DSS to increase the rates for adult care resi-

dences on January 1 of each year in which the federal government increases Supplemental Security Income or Social Security rates. This will ensure that the Commonwealth meets federal Medicaid program requirements. Language authorizes DSS to increase the rate from \$695 to \$725 per month in the second year. No additional funding is recommended – increases in federal benefit payments would pass through directly to adult care residences.

Natural Resources

The amended budget increases the general fund appropriation for Natural Resource agencies by \$24.6 million. Nongeneral fund amendments of \$24.2 million anticipate the receipt of additional revenues, primarily from the federal government, and provide authority for expenditure of those funds.

Major features of the 1997 amendments include \$15.0 million for the Virginia Water Quality Improvement Act to begin implementing the Chesapeake Bay nutrient reduction strategy in the Potomac and Shenandoah River watersheds and to expand nonpoint pollution control efforts statewide, and \$8.1 million to match federal funds for the wastewater revolving loan fund. Smaller amounts are provided for improved water quality monitoring, public beach protection, Soil and Water Conservation District efforts, Open Space Preservation, and several historic preservation programs, including the Jamestown Rediscovery Project.

Major nongeneral fund increases include \$20.0 million in additional federal funds for the wastewater revolving loan fund, \$1.0 million from concession revenues at state parks, and \$586,000 from the Game Protection Fund for 13 new game wardens, \$450,000 for a water diversion project at the Kim-Stan abandoned waste site, and \$1.9 million to implement the federal Clean Air Act.

- **Department of Environmental Quality**

- *Virginia Water Quality Improvement Fund.* The amended budget adds \$10.0 million GF the second year for deposit to the Virginia Water Quality Improvement Fund. These funds will be used for point source pollution control activities authorized under the Virginia Water Quality Improvement Act, enacted by the 1997 General Assembly. Accompanying language earmarks a portion of these funds to reimburse several localities for 50 percent of the cost of

biological nutrient reduction facilities either previously constructed or under construction.

- ***Statewide Water Quality Monitoring.*** The amended budget adds \$700,000 GF and 6.0 FTE positions the second year to improve statewide water quality monitoring.
- ***Volunteer Water Quality Monitoring.*** The amended budget includes \$50,000 GF and 1.0 FTE position the second year to coordinate and provide technical assistance to the statewide volunteer water quality monitoring network.
- ***Virginia Toxic Release Inventory.*** The approved budget provides \$50,000 GF the second year to prepare and publish, in a form that is easily understood by the public, the Virginia Toxic Release Inventory.
- ***Provide Wastewater Revolving Loan Matching Funds.*** Funding of \$2.4 million GF the first year and \$5.7 million GF the second year is added to match \$44.0 million in federal funds available pursuant to the Clean Water Act. These funds will be deposited in the Wastewater Revolving Loan Fund, which is administered by the Virginia Resources Authority for local wastewater treatment and sewerage system improvements.
- ***Implement Title V Air Permitting Program.*** The amended budget includes \$1.9 million NGF and 32.0 FTE positions the second year to implement the Title V (operating) air permit program. Virginia's Title V permit program has not been approved by the Environmental Protection Agency, due to litigation brought by the Commonwealth challenging the constitutionality of various provisions of the federal Clean Air Act. The litigation has now been resolved and implementation can proceed. Accompanying language requires implementation progress reports to the General Assembly.
- ***Kim-Stan Abandoned Waste Site Stabilization.*** The approved budget earmarks \$450,000 NGF the second year from the Virginia Environmental Emergency Response Fund to stabilize the Kim-Stan abandoned waste site by constructing a water runoff diversion structure.
- ***Implementation of JLARC Recommendations.*** The budget contains a series of language amendment which implement various recommendations of the Joint Legislative Audit and Review

Commission study of the Department of Environmental Quality. The recommendations addressed are listed below:

Recommendation # 23 - *unannounced and annual inspections*
Recommendation # 24 - *enforcement and use of penalties*
Recommendation # 25 - *economic benefit of noncompliance*
Recommendation # 30 - *written policy on enforcement*
Recommendation # 34 - *central review/post audits*
Recommendation # 35 - *compliance auditors*
Recommendation # 37 - *memo of understanding with OAG*
Recommendation # 38 - *referrals to Office of Attorney General*
Recommendation # 41 - *state agency compliance.*
Recommendation # 43 - *internal auditor*
Recommendation # 46 - *excess top management staff*
Recommendation # 49 - *satellite television*
Recommendation # 50 - *management consulting contract*
Recommendation # 56 - *development of water resources policy*

The amended budget includes a reduction of \$1,000 GF the second year from implementation of JLARC recommendation #49 related to commercial satellite television services.

The approved budget also includes a reduction of \$487,410 GF and 6.0 FTE positions the second year related to JLARC recommendation #46.

Finally, the amended budget includes a reduction of \$17,200 GF the first year and \$103,000 GF the second year from implementation of JLARC recommendation #50 related to termination of a management consulting contract.

- ***Federal Grant Application Processes and Reporting.*** The budget directs the Department to adhere to the same federal grant application policies and procedures used for fiscal year 1996 when applying for grants for fiscal year 1998. Alternative policies and procedures may be proposed to the 1998 General Assembly. The language also requires the agency to report to the General Assembly on its expenditure of Virginia Coastal Resources grant funds.
- ***Provide Matching Fund Authority for Superfund Program.*** The budget includes a language amendment authorizing the Governor to use economic contingency funds as may be needed to match Virginia's share of federal Superfund site cleanup costs.

- **Department of Historic Resources**

- *Restore Funding for Pocahontas Cemetery Project.* The amended budget provides a grant of \$10,000 GF in the first year to restore the historic Pocahontas Cemetery in Tazewell County. This funding was originally approved in HB 29 during the 1996 Session but was not implemented due to litigation.
- *Provide Grant Funding for Jamestown Rediscovery Project.* The amended budget includes a \$325,000 GF grant in the second year to the Association for the Preservation of Virginia Antiquities for the Jamestown Rediscovery Project. An additional \$75,000 GF appropriation is also provided from the Virginia Tourism Corporation. Funds will be used for on-going archeology and collections care at the Fort James site, renovation of the APVA-owned Yeardley House and initial development of school and public education programs. The tourism funds will be used for production of an educational film.
- *Increase Public Access to Historic Records.* The amended budget adds \$71,308 GF the first year and \$143,872 GF the second year to automate historic resource information maintained by the Department, and to subsidize the cost of printing a revised *Virginia Landmarks Register* and the Department's annual *Notes* publication. The proposed amounts also include additional funding of \$25,000 for the Virginia History Initiative, an effort to assist business, educational institutions and community organizations in promoting historic attractions.

- **Department of Conservation and Recreation**

- *Fill Vacant Positions.* The approved budget contains language directing the Department to fill all of its vacant positions by June 30, 1997 or provide the General Assembly an explanation as to why they have not been filled along with a revised hiring schedule.
- *Reorganization Guidelines.* The budget includes language prohibiting the Department from further reorganization, beyond that completed by January 1, 1997, pending the completion of the Joint Legislative Audit and Review Commission management study of the agency. The agency is, however, authorized to make temporary assignments lasting not longer than 180 days.
- *General Obligation Bond Project Progress Report.* The amended budget directs the Department to provide monthly progress reports

to the General Assembly on the obligation and expenditure of funds from the 1992 General Obligation Bond Issue for State Parks and Natural Areas.

- ***Bear Creek Lake State Park.*** The amended budget directs the agency to conduct a study of sediment problems occurring at Bear Creek Lake to determine the extent of the problem, the sources of the problem, and to develop recommendations for fixing the situation.
- ***Sky Meadows State Park.*** Budget language directs the Department to grant Corrections the grazing rights to 700 acres of pasture at Sky Meadows State Park for expansion of beef production.
- ***Breaks Interstate Park.*** Funding of \$30,000 GF is added the second year to increase operating support for Breaks Interstate Park which is a cooperative effort by the Commonwealth of Virginia and the Commonwealth of Kentucky.

Increase Appropriation for State Park Concession Revenue. The budget increases the appropriation for revenues generated from state-operated concessions at State Parks by \$1.0 million NGF in the second year.

- ***Open Space Preservation Trust Fund.*** The budget includes \$225,000 GF the second year for deposit to the Open Space Preservation Trust Fund established pursuant to House Bill 2044. The fund will be used to provide financial incentives to landowners wishing to place open space easements on their land who will then donate the easements to the Virginia Outdoors Foundation and a local co-holder. The fund will also assist with appraisal and legal costs incurred during preparation of the easement donation.
- ***Virginia Outdoor Foundation Operating Support.*** The amended budget provides \$50,000 GF the second year to increase operating support for the Virginia Outdoors Foundation.
- ***Virginia Water Quality Improvement Fund.*** The approved budget adds \$5.0 million GF the second year for deposit to the Virginia Water Quality Improvement Fund. These funds will be used for nonpoint source pollution control activities authorized under the Virginia Water Quality Improvement Act, enacted by the 1997 General Assembly. Under the Act, half of the nonpoint source funds must be used to implement the Chesapeake Bay tributary nutrient reduction strategies while the balance will be available for use outside the Bay watershed.

- ***Soil and Water District Dam Maintenance.*** The amended budget adds \$50,000 GF the second year to capitalize the Soil and Water Conservation District Dam Maintenance and Small Repair Fund established pursuant to Senate Bill 924. These funds will be used to perform annual maintenance on the 103 dams owned by local Soil and Water Conservation Districts.
 - ***Soil and Water District Dam Analysis.*** The budget adds \$125,000 GF the second year to perform a detailed analysis of dam spillways, risers and associated structures at approximately 25 Soil and Water Conservation District dams classified as Class 1 or Class 2 dams which were built before 1969.
 - ***Soil and Water Conservation District Support.*** The amended budget includes \$300,000 GF the second year to increase support for Soil and Water Conservation Districts. The funds will be used to add full-time conservationists in seven districts and to increase general operating support.
 - ***Public Beach Fund.*** The approved budget adds \$250,000 GF the second year to support the needs of Virginia's localities in maintaining public beaches. Language earmarks \$25,000 of this amount to support technical studies sponsored by the Board on Conservation and Development of Public Beaches.
 - ***Norfolk Beach Protection Project.*** The General Assembly approved \$400,000 GF the second year to assist the City of Norfolk with continued construction of an off-shore breakwater system that will provide long-term public beach and property protection.
 - ***Flood Hazard Mitigation.*** The amended budget earmarks approximately \$620,000 in the Flood Prevention and Protection Assistance Fund for flood hazard mitigation projects. These funds will be used to match federal funds available through the Department of Emergency Services for the same purpose.
- **Department of Game and Inland Fisheries**
 - ***Maintain Hunting and Fishing Programs at Fort Pickett.*** The approved budget includes \$150,000 NGF and 3.00 FTE positions the second year to provide public hunting and fishing at Fort Pickett. The Commonwealth assumes operation of this facility in October, 1997, and federal funds for the hunting and fishing programs at the

facility will be terminated. State Game Protection Funds are the funding source for this activity.

- *New Game Wardens.* The amended budget provides \$418,000 NGF to establish 10.0 new game warden positions effective January 1, 1998, to increase boating law enforcement.
- *Bosher's Dam Fish Passage.* The budget adds \$250,000 GF the second year to complete construction of a fish passage at Bosher's Dam on the James River in the City of Richmond and Henrico County.
- *Osborne Landing Handicapped Accessible Fishing Pier.* The amended budget provides \$50,000 GF the second year for construction of a handicapped accessible fishing pier adjacent to Osborne Landing on the James River in Henrico County. Additional funds for the project will be provided by Henrico County.

- **Marine Resources Commission**

- *Atlantic States Marine Fisheries Commission Dues.* The amended budget provides \$1,830 GF the first year and \$20,523 GF the second year to pay dues amounts to the Atlantic States Marine Fisheries Commission that are in arrears for each of seven fiscal years and to pay current dues amounts.

- **Virginia Museum of Natural History**

- *Museum Relocation Study.* The amended budget includes \$15,000 GF the second year to examine the feasibility of relocating the museum to another site in the City of Martinsville or Henry County.

Public Safety

The amended budget provides a net increase of \$54.4 million GF for agencies within the Office of Public Safety. Over \$43.9 million GF is included to meet the start-up and operating expenses for new state adult and juvenile correctional facilities which will open in this biennium (or the beginning of the next biennium).

Specifically, the Department of Corrections is provided \$31.5 million and 1,316.9 FTE positions for operating the Fluvanna and Sussex I adult correctional

Specifically, the Department of Corrections is provided \$31.5 million and 1,316.9 FTE positions for operating the Fluvanna and Sussex I adult correctional facilities; starting up the Red Onion facility; operating the expanded facilities at Mecklenburg; and, converting the Southampton work release unit to a women's detention center. An additional \$1.5 million and 40.0 FTE positions are also included to reduce intensive supervision probation caseloads and to initiate pilot drug court programs in Richmond and Charlottesville.

The Department of Juvenile Justice is provided \$5.8 million GF and 123.5 FTE positions for equipping and operating the new Beaumont and Bon Air juvenile correctional centers; starting up a Culpeper facility; and, fully funding a new boot camp. An additional \$5.2 million GF is included for 45.0 FTE security positions, a regrade for security officers, expanded mental health services, military-style programs, additional private placements, administrative support costs, and the state share of local detention facility capital and operating costs.

The amended budget also adds \$8.5 million GF and 184 positions for adult and juvenile correctional schools, which are operated by the Department of Correctional Education. This amount includes funds for 50 new teaching positions to begin reducing class sizes in juvenile correctional center schools.

Other increases include \$5.4 million for 105 new State troopers; \$6.0 million (all funds) in matching funds for local Community-Oriented Policing Services (COPS) programs, and \$4.1 million GF and 27 positions for the Division of Forensic Science to operate its new building and meet the growing demand for analysis of evidence in criminal trials.

The spending increases in Public Safety are offset by reductions totaling \$16.6 million. These include savings from the delayed opening of new prisons, out-of-state prison contracts, jail removal compliance costs, the slower-than-anticipated start-up of new juvenile programs, and lower juvenile facility operating costs due to the reduced forecast.

- **Secretary of Public Safety**

- *Forecast Update for 2003.* The amended budget includes language directing the Secretary to report on the offender population forecast for 2003 by October 1, 1997.

- **Department of Criminal Justice Services**

- *Community Oriented Policing Matching Grant Program.* The amended budget provides \$4.9 million GF and \$1.0 million NGF the second year to assist localities with the 25 percent matching re-

quirement for federal grant funds awarded by the Community-Oriented Policing Services (COPS) program and to further assist localities by providing an incentive for the locality to assume the federal share of these costs as the federal funds diminish. The goal of this program is to add 1,000 new local law enforcement officers over the remaining duration of the federal program. The source of nongeneral funds is the state Intensified Drug Enforcement Act (IDEA) Fund. Funding of \$150,000 and 3.0 FTE positions is also provided for technical assistance and fiscal staff.

- ***Public Inebriate Center Program Expansion.*** The amended budget adds \$388,556 GF the second year to expand public inebriate diversion programs authorized under the Comprehensive Community Corrections Act. Programs will be added in the Roanoke (\$163,147) and Fairfax (\$225,409) catchment areas. This was a recommendation of the Virginia State Crime Commission study on community corrections programs.
- ***Pre-Release and Post-Incarceration Services.*** The amended budget provides \$1.8 million per year for pre-release and post-incarceration services, to assist inmates leaving prison. Accompanying language directs that priority be given to post-release services for state responsible inmates. Grants for these services will be awarded on a competitive basis. (This amendment relates to implementation of the Governor's 1996 veto of the \$1.6 million allocation for Virginia CARES.)
- ***Matching Requirement for Federal Funds.*** The amended budget includes a reduction of \$400,000 in the general funds required to match federal funds in FY 1997. The amount of general funds required was overestimated last year.
- ***Regional Criminal Justice Academies Funding.*** The approved budget adds \$1,114,562 NGF in FY 1998 to increase the level of state support for regional criminal justice training academies. The source of funds is a \$1.00 penalty assessment that will be added to court costs, as provided in House Bill 2102, which passed the General Assembly.
- ***Regional Criminal Justice Academies Guidelines.*** The budget includes language directing the Criminal Justice Services Board to develop guidelines for regional criminal justice training academies governing curriculum, staff qualifications, service areas and competency standards.

- ***Piedmont Regional Training Academy.*** Funding of \$63,562 was added for the Piedmont Regional Criminal Justice Training Academy organized by the Counties of Patrick, Pittsylvania, and Henry, and the Cities of Danville and Martinsville. Language directs the Criminal Justice Services Board to recognize this new academy.
- ***Specialized Training for Law Enforcement.*** The amended budget provides an additional \$25,000 NGF collected as tuition and fees from participants in specialized training programs such as driver training, defensive tactics, and radar operation.
- ***New Forensics Laboratory.*** The budget includes an additional \$12,938 GF in FY 1997 and \$2.0 million GF and 9.0 FTE positions in FY 1998, to open the new building for the Division of Forensic Science and the State Medical Examiner. The new building is expected to open in January, 1998, in the Biotechnology Research Park in Richmond.
- ***Forensic Science Unbudgeted Cost Increases.*** The approved budget adds \$624,500 GF each year for supplies, equipment, and contractual services needed to meet the growing demand for analysis of evidence in criminal trials.
- ***Forensic Science Positions.*** The amended budget provides an additional \$804,480 GF and 18.0 FTE positions in FY 1998 to reduce the turnaround time for analysis of evidence in criminal trials. Currently, average turnaround time is 38 days (and higher for certain critical types of evidence). The desired target is 10 days.
- ***Forensic Science Seat of Government Rent.*** The budget reduces funding for rent in the Division of Consolidated Laboratories building by \$245,419 GF in FY 1998 due to the move of the Division of Forensic Science to a new leased facility.
- ***Alcohol Breathalyzer Testing.*** The General Assembly provided an additional \$68,704 NGF for the alcohol breathalyzer testing program. A related language amendment in § 3-1.02-C (Interagency Transfers) adjusts the amounts to be transferred from ABC profits for this purpose.
- ***Alcoholic Beverage Testing.*** The amended budget transfers \$205,000 NGF and 3.0 FTE positions from the Department of General Services for alcoholic beverage testing. This function was inadvertently left in that agency when the Division of Forensic Science was transferred to the Department of Criminal Justice Services in 1996. A related language amendment in § 3-1.02-C (Interagency

Transfers) changes the designated recipient of amounts transferred from ABC profits for this purpose.

- **Commonwealth's Attorneys' Services and Training Council**

- *Juvenile Prosecutor Review.* The amended budget directs the Commonwealth's Attorneys' Services and Training Council, with assistance from the State Compensation Board, to review the impact of the 176 new positions approved by the 1996 General Assembly to support the prosecution of juvenile delinquency and domestic relations felony cases. The review will include an analysis of the workloads of the new positions and the types of offenses included in those workloads. An interim report is required in December, 1997, with a final report due to the 1999 General Assembly.

- **Department of Fire Programs**

- *Allocation of Increased Revenues.* The budget includes an additional \$540,581 NGF in FY 1997 and \$218,820 NGF in FY 1998, from increased collections of the tax on fire insurance premiums. These funds are intended to increase state aid to local fire departments and expand statewide training programs.

- **Department of State Police**

- *New State Trooper Positions.* The amended budget provides \$5.4 million GF for 105 new State Trooper positions.
- *Career Progression Program Report.* Language in the amended budget directs the Superintendent to review the advancement of special agents and troopers into the master and senior positions authorized in the Department's career progression program.
- *Increased Cost of Patrol Cars.* The budget authorizes \$1.3 million NGF to cover the increased cost of purchasing patrol cars. The nongeneral funds represent balances which might be available by the end of the biennium from safety inspection fees. The cost of new patrol cars has increased over 40 percent from the 1994 to the 1997 models.
- *Peninsula Motorist Assistance Program.* The amended budget includes \$219,358 and 2.0 FTE positions to expand the State Police Motorist Assistance patrols to include I-64 and I-664 in the Cities of Hampton and Newport News.

- *Criminal History Records Staff.* The amended budget adds \$80,000 and 2.0 FTE positions to implement Senate Bill 746, expanding access to the sex offender registry, and Senate Bill 641, requiring all applicants for concealed weapons permits to be fingerprinted.
 - *Nongeneral Fund Technical Amendments.* Four technical amendments are included in the approved budget totaling \$920,000 NGF, to provide authority to spend nongeneral funds collected to cover expenses in fiscal 1998 for the asset forfeiture drug trust fund (\$500,000); sex offender registry (\$250,000); concealed weapons program (\$150,000); and, the DARE special trust account (\$20,000).
- **Department of Corrections**
 - *Federal Violent Offender Incarceration and Truth-in-Sentencing Incentive Grants.* The budget authorizes \$6.6 million NGF each year from the Federal Violent Offender Incarceration and Truth-in-Sentencing Incentive Grant program. Accompanying language establishes priorities for use of these funds and requires a report to the Chairmen of the House Appropriations and Senate Finance Committees prior to their expenditure.
 - *Inmate Telephone System Contract.* Language is included which directs DOC to consult with the Department of Information Technology in negotiating a new inmate telephone contract and articulates legislative intent regarding the contract pricing structure.
 - *Inmate Telephone System Revenues.* The amended budget specifies that revenues derived from the inmate telephone contract are to be used for inmate rehabilitation and treatment programs.
 - *Correctional Officer Staffing Reports.* The amended budget includes language requiring a report on employee turnover and an update of the security staffing formula. These reports are to be provided to the Chairmen of the House Appropriations and Senate Finance Committees by September 1, 1997.
 - *Automation Plan.* The budget contains a clarifying language amendment which specifies that DOC shall not proceed with its automation modernization plan until approval is granted by the Secretary of Public Safety, the State Treasurer, and the Director of the Department of Planning and Budget. A final report is to be presented by DOC to the Chairmen of the House Appropriations and Senate Finance Committees by July 1, 1997.

§30-19.1:4 Prison Impact of Legislation. The amended budget includes \$625,000 GF for deposit to the Corrections Special Reserve Fund. This amount reflects the amounts required by §30-19.1:4, Code of Virginia, for legislation having a prison impact. (HB 157, \$375,000; SB 746, \$62,500; HB 1911, \$62,500; HB 1889, \$125,500).

- **Opening of Fluvanna Correctional Center.** The amended budget provides an additional \$494,527 in FY 1997 and \$15.9 million and 447.4 FTE positions in FY 1998, to open the new women's facility at Fluvanna in August, 1997.

Companion language specifies that the funds and positions for Fluvanna are intended to accommodate a population of not more than 900 inmates. Staffing and funds to expand the facility population, up to the planning capacity of 1,200 beds, are to be requested, as required, in future biennia.

- **Fluvanna Direct Inmate Cost Savings.** The amended budget includes a reduction of \$2.2 million GF in inmate direct costs due to savings realized by the opening of the new Fluvanna Correctional Center for Women and the transfer of inmates from existing facilities to this new facility.
- **Expansion of Mecklenburg Correctional Center.** The amended budget adds \$692,348 GF in FY 1998, to operate the renovated and expanded facilities at Mecklenburg Correctional Center. This project, originally expected to open in January, 1998, has been delayed due to construction bids for renovation that were substantially over budget.
- **Opening of Sussex I Correctional Center.** The approved budget includes 6.0 FTE positions in FY 1997, and \$11.9 million GF and 460.5 FTE positions in FY 1998, to open the first of two new maximum security facilities in Sussex County. This new 1,121-bed facility, which will incorporate Death Row, is expected to open in December, 1997. Hiring of new employees for the facility will be phased-in consistent with the inmate loading schedule of the facility.
- **Start-up Expense for Sussex II Correctional Center.** The amended budget includes a reduction of \$73,025 GF in FY 1997 and, \$268,500 GF and 4.0 FTE positions in FY 1998, reflecting the Governor's recommendation to delay opening the second of two maximum security facilities in Sussex County. This new 1,267-bed facility is expected to open in October, 1998 (instead of April, 1998).

The amended budget also authorizes \$2,000,000 in general fund balances as of June 30, 1997, for start-up equipment for Sussex II.

- ***Start-up Expense for Red Onion Correctional Center.*** The amended budget provides an additional \$1.9 million GF and 398.5 FTE positions in FY 1998 to facilitate the opening of the Red Onion maximum security facility. Located along the border of Wise and Dickenson Counties, the 1,267-bed Red Onion facility is expected to open in July, 1998.

The amended budget also authorizes \$2,000,000 in general fund balances as of June 30, 1997, for start-up equipment for Red Onion.

- ***Start-up Expense for Wallen's Ridge Correctional Center.*** The amended budget includes a reduction of \$268,500 GF and 4.0 FTE positions in FY 1998, reflecting the Governor's recommendation to delay opening the Wallen's Ridge maximum security facility. Located near Big Stone Gap in Wise County, the 1,267-bed Wallen's Ridge facility is expected to open in October, 1998. (instead of July, 1998).

The amended budget also authorizes \$2,000,000 in general fund balances as of June 30, 1997, for start-up equipment for Wallen's Ridge.

- ***Debt Service for Wallen's Ridge.*** The amended budget includes a technical adjustment in debt service payments to the Wallen's Ridge Development Corporation (of the Big Stone Gap Housing Authority). This adjustment includes an increase of \$111,689 in FY 1997 and a reduction of \$358,458 in FY 1998.
- ***Southampton Detention Center for Women.*** The amended budget adds 10.5 FTE positions in FY 1997 and \$572,065 GF in FY 1998 to convert the existing work release unit at Southampton into a detention center for women.
- ***Conversion of Field Units to Detention Centers.*** The amended budget includes language which authorizes DOC to convert up to 200 beds in field units in the northern and western regions to detention center beds, with the conversion to be completed by June 30, 1998. A report on the details of this effort is to be provided to the Chairmen of the House Appropriations and Senate Finance Committees by September 1, 1997.
- ***Contract for 1,500 Private Prison (Brunswick County).*** The amended budget includes a reduction of \$856,000 GF in FY 1998.

This new facility will open in March, 1998 (instead of January, 1998).

- ***Contract for 1,000 Private Prison (Charlotte County).*** The amended budget modifies the authority granted in Chapter 912 for DOC to contract for a 1,000-bed private minimum security facility, to be built in Charlotte County. The revised language authorizes the Department to negotiate with the contractor for construction and operation of a medium security facility. The language also delays the opening date of the facility from April 1, 1998, to January 1, 2000. The Governor recommended postponing the opening date as a result of reductions in the state responsible offender forecast.
- ***Opening Dates for Minimum Security Facilities.*** The amended budget includes a language amendment which specifies that the timing of facility construction for the 950 work release, pre-release, and return-to-custody beds should coincide with the need for more state-responsible beds and the construction of other prisons and alternative incarceration facilities. The Governor recommended postponing these facilities as a result of reductions in the state responsible offender forecast.
- ***Expand Jail Contracting Program.*** The budget includes language directing the Department to expand its program of contracting with local and regional jails to hold state-responsible inmates and to submit quarterly reports to the General Assembly on progress in implementing this directive.
- ***Jail Contract Program Staff.*** The amended budget provides \$100,000 and 2.0 FTE positions to assist in managing the increased workload caused by expanding the jail contract program.
- ***Return Out-of State Inmates to Virginia.*** The budget includes a reduction of \$6.1 million GF in FY 1998 reflecting termination of the contract for housing Virginia inmates in Newton County, Texas. Companion language directs DOC to return all inmates housed in this facility to Virginia by June 30, 1997. These funds are then appropriated in the Compensation Board to fund expansion of the DOC jail contracting program.
- ***Jail Removal Compliance Funds.*** The amended budget removes \$0.6 million GF the first year and \$2.6 million the second year for compensating localities in the event the Department is unable to remove state-responsible inmates within certain timeframes established in the Code. The Department has been removing state-responsible inmates in a timely manner, and this is expected to

continue through fiscal 1998. The second year funds are then appropriated in the Compensation Board for expansion of the DOC jail contracting program.

- ***Agricultural Program Expansion.*** The amended budget adds \$378,000 and 16.0 FTE positions in FY 1998 to expand the production of vegetables, apples, milk, fruit drink, meat and fish; and, to initiate phase II of a cooperative project with Virginia Polytechnic Institute and State University to establish a food production program capable of sustaining Virginia's inmate population. Related language in the Department of Conservation and Recreation directs that agency to grant DOC the grazing rights to 700 acres of pasture at Sky Meadows State Park for expansion of beef production.
 - ***Intensive Supervision Probation Officers.*** Funding of \$1.0 million GF and 38.0 FTE positions were added to reduce caseloads in the intensive supervision program.
 - ***Richmond and Charlottesville Drug Courts.*** The amended budget adds \$434,000 GF and \$256,000 NGF and 2.0 FTE positions to establish pilot drug court programs in the City of Richmond (\$250,000 GF and 2.0 FTE) and, the City of Charlottesville and Albemarle County (\$184,000 GF and \$256,000 NGF from a federal grant).
 - ***Review Loudoun County Jail Plans.*** The amended budget contains language authorizing the Department of Corrections to review and comment on a proposed jail project in Loudoun County, with no effect on the authority of the Board of Corrections to approve or not approve the project at such time as the moratorium on approval of new jail projects is lifted.
 - ***Revert Unspent Jail Construction Funds.*** The amended budget removes \$303,658 the first year in unexpended balances for various local jail projects. The amounts were not spent for a variety of reasons, including lower-than-anticipated construction costs and changes in project scope.
- **Department of Correctional Education**
 - ***Start-up Expenses for Juvenile Correctional Center Schools.*** The amended budget adds \$399,000 GF in FY 1997 and \$4.9 million GF in FY 1998 with 80 FTE positions, to provide educational programs in the new Beaumont, Bon Air, and Culpeper Juvenile Correctional Centers.

- *Textbooks for Juvenile Correctional Centers.* The amended budget includes an additional \$207,744 GF in FY 1998 to purchase textbooks that are required to meet educational accreditation standards for juvenile correctional centers.
 - *Lower Pupil/Teacher Ratios in Juvenile Correctional Center Schools.* The budget provides \$1.2 million GF and 50.0 FTE positions (as of January 1, 1998), for reducing class sizes in juvenile correctional centers. Current class sizes violate state and federal educational standards.
 - *Start-up Expenses for Adult Correctional Center Schools.* The amended budget adds \$2.0 million and 54.0 FTE positions in FY 1998, to provide educational programs in the new adult correctional centers (Fluvanna, Sussex I, and the 1,500 bed private facility in Brunswick County).
 - *Privatization Restrictions.* The amended budget includes language prohibiting privatization of educational services at the new adult and juvenile correctional facilities scheduled to open in this biennium. The language further requires a cost/benefit analysis of private correctional education services prior to undertaking privatization efforts at correctional facilities scheduled to open in FY 1999.
 - *Use of Inmates As Teaching Aides.* The amended budget directs the Department to prepare a report for the 1997 General Assembly on the utilization of adult inmates as academic and vocational teacher aides, library aides, and other related occupations.
- **Department of Juvenile Justice**
 - *Natural Bridge Land Swap.* The budget contains language authorizing the Department to exchange land with the federal government, in order to obtain clear and unencumbered title to the Natural Bridge Juvenile Correctional Center.
 - *Comprehensive Long Range Youth Services Policy.* The budget includes language directing the Board of Juvenile Justice to develop a Comprehensive Long Range Youth Services Policy as required by the Code of Virginia. This is a recommendation of the Joint Legislative Audit and Review Commission study of juvenile corrections services in Virginia.

- ***Rehabilitative Program Assessment.*** The amended budget includes language directing the Department to assess its rehabilitative programs and staff capabilities to meet the changing needs of its juvenile population. This is a recommendation of the Joint Legislative Audit and Review Commission study of juvenile corrections services in Virginia.
- ***Reduction in Juvenile Facility Operating Expenses.*** The amended budget includes reductions of \$1.0 million GF in FY 1997 and \$709,488 GF in FY 1998, to reflect the reduction in the juvenile offender population forecast, as updated in October, 1996.
- ***Open New Beaumont Juvenile Correctional Center.*** The budget adds \$3.1 million and 104 FTE positions in FY 1998 to operate the new 122-bed maximum security facility at Beaumont. The new 200-bed medium security facility will utilize the existing Beaumont staff. Both new facilities will open in September, 1997.
- ***Open New Bon Air Juvenile Correctional Center.*** The amended budget includes an additional \$700,000 GF for start-up equipment in FY 1997, and \$394,076 GF and 14.5 FTE positions to operate the facility in FY 1998. This new 180-bed facility at Bon Air is expected to open in May, 1997.
- ***Start-up Expense for Culpeper Juvenile Correctional Center.*** The amended budget provides \$1.0 million GF for start-up equipment and \$65,252 GF and 3.0 FTE positions in FY 1998 to prepare for the opening of the facility. This new 225-bed maximum security facility in Culpeper County is expected to open in July, 1998.
- ***Private Placements.*** The approved budget includes a reduction of \$2,500,000 GF the first year and an increase of \$400,000 GF the second year to reflect the slow start in obtaining private placement contracts in FY 1997 and the expected purchase of an additional 40 private placements beginning April 1, 1998.
- ***Juvenile Boot Camp.*** The amended budget includes a reduction of \$450,000 GF the first year and an increase of \$326,750 GF the second year to reflect the slow start of the new boot camp in FY 1997 and an anticipated shortfall in funding for the operation of a new boot camp in FY 1998. The amended budget also provides \$25,000 in FY 1997 and \$100,000 with 2.0 FTE positions in FY 1998 for contract monitoring.
- ***Contract for Private Juvenile Correctional Center.*** The amended budget includes language modifying the authority granted in Chap-

ter 912 for DJJ to contract for a 225-bed private facility. The language authorizes the agency to negotiate and award a contract but prohibits the contract from being performed until an appropriation for the cost of the contract has been approved by the General Assembly.

The language also directs that the Department of Planning and Budget evaluate the costs and benefits of the proposed contract; that the Attorney General, State Treasurer, and Auditor of Public Accounts review the contract; and, that the results of such evaluations and reviews be presented to the Chairmen of the Senate Finance and House Appropriations Committees.

- ***Security Staffing and Equipment.*** The amended budget adds \$1.5 million GF and 45 FTE positions in FY 1998 to enhance security at the juvenile correctional centers. The amended budget also includes \$198,700 for security equipment.
- ***Military-Style Programs.*** The budget includes an additional \$500,000 GF in FY 1997 for the Leader Program, which will provide military-style structure and activities in the juvenile correctional centers, beginning March 1, 1997.
- ***Work Programs.*** The budget allocates up to \$150,000 for wages, with a corresponding savings in maintenance reserve, to pay juvenile offenders working on maintenance reserve projects in the juvenile correctional centers.
- ***Mental Health Services.*** The amended budget provides an additional \$544,428 GF and 10.0 FTE positions in FY 1998 for mental health services in the juvenile correctional centers.
- ***Telecommunications.*** The amended budget includes \$494,854 in 1997 and \$600,000 in 1998 for unbudgeted telecommunications costs for the agency's new automated intake system.
- ***Administrative Support Positions.*** The budget includes an additional \$314,286 GF and 4.0 FTE positions in 1998 to increase support for capital outlay, records management, and staff training.
- ***Juvenile Correctional Officers' Regrade.*** Additional funding of \$587,047 GF in FY 1998 is provided for a salary regrade for juvenile correctional officers. These officers are currently hired at Grade 7. These funds will provide for promotion to Grade 8 following satisfactory completion of one year's service, as is currently provided for adult correctional officers.

- **Centralized Maintenance.** Language is added specifying conditions on the expenditure of \$80,973 for 3.0 FTE positions to provide maintenance services at Bon Air Juvenile Correctional Center. The language requires DJJ to submit a plan for centralizing maintenance services for all of the facilities at the Bon Air complex, before these funds are allotted.
- **Virginia Juvenile Community Crime Control Act.** The amended budget includes a reduction of \$599,063 GF the first year in VJCCCA funds distributed to localities by formula. The reduction was necessitated by ambiguities in the funding formula regarding pre-existing pilot programs in Newport News, Norfolk, and Richmond. The funding formula language was modified for the second year to clarify this issue. The amended budget also includes an increase of \$83,825 in the second year for the VJCCA to correct an error in the base allocation for the localities served by the Bridge House operated by the Northern Neck/Essex Group Home Commission.

The amended budget provides \$25,000 GF in the second year to convene a statewide conference on the Virginia Juvenile Community Crime Control Act.

- **VJCCCA No-Loss Provision.** The amended budget provides \$100,000 GF in FY 1997 to implement a change in the no-loss provisions of the formula used for distributing VJCCCA funds. This provision was included in House Bill 29 during the 1996 session. However, the provision was not implemented, due to the litigation concerning HB 29.
- **Operating Reimbursement for Local and Regional Programs.** The introduced budget included a net reduction of \$54,628 in FY 1997 and a net increase of \$84,100 in FY 1998, to reimburse localities for the operating costs for the following juvenile detention facilities:

<u>Facility</u>	<u>FY 1997</u>	<u>FY 1998</u>
Loudoun County Detention Home	\$189,616	\$0
Northern Virginia Detention Home	\$208,000	\$0
Chesterfield County Detention Home	\$22,355	\$22,355
Middle Peninsula Detention Home	\$0	\$339,643
Shenandoah Juv. Detention Home	\$36,224	\$36,224
Reductions (delayed opening dates)	(<u>\$510,823</u>)	(<u>\$314,122</u>)
Total (Net Reduction)	(\$54,628)	\$84,100

The Board of Juvenile Justice has adopted a new reimbursement policy for operating expenses. The new policy provides for a state share of 50 percent of the actual operating costs, up to \$26,000 per bed. For free-standing equipment, the new policy provides for a state share of 50 percent of the actual costs, up to \$3,000 per bed.

The amounts for the Loudoun County and Northern Virginia Detention Homes are intended to provide a transition to the new policy for these two facilities (which were approved when the higher rates were still in effect). These funds are included in the amended budget to implement actions approved by the 1996 General Assembly in House Bill 29. Ambiguity in the HB 29 wording precluded earlier implementation.

The proposed reductions are due to delayed opening dates for the Richmond, Winchester, Middle Peninsula, Lynchburg, and Fairfax Juvenile Detention Homes.

- ***Capital Reimbursement for Local and Regional Facilities.*** The amended budget includes \$848,600 GF in FY 1998 for the state share of the capital cost for expansion of the Middle Peninsula Detention Home. This amount incorporates \$832,000 GF (or \$52,000 per bed times 16 additional beds), in addition to \$16,600 to help defray the department's administrative expenses associated with the review of local construction plans.

State law (§ 16.1-313, Code of Virginia) provides for the department to reimburse localities for up to fifty percent of the capital cost of new detention centers, group homes, and related juvenile facilities at the local and regional level. The Board of Juvenile Justice has adopted a new policy which limits the reimbursement to 50 percent of actual construction, up to a cap of \$52,000 per bed. Previously, the Board approved reimbursement of up to 50 percent of the construction cost, but with no cap.

The amended budget also contains a language amendment which specifies that each resolution adopted by the Board of Juvenile Justice, approving reimbursement of the state share of the construction, maintenance or operating costs for such facilities shall include a statement noting that such approval is subject to the availability of funds and approval by the General Assembly at its next regular session.

- ***Revert Unspent Local Facility Construction Funds.*** The amended budget removes \$120,802 the first year in unexpended balances for various local facility construction projects. The amounts were not

spent for a variety of reasons, including lower than anticipated construction costs and changes in project scope.

- *Offices on Youth.* The amended budget includes \$88,424 GF in FY 1997 and \$79,424 GF in FY 1998, for previous cost-of-living adjustments for local or regional Offices on Youth as well as an additional \$35,000 in FY 1998 to start an office on youth serving New Kent County.

- **Department of Alcoholic Beverage Control**

- *Remove Outdated and Unnecessary Language.* The amended budget removes outdated and unnecessary language regarding implementation of a point-of-sale cash register system and various accounting issues.

- **Department of Emergency Services**

- *Civil Air Patrol Equipment and Training.* Funding of \$120,000 was added the second year for the Civil Air Patrol to purchase emergency communications equipment and provide increased search and rescue training.
- *Replacement of Transportation Funds.* The amended budget provides \$217,500 from the general fund each year to replace an equal amount of Commonwealth Transportation funds used in the 1996 Appropriation Act to pay for regional hazardous materials (hazmat) response teams.

In the 1996 session, the Governor proposed that 75 percent of the cost of financial assistance to hazmat response teams be paid with transportation funds. The 1996 General Assembly increased the nongeneral fund share to 100 percent. The amended budget reduces the nongeneral fund share to 75 percent, as originally proposed last year.

- *National Boy Scout Jamboree.* The amended budget adds \$60,000 for public safety support services for the national jamboree, scheduled for July 29 - August 5, 1997, at Fort A. P. Hill.
- *Centralized Payroll Processing.* The amended budget includes a reduction of \$6,498 in FY 1998, to reflect the transfer of payroll and leave accounting functions to a centralized unit within the Department of Accounts.

- **Department of Military Affairs**

- *State Operation of Fort Pickett.* The amended budget includes an additional \$1.6 million NGF in FY 1997, and \$5.5 million NGF in FY 1998, and 75.0 FTE positions each year for the Virginia National Guard to assume control of Fort Pickett as of October 1, 1997.

The 1995 Base Realignment and Closure (BRAC) Commission recommended that the U. S. Army close Fort Pickett. The federal government will continue to own the property, but the Army Corps of Engineers will lease the facilities to the Commonwealth to operate with federal funds. As a result, the combat training mission of Fort Pickett will remain essentially unchanged, but operational responsibility for the facilities will be shifted to the Commonwealth.

- *Transfer Headquarters to Fort Pickett.* The amended budget includes language authorizing the relocation of the Department of Military Affairs Headquarters to Fort Pickett on or after June 30, 1998.
- *Virginia Air National Guard.* The amended budget provides additional funds to operate new facilities for the 192nd Fighter Group at Richmond International Airport and the 203rd Engineering Unit at Camp Pendleton. The cost of operating these facilities is shared at a ratio of 75 percent federal and 25 percent state funds. Accordingly, the state share is included at \$20,920 in FY 1997 and \$27,000 in FY 1998, plus federal matching funds.
- *National Guard Armories.* The amended budget adds \$339,616 GF in FY 1998 to operate new or expanded armories, and to replace federal or local funds. This includes funds for six new armories (Woodstock, Leesburg, Lexington, A. P. Hill, Emporia, and Hampton); a major addition to the Manassas armory; replacement of local funds for the Bedford and Norfolk armories; and, replacement of federal funds for the Army Aviation Support Facility at Sandston and the Richmond Armory on Alcott Road.
- *Chesapeake Armory.* The amended budget authorizes the Department to transfer the Chesapeake Armory to the City of Chesapeake for certain minimal considerations.
- *Tuition Assistance Program.* The amended budget provides an increase of \$200,000 the second year for the Virginia National Guard and Air National Guard tuition assistance program.

Transportation

The budget, as adopted, provides an additional \$4.1 million in operating support and \$4.0 million in capital support for public transportation and “special needs” transportation. The budget also provides \$8.9 million in Department of Motor Vehicle special funds to the Department of State Police for additional troopers and other highway-related support services and equipment. To help cushion DMV from the use of special fund revenues for State Police programs, \$5.0 million in unobligated industrial, airport, and rail access program funds are used to supplant other DMV transfers and \$1.0 million is transferred directly to DMV. Also, \$3.5 million in NGF funds provided last year to State Police from the Department of Transportation and Department of Emergency Services are restored.

The adopted budget also appropriates an additional \$190 million NGF for highway construction, financial assistance to mass transit and airport assistance, consistent with estimated increases in state and federal transportation revenues.

About \$1.5 million NGF and 12 positions are provided to enable the Department of Motor Vehicles to fully implement the National Voting Rights Act (Motor Voter). In addition, 30 positions were added to DMV from vacant VDOT positions to support those customer service centers experiencing the highest demand.

- **Department of Aviation**

- *Authorization to Spend Revenues.* The adopted budget increases the NGF appropriation for capital assistance to airports by \$230,400 in the first year and \$463,700 in the second year, consistent with estimated increases in transportation revenues.

- **Department of Transportation**

- *Shift in Funds Among Agencies.* The approved budget moves \$2.4 million in the first year and \$1.2 million in the second year of NGF appropriations from the Departments of State Police and Emergency Services to the Department of Transportation for highway construction. Like amounts from the general fund are then appropriated to these agencies.
- *Use of Unobligated Access Balances.* The adopted budget supplants \$5.0 million in DMV special funds transferred for general funded highway projects with unobligated access program funds, and di-

rectly transfers to DMV \$1.0 million in unobligated access program funds to help offset the use of special funds for State Police programs. Also, \$1.5 million in unobligated access program balances (recreation and road) is appropriated for completion of the Daniel Boone Wilderness Trail in Lee County, and \$125,000 is provided for planning and development of the Route 168 South Improvement Fund. Finally, a cap equal to the amount of the annual access program appropriation was placed on the amount of unobligated access program balances that can accrue by the end of a fiscal year.

- *Alternative Fuels Revolving Fund.* The adopted budget provides \$250,000 in the second year from Transportation Trust Funds and DMV special funds to continue the Alternative Fuels Revolving Fund. This program is designed to support efforts undertaken by local governments to convert public vehicles to alternative clean fuels. It is the intent of the General Assembly that this be the last year of state support for this program.
 - *Coleman Bridge.* The adopted budget authorizes \$830,000 in the second year, from interest earnings accruing to the Transportation Trust Fund, to provide a 50 percent rebate to holders of receipts for tolls paid on the Coleman Bridge for three or more axle vehicles. In addition, a study is authorized to examine the equity of the current toll and bridge financing structure.
 - *Support Welcome Centers.* The adopted budget transfers \$450,000 in nongeneral fund appropriation authority in the second year from the Virginia Economic Development Partnership to the Department of Transportation to support welcome centers on Virginia's highways. This technical amendment is required because the Partnership will no longer be operating under the state financial accounting system after July 1997.
 - *Authorization to Spend Revenues.* The adopted budget increases the nongeneral fund appropriation for highway construction by \$7.3 million in the first year and \$182.5 million in the second year, consistent with estimated increases in transportation revenues.
- **Department of Rail and Public Transportation**
 - *Additional Operating Support.* The adopted budget authorizes \$4.1 million in additional operating support for public transportation in the second year. Of the additional funding, \$2.1 million is appropriated from the Highway Maintenance and Operating Fund and \$2.0 million from unobligated access program balances. The

Commonwealth Transportation Board, with recommendations from DRPT, will determine the formula for distributing the supplemental aid, with considerations given to cuts in federal operating support, and the relative need and efficiency of local transit properties.

- ***Additional Capital Support.*** The adopted budget provides \$3.6 million in the second year in additional capital support for public transportation from federal Surface Transportation Program state-wide discretionary funds. \$2.4 million of this funding is allocated to Washington METRO for capital improvements at Virginia Metrorail stations. Another \$1.2 million is designated for bus replacement at other public transit properties besides METRO.
- ***Special Needs Vehicles.*** The adopted budget provides \$400,000 in the second year from unobligated access program funds for replacement vehicles in programs that provide special transportation services to the disabled and aging.
- ***Transportation Efficiency Improvement Fund (TEIF).*** The adopted budget provides additional funding of \$400,000 to the TEIF in the second year. This brings total annual funding for this program to \$1.9 million. TEIF funding is intended for programs that reduce single-occupant vehicle use in congested corridors and other innovative traffic demand management programs.
- ***Rail Predictor Equipment.*** The adopted budget provides \$125,000 in the second year for time-sensitive rail crossing gates in the City of Manassas, to speed the flow of automobile traffic through the rail crossings.
- ***Authorization to Spend Revenues.*** The budget, as adopted, increases the nongeneral fund appropriation for financial assistance to local mass transit operations by \$795,100 in the first year and \$2.5 million in the second year, consistent with estimated increases in transportation revenues.

- **Department of Motor Vehicles**

- ***Shift in Funds Among Agencies.*** The adopted budget provides \$8.9 million NGF appropriations to the Department of State Police to supplant general funds. To help offset the use of these funds, \$5.0 million in unobligated access funds are transferred to the general fund, rather than a DMV special fund transfer, to help support

general funded highway projects. In addition, \$1.0 million in unobligated access program funds are transferred directly to DMV.

- ***Motor Voter.*** Nongeneral fund increases of \$786,556 in the first year and \$676,363 in the second year and 12 positions are recommended to fully implement the federal *National Voter Registration Act*, which was incorporated into the Virginia Constitution by a 1994 amendment.
 - ***Customer Service Positions.*** The adopted budget added 30 positions in the second year to help support those customer service centers experiencing the highest customer usage. These positions were transferred from the Department of Transportation, which has over 600 positions unfilled.
- **Virginia Port Authority**
 - ***Guarantee for Port Revenue Bonds.*** The adopted budget appropriates a sum sufficient from first the Transportation Trust Fund, then the general fund, should revenues from the Commonwealth Port Fund be insufficient to pay debt service on Virginia Port Authority revenue bonds issued in 1988 and in 1996. The total debt service on these issues in the second year is approximately \$14.0 million.

Central Appropriations

The Central Appropriation contains funds used to supplement state agency budgets for unbudgeted or unallocated costs. These funds are designed for a variety of purposes, including state employee salary increases, economic contingencies to address emergencies, higher education lease payments, and the Governor's discretionary economic development "Deal Closing" Fund.

HB 1600, as approved, contains a net increase of \$26.1 million in general fund spending. Recommendations for additional funding include \$23.9 million in funding for an additional 2% across-the-board salary increase for state and local employees; \$21.8 million for a payroll reserve fund as part of the solution to "lag pay", and \$3.8 million to offset the health insurance premium surcharge at institutions of higher education. Reductions, totaling nearly \$20.0 million are also approved by the General Assembly. Appropriation reductions include \$8.7 million in savings accrued by not having to make benefit payments on the 6 day transition payment under the adopted "lag pay" proposal; \$4.0 million from sav-

ings resulting from a recalculation of the general fund salary base; and \$5.9 million in savings for payments from the solar Photovoltaic incentive grant fund.

- **Compensation Supplements**

- *Payroll Reserve - Lag Pay.*, The General Assembly appropriated \$21.8 million GF the second year to establish a payroll reserve fund as part of the solution to the “lag pay” problem. Under the approved solution, pay periods will be changed, but, pay dates will be unchanged:

Current Pay System:

<u>Pay Period</u>	<u>Pay Date</u>
16th through 31	1st
1st through 15th	16th

Adopted Lag Pay System:

<u>Pay Period</u>	<u>Pay Date</u>
10th through 24th	1st
25th through 9th	16th

To make the implementation of lag pay transparent to the employee, the first lagged pay period includes a one-time transition payment:

<u>Pay Period</u>	<u>Pay Date</u>
- Actual work for June 1 - June 9 PLUS a Transition Payment for June 10 - June 15th	June 16th
- Actual work for June 10 - June 24	July 1st
- Actual work for June 25 - July 9	July 16th

No employee's cash income or benefits will be reduced as a result of this implementation plan. A similar shift in pay periods, com-

bined with a one-time transition payment, will allow for a smooth transition to lag-pay for employees who are paid monthly.

The final component of the General Assembly's plan includes the establishment of a payroll reserve fund equal to \$21.8 million. The purpose of the payroll reserve fund is to provide cash to offset the additional payroll accruals on the Commonwealth's financial statements.

- ***Lag Pay Plan Benefit Savings.*** The adopted budget includes a general fund reduction of \$4.0 million the first year and \$4.7 million the second year from savings that accrue from not having to make benefit payments on the 6-day transition check.
- ***December 1, 1997 Salary Increase.*** The General Assembly approved \$23.9 million GF the second year for an additional 2% salary increase. Under the salary package approved by the General Assembly, state employees and state supported local employees will receive a 4% across-the-board salary and benefit adjustment on December 1, 1997. This salary adjustment applies to all state employees and state supported local employees except for sheriffs, commissioners of the revenue, and treasurers, who will receive a 2% salary adjustment, since the General Assembly approved a new pay plan for these groups during the 1996 Session.
- ***Recalculation of Salary Cost.*** The adopted budget includes a reduction of \$2.8 million GF the first year and \$1.2 million GF the second year in savings that result from a recalculation of the amounts needed for the fiscal year 1997 and 1998 salary increases.

- **Economic Contingency Fund**

- ***Solar Photovoltaic Incentive Fund.*** The adopted budget includes a general fund reduction of \$1.5 million the first year and \$4.4 million the second year for the solar Photovoltaic Grant Fund. The reduction reflects the adoption of a payment schedule consistent with that for the semiconductor grants, and the latest estimates of production and sales of solar photovoltaic panels. Under the new payment schedule, the state has 150 days in which to make payment to a qualified manufacturer. These additional days will push the grant payment into the next fiscal year.
- ***Virginia Liaison Office.*** The budget transfers \$177,646 and 3 positions from the Central Accounts to the Virginia Liaison Office. Funds and related positions were held in the Central Accounts

pending a study from the Joint Legislative Audit and Review Commission (JLARC). Findings of the JLARC study recommend the restoration of the funds and positions.

- *Roanoke Valley Employer.* The budget, as approved, provides a contingent appropriation of \$700,000 GF the second year for the City of Roanoke to retain a major employer.
- *Newport News Employer.* The adopted budget provides \$1.0 million GF the second year to the City of Newport News to help retain defense related employment at the ship yard.
- *Petersburg Employer.* The approved budget provides \$500,000 GF the second year to the City of Petersburg to help attract a major employer.

- **Reversion Clearing Account**

- *Business Modernization Program Balance.* The approved budget includes a reversion of \$300,000 to the general fund from unexpended balances in the business modernization program
- *Agency Reversions.* The adopted budget directs the Department of Planning and Budget to revert \$2.0 million GF from agency appropriations as a result of the handling of Chapter 1056 (House Bill 29).

- **Personnel Management Services**

- *State Employee Health Insurance Program.* The General Assembly approved a comprehensive package to maintain the financial integrity of the State's Health Insurance Program. The package includes extending the current medical plan year from December 31, 1997, through June 30, 1998. This measure will ensure that premiums would not be increased without the General Assembly having a chance to review them during the 1998 Session.

The second component involves an infusion of approximately \$27.3 million into the Health Insurance Fund. This amount represents the projected Fund deficit on June 30, 1998. The Health Insurance Fund will recoup this amount through a surcharge on employer premiums. No surcharge will be applied to the employee paid portion.

The third action includes a general fund appropriation of \$553,192 the first year and \$3.3 million the second year institutions of higher education in order to avoid any adverse impact on colleges' tuition and fee policy.

- **Transition Support**

- *Statewide Elected Officials Transition Support.* The General Assembly approved a general fund appropriation of \$100,000 in the second year to assist in the transition of the next Governor, Lieutenant Governor, and Attorney General. These funds will cover expenses from the time of election until the inauguration. The amount provided for each office is as follows: Governor, \$65,000; Lieutenant Governor \$17,500; and Attorney General, \$17,500.

Independent Agencies

The adopted budgets for the Independent Agencies result in a net decrease of \$421.6 million (all funds) for the biennium when compared to the original appropriation. Recommended reductions of \$423.7 million are attributable almost entirely to a technical adjustment related to the establishment of the Medical College of Virginia Hospitals Authority. The budget, as adopted, also includes an increase of \$750,000 (NGF) for the biennium to provide additional liability insurance for VRS directors, and an additional \$1.3 million (NGF) for the Uninsured Employers Fund at the Virginia Workers' Compensation Commission.

- **Virginia Workers' Compensation Commission**

- *Uninsured Employer's Fund.* The adopted budget provides a supplemental nongeneral fund appropriation of \$1.3 million to the Uninsured Employer's Fund, which is necessary, in part, due to the bankruptcy of a major southwest Virginia employer.

- **State Lottery Department**

- *Baseball Stadium Pilot Project.* The budget, as adopted, provides for the Lottery Department to establish a pilot-project to help determine the feasibility of baseball-oriented lottery tickets or shares game helping to finance a major-league baseball stadium.

- **Virginia Retirement System**
 - *Director's Liability Insurance.* The adopted budget proposes an increase of \$750,000 to improve the liability insurance coverage for directors and others in light of the increased size of the VRS Trust fund.
 - *Reimbursement for Actuarial Work.* The budget, as adopted, provides \$85,000 non-general funds to offset the cost of actuarial work completed by the VRS on behalf of the Joint Commission on Management of the Commonwealth's Workforce

- **Medical College of Virginia Hospitals Authority**
 - *Transfer Poison Control Center.* The budget, as adopted, transfers \$140,000 GF in the second year from MCV to consolidate poison control funding in the Department of Health. The Department of Health has issued a request for proposal to operate poison control services. A companion amendment to the University of Virginia Medical Center transfers \$523,000 GF provided for poison control services from the Medical Center to the Department of Health.
 - *Appropriation Adjustment.* The budget, as adopted, eliminates the appropriation for MCV in the second year since it will be an independent authority in FY 1998. No funds will be deposited with the State Controller; therefore, no appropriation is required. Positions will still be reflected in the Act, as required by the legislation which created the Authority.
 - *Transfer of Positions to the Medical School.* The budget, as adopted, transfers 197.23 FTE positions from the MCV Authority to Virginia Commonwealth University. The positions are instructional and administrative faculty which support the School of Medicine.
 - *Technical Adjustment for split-funded Positions.* The adopted budget reduces the non-general fund employment level in the second year by 142.26 FTE positions. Certain administrative and classified positions have been split-funded with Virginia Commonwealth University, which now will provide various contractual services for MCV. Because MCV is now an independent agency, the positions can no longer be "shared." The budget bill, as introduced, made a similar adjustment for faculty and research positions.

- **Higher Education Tuition Trust Fund**
 - *Establish Employment Level.* The budget, as adopted, provides 7.0 FTE positions for the operation of the Higher Education Tuition Trust Fund. The positions will be funded from the nongeneral fund, *sum sufficient*, appropriation provided to the Trust Fund.
 - *Increased Appropriation.* The adopted budget increases the cap on the Virginia Higher Education Tuition Trust Fund's non-general fund, *sum sufficient* appropriation by \$1.0 million each year. This increased appropriation authority is necessary to meet the Authority's projected level of expenditures.

Capital Outlay

The budget, as adopted, provides \$233.3 million in additional support for capital construction, \$22.1 million of which would come from the general fund. Of the general fund amount, \$9.9 million was earmarked by the 1996 General Assembly for maintenance reserve, based on any FY 1996 year-end revenue surplus. An additional \$4.3 million GF will underwrite the cost for new facilities for female cadets attending VMI.

Funding of \$500,000 GF each was provided for projects at James Madison University and the College of William and Mary. Both projects had received planning and/or infrastructure funding in 1996. The balance of the general fund recommendations (\$7.9 million) supports various projects which are described below.

In addition, \$5.1 million in nongeneral fund interest earnings on Virginia Public Building Authority bonds was earmarked for capital projects. Of this amount, \$2.5 million was provided as a supplement to the Advanced Telecommunications project at Virginia Tech, and \$1.5 million was provided for roof and mechanical system repairs throughout the Virginia Community College System.

The following table summarizes the additional capital appropriations provided in the budget, as adopted.

Capital Outlay (in millions)	
General Fund	\$22.1
Nongeneral Fund	
Additions	232.2
Reductions	<u>(21.0)</u>
Total	\$233.3

Additional information on selected capital projects follows.

- **Fire Safety Improvements**

- *Fire Sprinklers for High-Rise Dormitories.* The budget, as adopted, provides \$9.7 million in nongeneral fund authority for improvements at six higher education institutions to install fire sprinkler/suppression systems in student dormitories. The source of funds for the projects will be auxiliary enterprise reserves, or state Treasury loans to be repaid with funds generated by the auxiliaries. The affected institutions and amounts authorized are:

James Madison	\$450,000
University of Virginia	\$504,000
Norfolk State	\$759,000
Longwood	\$918,000
Radford	\$1,516,000
Virginia Tech	\$5,600,000

- **Maintenance Reserve**

- *Year-end Balance.* Chapter 912 directed that up to \$9.9 million GF in additional appropriations for maintenance reserve projects statewide was to be made available from any revenue surplus that existed on June 30, 1996. The budget, as adopted, implements this provision.

- *Science Museum of Virginia.* The budget, as adopted, earmarks \$220,000 GF from maintenance reserve funds for the Science Museum of Virginia, to renovate the Universe Theater and to purchase and install a new star projector.
 - *Melchers-Monroe.* The budget, as adopted, provides \$150,000 GF from maintenance reserve funds for HVAC, security, and other improvements to James Monroe's Law Office.
- **Department of General Services**
 - *Repairs to 8th Office Buildings.* The budget, as adopted, provides \$250,000 GF for repairs to the exterior of the Eighth Street office building.
 - *Emergency Exits, 8th & 9th Street State Office Buildings.* The budget, as adopted, provides \$705,000 GF for emergency exits for the Ninth Street Office Building, and \$475,000 GF for emergency exits for the Eighth Street Office Building.
 - *War Memorial Renovation.* The budget, as adopted, provides \$279,450 from the general fund for renovations to the Virginia War Memorial.
- **Department of Agriculture and Consumer Services**
 - *Farmers' Market.* The budget, as adopted, provides \$100,000 GF as a supplement to the Northern Neck Farmers' Market, to cover infrastructure costs.
- **Virginia Community College System**
 - *Roof Repairs, HVAC, and Major Mechanical.* The budget, as adopted, includes \$1.5 million from interest on VPBA bonds, to be used for system-wide roof, heating, ventilation, cooling, and other mechanical system repairs at the community colleges.
 - *Structural Repairs/Equipment.* The budget, as adopted, includes \$100,000 GF for structural repairs to the Piedmont Virginia Community College campus. The budget also provides \$250,000 GF for equipment for the new Health and Community Development Center at Southwest Virginia Community College, and \$184,000 GF for

equipment for the new Fredericksburg Campus of Germanna Community College.

- **University of Virginia**

- *Law School Structural Supports.* The approved budget includes \$4.4 million -- \$1.75 million from the general fund and \$2.65 million nongeneral funds -- to replace steel reinforcing cables in the second and third floors of the University's Law School building. The reinforcing cables run through the concrete floor slabs on these levels, and preliminary engineering reports indicate the possibility of a serious threat to the building's integrity and occupant safety.

- **Clinch Valley College**

- *Domestic Water Supply Upgrade.* The budget includes \$454,000 GF to replace the water supply tank structure and supply line providing domestic water service for Clinch Valley College.
- *Supplement to Zehmer Hall Renovation.* The budget adds \$200,000 GF and \$750,000 NGF to address cost overruns in this project.
- *Athletics and Recreational Fields.* The approved budget includes \$3.0 million NGF for the construction of athletic and recreational fields at Clinch Valley College.

- **Virginia Commonwealth University**

- *MCV - West Hospital Renovation Supplement.* The budget, as adopted, includes \$2.1 million GF and \$1.4 million nongeneral fund to supplement the \$2.5 million project approved in the 1992 General Obligation Bond referendum to improve the A. D. Williams/West Hospital facilities. The funds will be used to install 17-story exterior fire escapes on three wings of West Hospital.

- **George Mason University**

- *Prince William Institute, Phase I.* The budget, as adopted, provides \$250,000 in general funds, \$500,000 from VPBA interest, and \$250,000 in nongeneral funds for construction of an auditorium in the first phase of the Prince William campus.

- **The College of William and Mary**
 - *Swem Library Renovations.* The budget, as adopted, provides \$500,000 GF and \$6.0 million NGF (from private gifts) to allow the College of William and Mary to continue planning the project.
 - *Wren Building Renovations.* \$3.7 million NGF is included in the budget to support miscellaneous structural, electrical, and mechanical system renovations and other improvements in the historic Wren Building. Private gifts and grants will provide funds for the effort.
 - *William and Mary Hall Renovations.* Revenue bond authority totaling \$2.2 million NGF is included in the budget to support miscellaneous structural, electrical, and mechanical system renovations to William and Mary Hall.

- **Virginia Institute of Marine Science**
 - *Property Acquisition.* The budget provides \$200,000 GF and \$350,000 NGF to allow VIMS to acquire property available adjacent to the Gloucester Point campus.

- **James Madison University**
 - *College of Integrated Science and Technology, Phase II.* The budget, as adopted, provides \$500,000 GF to allow James Madison University to continue planning the project.

- **Christopher Newport University**
 - *Property Acquisition.* The budget, as adopted, provides \$500,000 GF and \$900,000 NGF to allow the university to acquire property as it becomes available.
 - *Other Nongeneral Fund Projects.* The budget, as adopted, provides \$15.0 million NGF for the Performing Arts Center; \$15.0 million NGF for the Sports, Wellness and Convocation Center, and \$500,000 NGF to allow CNU to begin planning for construction of a parking deck.

- **Virginia Military Institute**

- *Modification of Facilities for Women Cadets.* In November, 1996, the Governor authorized three capital projects for VMI totaling \$4.3 million GF, under authority granted in the general provisions of the Appropriations Act, which allows him to deal with emergency or extraordinary circumstances when the General Assembly is not in session.

The funds are to be used to construct separate sleep, study, recreation and restroom facilities for women cadets in various buildings at the Institute. The projects include \$505,000 for Barracks improvements, \$2.4 million for gymnasium upgrades, and \$1.4 million for improvements (mainly restrooms) in several academic buildings. The projects also include miscellaneous safety and security improvements.

Projects were approved so they could be completed in time for the 1997-98 academic year. Funding is included in the budget, as adopted, to restore second year operating funds which had been shifted to the first year, in order to begin the projects.

- **Norfolk State University**

- *Property Acquisition.* The budget, as adopted, provides \$415,000 from VPBA interest, and \$415,000 from nongeneral funds to allow Norfolk State to acquire approximately 25 acres located in the South Brambleton section of Norfolk.

- **Longwood College**

- *Renovation of Business Development Center.* The budget, as adopted, provides \$100,000 from VPBA interest for renovation and expansion of the Small Business Development Center at Longwood College.

- **Mary Washington College**

- *Supplement to Stafford Campus Project.* The budget, as adopted, provides \$500,000 GF to supplement the Stafford Campus project, for the development of telecommunications infrastructure.

- **Virginia Museum of Fine Arts**
 - *Supplement to Education and Outreach Center.* The budget, as adopted, provides \$275,000 GF to supplement the renovation project for the Center for Education and Outreach at the Virginia Museum of Fine Arts. Bids for the project came in higher than budgeted.

- **Jamestown-Yorktown Foundation**
 - *Supplement for Visitors Center.* The budget, as adopted, provides \$200,000 GF and \$50,000 NGF as a supplement to the Jamestown Settlement Cafe project, to begin planning for a visitor services building.

- **Southwest Virginia Higher Education Center**
 - *General Obligation Bond Supplement.* The budget, as adopted, includes \$568,945 NGF to supplement the 1992 General Obligation Bond project to construct the Center. The supplement is intended to add an auditorium facility to the Center. Costs are to be covered by a grant from the Appalachian Regional Commission, and other locally generated funds.

- **Department of Military Affairs**
 - *Danville Armory Supplement.* The budget, as adopted, provides \$964,000 GF to match \$1.7 million in federal funds which have been appropriated for the construction of a replacement National Guard Armory in the City of Danville.

- **Department of State Police**
 - *Dinwiddie and Salem Area Offices.* The budget, as adopted, makes technical adjustments to two projects approved last year. The first adjustment permits the Department of State Police to build a new Area Office on a non-contiguous parcel of land at the Central State Hospital complex in Dinwiddie County rather than renovate the existing office elsewhere in the county. The second adjustment authorizes the purchase of an existing building in Salem, rather than construction of a new office in that City.

- **Department of Corrections**

- *Use of Balances for Start-Up Equipment.* The budget, as adopted, provides \$6.0 million from available year end balances to be used for the purchase of the start-up equipment for the Sussex II, Red Onion, and Wallens Ridge correctional center projects.
- *Planning for New Medium Security Prison.* The budget, as adopted, provides \$1.2 million NGF to continue design work on a medium security prison. The source of funds for the project is expected to be federal grants available under the Violent Offender Incarceration and Truth-in-Sentencing Incentive Grant Program authorized by the Federal Anti-Crime Act.

Nonstate Agencies

- **Nonstate Agencies**

- The adopted budget includes an additional \$5.1 million GF for nonstate agencies in the biennium. These funds are grants to non-state groups and organizations for historical and cultural purposes and must be matched by a local contribution.

<u>Nonstate Agency</u>	Chapter 912	1997 Action	Approved Budget
Appalachian Traditions	10,000	0	10,000
Art Museum of Western Virginia	230,000	35,000	265,000
Banner Trail Committee	10,000	0	10,000
Barter Theatre	250,000	0	250,000
Beacon Theatre	25,000	0	25,000
Black History Museum	100,000	0	100,000
Blue Ridge Institute	35,000	Language	35,000
Blue Ridge Zoological Society	55,000	0	55,000
Camp Baker	20,000	0	20,000
Charles City Center for Local History	0	10,000	10,000
Chincoteague Convention Center Authority	10,000	0	10,000
Chrysler Museum	1,093,632	250,000	1,343,632
Council for America's First Freedom	632,000	0	632,000
Culpeper Calvary Museum	10,000	0	10,000
Danville Museum of Fine Arts & Hist.	50,000	0	50,000
Fluvanna Arts Council	100,000	25,000	125,000

<u>Nonstate Agency (Cont.)</u>	Chapter 912	1997 Action	Approved Budget
Fredericksburg Area Museum	25,000	10,000	35,000
George Mason Memorial Garden in Wash., D.C.	0	250,000	250,000
Good Hope School	0	15,000	15,000
Hampton History Museum	50,000	40,000	90,000
Hampton University Museum	60,000	0	60,000
Historic Crab Orchard Museum	65,000	30,000	95,000
Historic Gordonsville/Exchange Hotel	20,000	0	20,000
Holiday Lake 4-H Center	50,000	50,000	100,000
Jamestown 4-H Center	0	50,000	50,000
John Marshall Foundation	15,000	0	15,000
Kinsale Museum	15,000	0	15,000
Lewis Ginter Botanical Gardens	50,000	0	50,000
Lyric Council, Inc.	0	50,000	50,000
MacCallum More Mus. & Gardens	50,000	0	50,000
Mariners' Museum	290,000	100,000	390,000
Mathews Court House	0	15,000	15,000
Maymont Foundation	100,000	150,000	250,000
Montpelier Center	0	100,000	100,000
Museum of the Confederacy	50,000	0	50,000
National D-Day Memorial	250,000	100,000	350,000
Norfolk Botanical Garden	100,000	150,000	250,000
Northern Va. 4-H Educational Center	50,000	50,000	100,000
Paramount Theatre	0	50,000	50,000
Peninsula Fine Arts	320,000	100,000	420,000
Piedmont Arts Association	137,500	0	137,500
Portsmouth Children's Museum	200,000	0	200,000
Rawls Museum of Arts	25,000	25,000	50,000
Reedville Fishermen's Museum	0	50,000	50,000
Richmond Children's Museum	75,000	50,000	125,000
Science Museum of Western Virginia	500,000	0	500,000
Shady Grove School	0	15,000	15,000
Shenandoah Valley Discovery Museum	50,000	0	50,000
Smith Mountain Lake 4-H Center	0	50,000	50,000
Smithsonian's National Air and Space Museum	500,000	500,000	1,000,000
Southeast 4-H Center	0	50,000	50,000
Southern Regional 4-H Horse Championship	20,000	0	20,000
Southwest 4-H Center	0	50,000	50,000
Special Friends Project	0	25,000	25,000
Tacoma School Community Center	0	25,000	25,000
Tazewell County Historical Society	0	5,000	5,000
Theatre IV	50,000	0	50,000
Trail of the Lonesome Pine	25,000	10,000	35,000
Virginia Air and Space Center	400,000	65,000	465,000
Virginia Ballet	0	30,000	30,000
Virginia Equine Center Foundation	1,199,230	832,754	2,031,984
Virginia Living Museum	843,820	100,000	943,820

<u>Nonstate Agency (Cont.)</u>	Chapter 912	1997 Action	Approved Budget
Virginia Marine Science Museum	200,000	100,000	300,000
Virginia Museum of Transportation	250,000	125,000	375,000
Virginia Recreational Facilities Authority	800,000	250,000	1,050,000
Virginia Sports Hall of Fame	100,000	50,000	150,000
Virginia Symphony	0	100,000	100,000
Virginia Zoological Society	225,000	550,000	775,000
VA Challenger Learn. Cntr./Math & Science	0	30,000	30,000
Volunteer Rescue Squad Museum	100,000	25,000	125,000
Waterman's Museum 2	0	25,000	25,000
Weems-Botts Museum	0	35,000	35,000
Western Va. Found. for the Arts and Sciences	773,830	100,000	873,830
William King Regional Arts Center	250,000	25,000	275,000
Wolf Trap Found. for Performing Arts	200,000	150,000	350,000
Women in Military Service Memorial	50,000	0	50,000
Nonstate 1996-98 Biennial Total	11,165,012	5,077,754	14,760,012

- **Historic Landmarks**

- The adopted budget includes an additional \$866,000 GF for historic landmarks in the biennium. These funds - which are budgeted to the Department of Historic Resources - are grants to nonstate groups and organizations for the maintenance and operation of historical properties and must be matched by a local contribution.

<u>Historic Landmark</u>	Chapter 912	1997 Action	Adopted Budget
Alexandria Academy	50,000	0	50,000
Andrew Johnston House	25,000	0	25,000
Assoc. for Preservation of Va. Antiquities	100,000	325,000	425,000
Avoca	30,000	0	30,000
Brentsville District Courthouse	0	25,000	25,000
Center for Industrial Preservation	0	25,000	25,000
Christ Church	0	50,000	50,000
Crispus Attucks Theater	25,000	0	25,000
Dodona Manor	100,000	100,000	200,000
Endview	25,000	0	25,000

<u>Historic Landmark</u>	Chapter 912	1997 Action	Adopted Budget
Ferry Farm	100,000	0	100,000
Giles County Historical Museum	25,000	0	25,000
Hewlett's Tavern	25,000	0	25,000
Historic Glencoe Residence	0	25,000	25,000
Historic Occoquan	0	1,000	1,000
Historic Prince William Co. Courthouse	150,000	Language	150,000
Kerr Place	11,000	0	11,000
Lee Hall Mansion	0	25,000	25,000
Little England Chapel	50,000	0	50,000
Memorial Hill Bandstand	3,204	0	3,204
Menokin	100,000	0	100,000
Miles B. Carpenter Museum	12,084	0	12,084
Montpelier	300,000	0	300,000
Nathaniel Friend House	25,715	0	25,715
New Kent Historical Society	0	10,000	10,000
Old Portlock School (Chesapeake Info Ctr.)	100,000	100,000	200,000
Pine Knot	40,000	0	40,000
Pocahontas Cemetery	20,000	10,000	30,000
Pocahontas Presbyterian Church	10,000	0	10,000
Poplar Forest	100,000	0	100,000
Red Hill	75,000	0	75,000
Robert Russa Moton School	0	25,000	25,000
Robert Russa Moton School Building	25,000	0	25,000
Scotchtown	20,000	20,000	40,000
Stevens Cottage	5,000	0	5,000
Stratford Hall	0	100,000	100,000
The Poe Museum	30,000	20,000	50,000
Valentine Museum	100,000	100,000	200,000
Village View	30,000	0	30,000
Virginia Historical Society	500,000	200,000	700,000
Woodlawn Plantation	0	25,000	25,000
Woodrow Wilson Birthplace	85,000	15,000	100,000
Landmarks 1996-98 Biennial Total	2,297,003	866,000	3,163,003

APPENDIX A

1996-97 AID FOR PUBLIC EDUCATION

DIVISION	1996-98		AVERAGE		1996-97 SOQ PAYMENTS *			HB 1600 as Adopted
	COMPOSITE		DAILY MEMBERSHIP		Technical	Census Loss	Buffer	
	INDEX	Ch.912	Revised	Difference				
ACCOMACK	0.3275	5,459	5,415	(44)	\$17,664,148	(207,857)	5,319	\$17,461,610
ALBEMARLE	0.6080	11,234	11,187	(47)	22,469,482	87,272		22,556,754
ALLEGHANY	0.2854	2,346	2,318	(28)	7,610,321	(71,621)	15,207	7,553,906
AMELIA	0.3394	1,760	1,824	64	5,591,005	220,376		5,811,381
AMHERST	0.3029	4,760	4,675	(85)	14,914,784	(258,998)	25,919	14,681,705
APPOMATTOX	0.2729	2,335	2,345	10	7,746,361	28,878	8,089	7,783,328
ARLINGTON	0.8000	17,369	17,364	(5)	25,163,515	(675,632)	243,722	24,731,605
AUGUSTA	0.3550	10,890	10,781	(109)	30,513,194	(140,991)		30,372,202
BATH	0.8000	876	868	(8)	1,119,129	(3,571)	513	1,116,071
BEDFORD	0.3769	9,403	9,206	(197)	24,833,542	(556,175)	40,215	24,317,581
BLAND	0.2358	991	1,000	9	4,245,886	38,958		4,284,844
BOTETOURT	0.3831	4,591	4,587	(4)	13,177,618	(25,338)	7,449	13,159,729
BRUNSWICK	0.2674	2,535	2,571	36	9,460,711	66,499	20,866	9,548,075
BUCHANAN	0.2377	4,963	4,952	(11)	18,171,061	(143,730)	149,456	18,176,788
BUCKINGHAM	0.2839	2,253	2,227	(26)	7,932,055	(27,451)	3,142	7,907,747
CAMPBELL	0.2952	8,470	8,405	(65)	25,154,027	(172,935)	26,356	25,007,448
CAROLINE	0.3335	3,627	3,697	70	10,989,463	199,666		11,189,128
CARROLL	0.2727	4,060	4,009	(51)	15,000,148	(156,496)		14,843,651
CHARLES CITY	0.3666	1,020	1,051	31	3,417,728	74,139	3,195	3,495,061
CHARLOTTE	0.2542	2,211	2,209	(2)	7,833,213	(13,233)	4,296	7,824,276
CHESTERFIELD	0.3976	49,898	49,696	(202)	125,460,330	(322,607)		125,137,723
CLARKE	0.5366	1,903	1,834	(69)	4,233,282	(147,360)	4,757	4,090,679
CRAIG	0.3064	711	728	17	2,387,854	67,698		2,455,551
CULPEPER	0.3969	5,182	5,215	33	14,639,850	106,593		14,746,444
CUMBERLAND	0.3187	1,176	1,218	42	4,276,247	136,518	12,328	4,425,093
DICKENSON	0.2236	3,116	3,084	(32)	11,362,181	(89,917)	21,175	11,293,439
DINWIDDIE	0.2923	3,930	4,076	146	12,500,670	436,422		12,937,092
ESSEX	0.4338	1,584	1,549	(35)	4,567,640	(76,731)		4,490,909
FAIRFAX	0.7235	139,897	139,879	(18)	217,969,953	5,738		217,975,691
FAUQUIER	0.6189	9,132	9,028	(104)	17,279,334	(133,461)	3,301	17,149,174

1996-97 AID FOR PUBLIC EDUCATION

DIVISION	1996-98		AVERAGE		1996-97 SOQ PAYMENTS *			HB 1600 as Adopted
	COMPOSITE		DAILY MEMBERSHIP		Technical Adjustments	Census Loss	Buffer	
	INDEX	Ch.912	Revised	Difference				
FLOYD	0.3174	1,838	1,934	96	5,917,685	243,337	9,055	6,170,077
FLUVANNA	0.3765	2,728	2,701	(27)	7,500,205	(27,759)		7,472,446
FRANKLIN	0.3717	6,882	6,797	(85)	19,680,698	(182,452)		19,498,246
FREDERICK	0.3924	9,876	9,890	14	24,767,647	30,012		24,797,659
GILES	0.3002	2,569	2,557	(12)	8,130,653	28,655		8,159,308
GLOUCESTER	0.3173	6,728	6,540	(188)	19,978,032	(804,801)		19,173,232
GOOCHLAND	0.7083	1,993	1,951	(42)	3,524,658	(27,475)		3,497,183
GRAYSON	0.2475	2,281	2,302	21	8,890,834	57,503	31,841	8,980,178
GREENE	0.3075	2,327	2,383	56	8,237,321	200,165		8,437,486
GREENSVILLE	0.2157	1,707	1,624	(83)	6,564,871	(278,666)	6,234	6,292,439
HALIFAX	0.2380	6,402	6,326	(76)	22,183,229	(230,492)		21,952,737
HANOVER	0.4680	14,673	14,675	2	33,254,681	101,839		33,356,521
HENRICO	0.5249	38,329	38,136	(193)	83,956,081	9,801		83,965,882
HENRY	0.3039	9,124	9,007	(117)	28,299,831	(297,001)	37,536	28,040,365
HIGHLAND	0.5009	380	379	(1)	1,165,382	(3,202)	214	1,162,394
ISLE OF WIGHT	0.3758	4,726	4,734	8	13,677,294	(9,821)	5,795	13,673,268
JAMES CITY	0.5993	6,938	6,760	(178)	13,129,523	(40,230)		13,089,293
KING GEORGE	0.3753	2,847	2,847	0	8,284,941	(61,256)	11,469	8,235,154
KING QUEEN	0.3497	864	888	24	3,179,964	56,309	8,810	3,245,083
KING WILLIAM	0.3513	1,609	1,655	46	5,154,689	130,663	3,143	5,288,495
LANCASTER	0.6467	1,636	1,606	(30)	3,164,442	(105,941)	21,449	3,079,950
LEE	0.1730	4,225	4,141	(84)	17,530,345	(238,672)	52,174	17,343,846
LOUDOUN	0.7322	21,452	21,597	145	29,836,202	1,052,889		30,889,091
LOUISA	0.6784	3,923	3,954	31	7,072,411	13,257	7,811	7,093,480
LUNENBURG	0.2238	2,043	2,147	104	7,683,498	268,422	14,671	7,966,592
MADISON	0.3775	1,986	1,894	(92)	5,815,387	(198,566)	4,739	5,621,561
MATHEWS	0.4883	1,252	1,294	42	3,126,172	131,606		3,257,778
MECKLENBURG	0.3071	4,987	5,045	58	16,525,323	111,866	44,409	16,681,599
MIDDLESEX	0.5684	1,368	1,358	(10)	3,135,466	(12,557)		3,122,909
MONTGOMERY	0.3625	9,029	9,091	62	27,042,138	173,791	8,731	27,224,660

1996-97 AID FOR PUBLIC EDUCATION

DIVISION	1996-98		AVERAGE		1996-97 SOQ PAYMENTS *			HB 1600 as Adopted
	COMPOSITE		DAILY MEMBERSHIP		Technical Adjustments	Census Loss Buffer		
	INDEX	Ch.912	Revised	Difference				
NELSON	0.4878	2,070	2,034	(36)	5,237,545	(45,161)		5,192,384
NEW KENT	0.4224	2,167	2,170	3	6,207,549	4,730	1,488	6,213,767
NORTHAMPTON	0.2979	2,493	2,455	(38)	8,253,889	(81,433)	4,836	8,177,292
NORTHUMBERLAND	0.6014	1,557	1,582	25	3,255,190	67,117	1,443	3,323,749
NOTTOWAY	0.2466	2,490	2,499	9	9,072,314	26,626	9,281	9,108,220
ORANGE	0.4223	3,773	3,744	(29)	10,464,197	(36,716)	10,172	10,437,654
PAGE	0.3166	3,494	3,587	93	11,248,934	264,501	18,486	11,531,921
PATRICK	0.2960	2,578	2,637	59	8,507,230	150,061	19,204	8,676,495
PITTSYLVANIA	0.2630	9,403	9,317	(86)	31,188,428	(148,871)		31,039,557
POWHATAN	0.3937	2,864	2,964	100	7,627,771	270,747		7,898,518
PRINCE EDWARD	0.3096	2,630	2,584	(46)	8,542,212	(118,144)	6,314	8,430,382
PRINCE GEORGE	0.2612	5,725	5,517	(208)	17,882,048	(575,363)	10,002	17,316,687
PRINCE WILLIAM	0.4315	47,875	48,306	431	124,821,166	1,193,764		126,014,930
PULASKI	0.3012	5,068	5,123	55	15,904,800	117,197	22,449	16,044,446
RAPPAHANNOCK	0.7420	1,091	1,037	(54)	1,870,440	67,175		1,937,616
RICHMOND	0.3754	1,315	1,294	(21)	3,814,414	63,455		3,877,869
ROANOKE	0.4176	13,776	13,904	128	36,043,244	333,791	108	36,377,143
ROCKBRIDGE	0.3713	3,013	3,013	0	8,735,958	(158,548)	4,962	8,582,372
ROCKINGHAM	0.3480	10,460	10,376	(84)	29,326,026	(176,331)		29,149,695
RUSSELL	0.2444	4,666	4,608	(58)	15,993,725	(55,531)		15,938,194
SCOTT	0.2174	3,830	3,850	20	14,546,013	77,219		14,623,232
SHENANDOAH	0.3755	5,369	5,270	(99)	14,761,582	(221,417)		14,540,165
SMYTH	0.2534	5,168	5,278	110	17,324,688	281,927	24,598	17,631,214
SOUTHAMPTON	0.3108	2,915	2,896	(19)	9,237,854	13,820	10,898	9,262,571
SPOITSYLVANIA	0.3837	15,805	15,970	165	41,651,180	513,920		42,165,100
STAFFORD	0.3663	17,714	17,420	(294)	46,271,184	(425,971)		45,845,212
SURRY	0.8000	1,337	1,252	(85)	1,700,842	(47,066)		1,653,776
SUSSEX	0.3527	1,531	1,540	9	5,213,645	(30,442)	17,754	5,200,957
TAZEWELL	0.2480	7,803	7,859	56	26,054,946	60,163	56,210	26,171,319
WARREN	0.4066	4,615	4,639	24	11,952,577	98,635		12,051,213

1996-97 AID FOR PUBLIC EDUCATION

DIVISION	1996-98		AVERAGE		1996-97 SOQ PAYMENTS *			HB 1600 as Adopted
	COMPOSITE		DAILY MEMBERSHIP		Chapter 912	Technical Adjustments	Census Loss Buffer	
	INDEX	Ch.912	Revised	Difference				
WASHINGTON	0.3097	7,548	7,512	(36)	22,713,875	(127,284)	67,777	22,654,367
WESTMORELAND	0.4014	2,048	2,050	2	5,798,374	25,008		5,823,382
WISE	0.2155	7,688	7,698	10	26,143,326	(55,365)	46,936	26,134,897
WYTHE	0.3046	4,308	4,328	20	13,795,048	10,898	14,011	13,819,958
YORK	0.3852	10,800	10,987	187	28,123,226	429,350		28,552,575
ALEXANDRIA	0.8000	10,058	10,042	(16)	14,300,160	362,737		14,662,897
BRISTOL	0.3563	2,521	2,468	(53)	7,856,518	(104,970)	5,802	7,757,350
BUENA VISTA	0.2418	1,050	1,071	21	3,853,741	39,614	3,798	3,897,153
CHARLOTTESVILLE	0.5447	4,380	4,348	(32)	10,552,411	118,785		10,671,196
CLIFTON FORGE	0.2543	717	684	(33)	2,333,276	(86,986)	1,700	2,247,990
COLONIAL HEIGHTS	0.4730	2,773	2,772	(1)	6,546,862	12,747		6,559,609
COVINGTON	0.3701	949	959	10	2,837,661	21,329	2,156	2,861,146
DANVILLE	0.3014	8,100	8,200	100	24,537,996	203,461	33,776	24,775,233
FALLS CHURCH	0.8000	1,525	1,483	(42)	1,931,066	1,442		1,932,509
FREDERICKSBURG	0.6568	2,264	2,121	(143)	4,535,257	(142,098)		4,393,160
GALAX	0.3767	1,257	1,232	(25)	3,505,237	35,274		3,540,510
HAMPTON	0.2947	23,778	23,930	152	68,364,200	319,130		68,683,330
HARRISONBURG	0.5483	3,531	3,586	55	7,863,842	59,081	13,240	7,936,163
HOPEWELL	0.2695	4,035	4,060	25	12,782,326	171,230	22,641	12,976,197
LYNCHBURG	0.3844	9,457	9,432	(25)	26,910,813	200,032		27,110,846
MARTINSVILLE	0.3639	2,825	2,816	(9)	7,961,137	(2,216)		7,958,921
NEWPORT NEWS	0.2941	31,303	31,137	(166)	94,987,601	(498,073)	23,110	94,512,638
NORFOLK	0.2992	34,960	35,534	574	111,767,273	2,136,489	227,445	114,131,206
NORTON	0.3433	759	771	12	2,276,604	66,996		2,343,600
PETERSBURG	0.2437	6,031	6,114	83	21,380,646	77,927	38,359	21,496,932
PORTSMOUTH	0.2372	17,721	17,634	(87)	64,410,934	(651,044)	34,253	63,794,144
RADFORD	0.3376	1,506	1,539	33	4,299,128	89,761	4,031	4,392,920
RICHMOND CITY	0.4507	26,943	26,799	(144)	74,774,118	(602,241)	226,499	74,398,377
ROANOKE CITY	0.4046	13,170	13,073	(97)	38,064,600	(332,759)	89,640	37,821,480
STAUNTON	0.3859	2,860	2,896	36	8,324,505	88,793	11,618	8,424,916

1996-97 AID FOR PUBLIC EDUCATION

DIVISION	1996-98 COMPOSITE INDEX	AVERAGE			1996-97 SOQ PAYMENTS *			HB 1600 as Adopted
		DAILY MEMBERSHIP			Chapter 912	Technical Adjustments	Census Loss Buffer	
		Ch.912	Revised	Difference				
SUFFOLK	0.3228	10,134	10,573	439	32,174,460	1,324,017		33,498,476
VIRGINIA BEACH	0.3425	76,564	76,033	(531)	209,655,128	(1,260,486)	152,552	208,547,194
WAYNESBORO	0.3979	3,093	2,976	(117)	7,788,681	(231,313)		7,557,369
WILLIAMSBURG	0.8000	761	711	(50)	1,078,666	(111,954)		966,713
WINCHESTER	0.5940	3,306	3,279	(27)	6,643,200	(21,304)		6,621,896
FAIRFAX CITY	0.8000	2,449	2,435	(14)	3,236,301	(46,151)	13,764	3,203,914
FRANKLIN CITY	0.2877	1,791	1,807	16	6,064,335	106,630		6,170,965
CHESAPEAKE CITY	0.3522	35,703	35,497	(206)	96,739,539	(365,190)		96,374,349
LEXINGTON	0.4204	695	659	(36)	1,770,793	(57,684)	275	1,713,384
EMPORIA	0.3142	993	1,028	35	3,191,818	102,412	5,705	3,299,934
SALEM	0.4356	3,895	3,905	10	9,380,374	29,648	2,951	9,412,973
BEDFORD CITY	0.3664	1,046	1,045	(1)	2,736,451	59,846		2,796,297
POQUOSON	0.3343	2,432	2,418	(14)	6,428,498	(12,891)		6,415,608
MANASSAS CITY	0.4968	5,768	5,814	46	13,814,880	138,110		13,952,990
MANASSAS PARK	0.3335	1,645	1,622	(23)	5,465,494	(58,376)		5,407,118
COLONIAL BEACH	0.3192	709	670	(39)	2,171,760	(46,234)		2,125,526
WEST POINT	0.3472	771	766	(5)	2,287,660	(18,069)	2,568	2,272,159
TOTALS	0.4500	1,087,619	1,086,450	(1,169)	\$2,820,965,722	\$1,217,791	\$2,126,194	\$2,824,309,707

Technology grants are not included in this table.

*Accounts included: Basic Aid, Salary Supplement, Textbooks, Vocational Ed-SOQ, Special Ed-SOQ, Gifted, Remedial, Remedial Summer School, Fringe Benefits, Harper Account, Sales Tax, Enrollment Loss, At-Risk, Maintenance, K-3 Primary Class Size, English as a Second Language, Composite Index Transition, SOL Staff Development, Truancy, and No Loss.

APPENDIX B

1997-98 AID FOR PUBLIC EDUCATION

1997-98 SOQ PAYMENTS *

DIVISION	1996-98 COMPOSITE INDEX	AVERAGE		Chapter 912	Technical Changes for ADM, Sales Tax and Updates	Policy Changes Adopted by General Assembly **	HB 1600 as Adopted
		DAILY MEMBERSHIP					
		Ch. 912	Revised				
ACCOMACK	0.3275	5,505	5,436	\$18,109,158	(\$277,275)	\$264,998	\$18,096,881
ALBEMARLE	0.6080	11,509	11,408	22,926,381	(139,241)	339,080	23,126,219
ALLEGHANY	0.2854	2,332	2,277	7,807,533	(175,190)	92,180	7,724,524
AMELIA	0.3394	1,787	1,912	5,771,744	399,321	78,632	6,249,697
AMHERST	0.3029	4,804	4,697	15,312,236	(371,363)	177,653	15,118,526
APPOMATTOX	0.2729	2,350	2,372	7,947,906	73,605	100,470	8,121,981
ARLINGTON	0.8000	17,761	17,732	26,157,919	(1,354,925)	381,972	25,184,966
AUGUSTA	0.3550	11,125	10,965	31,741,801	(138,004)	590,317	32,194,114
BATH	0.8000	887	869	1,157,407	(14,604)	10,853	1,153,656
BEDFORD	0.3769	9,807	9,526	26,333,773	(947,478)	337,018	25,723,312
BLAND	0.2358	976	984	3,889,094	34,521	77,017	4,000,632
BOTETOURT	0.3831	4,728	4,704	13,763,985	(133,151)	192,559	13,823,393
BRUNSWICK	0.2674	2,520	2,585	9,557,585	35,300	139,272	9,732,157
BUCHANAN	0.2377	4,755	4,727	17,748,369	(505,564)	227,303	17,470,108
BUCKINGHAM	0.2839	2,302	2,246	8,239,219	(130,679)	110,574	8,219,114
CAMPBELL	0.2952	8,514	8,419	25,764,467	(313,064)	392,129	25,843,533
CAROLINE	0.3335	3,652	3,736	11,296,910	247,745	145,757	11,690,412
CARROLL	0.2727	4,135	4,036	15,517,537	(605,678)	186,831	15,098,689
CHARLES CITY	0.3666	1,010	1,053	3,459,287	103,650	43,150	3,606,086
CHARLOTTE	0.2542	2,256	2,251	8,139,760	(49,852)	111,294	8,201,202
CHESTERFIELD	0.3976	50,886	50,431	130,401,537	(722,337)	1,486,373	131,165,573
CLARKE	0.5366	1,974	1,876	4,463,048	(228,572)	99,196	4,333,671
CRAIG	0.3064	724	751	2,515,075	114,248	32,529	2,661,853
CULPEPER	0.3969	5,226	5,285	15,065,426	192,708	186,416	15,444,550
CUMBERLAND	0.3187	1,185	1,244	4,382,254	134,293	62,204	4,578,751
DICKENSON	0.2236	3,055	3,016	11,347,362	(160,742)	150,814	11,337,434
DINWIDDIE	0.2923	3,982	4,245	12,913,620	764,763	261,505	13,939,888
ESSEX	0.4338	1,598	1,549	4,691,235	(88,776)	56,113	4,658,572
FAIRFAX	0.7235	142,213	142,527	226,373,421	661,888	3,685,987	230,721,296
FAUQUIER	0.6189	9,377	9,219	18,067,266	(222,647)	217,865	18,062,485

1997-98 AID FOR PUBLIC EDUCATION

1997-98 SOQ PAYMENTS *

DIVISION	1996-98 COMPOSITE INDEX	AVERAGE		Technical		Policy		HB 1600 as Adopted
		DAILY MEMBERSHIP		Changes for		Changes		
		Ch. 912	Revised	Difference	ADM, Sales Tax and Updates	Chapter 912	Adopted by General Assembly **	
FLOYD	0.3174	1,831	1,969	138	5,969,801	423,969	77,972	6,471,743
FLUVANNA	0.3765	2,856	2,823	(33)	7,964,233	(12,205)	94,795	8,046,824
FRANKLIN	0.3717	7,011	6,868	(143)	20,379,060	(383,352)	282,028	20,277,737
FREDERICK	0.3924	10,223	10,216	(7)	26,115,424	26,998	579,348	26,721,770
GILES	0.3002	2,567	2,551	(16)	8,265,032	(66,086)	101,807	8,300,752
GLOUCESTER	0.3173	6,916	6,647	(269)	20,922,748	(1,258,449)	491,428	20,155,727
GOOCHLAND	0.7083	2,091	2,024	(67)	3,712,950	(75,077)	35,938	3,673,811
GRAYSON	0.2475	2,310	2,335	25	9,172,004	8,491	118,770	9,299,266
GREENE	0.3075	2,412	2,488	76	8,696,985	257,668	105,945	9,060,599
GREENSVILLE	0.2157	1,696	1,583	(113)	6,641,954	(438,621)	85,975	6,289,308
HALIFAX	0.2380	6,397	6,274	(123)	22,606,927	(324,098)	289,794	22,572,623
HANOVER	0.4680	15,331	15,349	18	35,252,264	259,856	396,059	35,908,179
HENRICO	0.5249	39,538	39,252	(286)	88,051,498	244,794	1,154,322	89,450,614
HENRY	0.3039	9,137	9,000	(137)	28,839,815	(501,909)	347,722	28,685,628
HIGHLAND	0.5009	379	378	(1)	1,189,838	(3,406)	13,660	1,200,092
ISLE OF WIGHT	0.3758	4,832	4,827	(5)	14,248,831	(57,617)	173,044	14,364,258
JAMES CITY	0.5993	7,267	7,032	(235)	13,911,666	(174,702)	250,053	13,987,017
KING GEORGE	0.3753	2,911	2,895	(16)	8,626,665	(169,619)	99,692	8,556,738
KING QUEEN	0.3497	854	885	31	3,200,515	76,636	44,871	3,322,022
KING WILLIAM	0.3513	1,623	1,688	65	5,300,199	172,725	67,291	5,540,215
LANCASTER	0.6467	1,644	1,599	(45)	3,250,095	(218,375)	35,454	3,067,174
LEE	0.1730	4,179	4,067	(112)	17,659,054	(515,275)	233,571	17,377,350
LOUDOUN	0.7322	23,147	23,394	247	32,499,544	2,173,574	563,224	35,236,342
LOUISA	0.6784	3,990	4,032	42	7,306,267	(93,759)	78,343	7,290,851
LUNENBURG	0.2238	1,997	2,141	144	7,664,600	419,471	113,951	8,198,022
MADISON	0.3775	2,021	1,862	(159)	6,017,846	(403,795)	64,756	5,678,806
MATHEWS	0.4883	1,244	1,317	73	3,167,950	171,305	38,371	3,377,626
MECKLENBURG	0.3071	4,959	5,042	83	16,722,994	86,973	218,056	17,028,023
MIDDLESEX	0.5684	1,393	1,369	(24)	3,249,607	(6,889)	36,154	3,278,871
MONTGOMERY	0.3625	9,150	9,231	81	27,892,073	220,564	349,236	28,461,873

1997-98 AID FOR PUBLIC EDUCATION

1997-98 SOQ PAYMENTS *

DIVISION	1996-98 COMPOSITE INDEX	AVERAGE			Chapter 912	Technical Changes for ADM, Sales Tax and Updates	Policy Changes Adopted by General Assembly **	HB 1600 as Adopted
		DAILY MEMBERSHIP						
		Ch. 912	Revised	Difference				
NELSON	0.4878	2,075	2,024	(51)	5,333,502	(125,712)	60,733	5,268,522
NEW KENT	0.4224	2,223	2,240	17	6,478,973	(23,797)	104,371	6,559,547
NORTHAMPTON	0.2979	2,506	2,450	(56)	8,445,578	(151,848)	114,823	8,408,553
NORTHUMBERLAND	0.6014	1,570	1,622	52	3,349,948	51,210	39,767	3,440,924
NOTTOWAY	0.2466	2,510	2,514	4	9,315,786	41,480	127,043	9,484,308
ORANGE	0.4223	3,766	3,698	(68)	10,663,733	(184,760)	180,975	10,659,949
PAGE	0.3166	3,497	3,637	140	11,487,705	361,201	145,718	11,994,624
PATRICK	0.2960	2,571	2,680	109	8,607,356	244,893	131,368	8,983,617
PITTSYLVANIA	0.2630	9,468	9,354	(114)	31,953,833	(283,528)	393,253	32,063,558
POWHATAN	0.3937	2,979	3,161	182	8,060,148	502,788	175,502	8,738,438
PRINCE EDWARD	0.3096	2,642	2,565	(77)	8,741,234	(217,245)	118,509	8,642,498
PRINCE GEORGE	0.2612	5,942	5,629	(313)	18,842,978	(910,831)	219,399	18,151,546
PRINCE WILLIAM	0.4315	48,867	49,639	772	129,951,428	2,027,537	2,956,300	134,935,264
PULASKI	0.3012	5,018	5,098	80	15,990,400	157,123	198,319	16,345,841
RAPPAHANNOCK	0.7420	1,138	1,056	(82)	1,821,998	(66,305)	39,928	1,795,622
RICHMOND	0.3754	1,325	1,289	(36)	3,895,063	(102,999)	45,546	3,837,610
ROANOKE	0.4176	13,838	14,028	190	36,861,204	25,238	483,435	37,369,877
ROCKBRIDGE	0.3713	3,031	3,045	14	8,944,799	12,235	103,069	9,060,103
ROCKINGHAM	0.3480	10,702	10,552	(150)	30,575,105	(324,942)	454,582	30,704,745
RUSSELL	0.2444	4,615	4,522	(93)	16,093,731	(128,846)	206,541	16,171,425
SCOTT	0.2174	3,802	3,827	25	14,706,942	(219,774)	191,357	14,678,525
SHENANDOAH	0.3755	5,491	5,298	(193)	15,379,046	(456,120)	447,807	15,370,732
SMYTH	0.2534	5,119	5,264	145	17,499,400	264,524	223,452	17,987,376
SOUTHAMPTON	0.3108	2,979	2,944	(35)	9,606,273	(30,404)	124,725	9,700,594
SPOTSYLVANIA	0.3837	16,416	16,755	339	43,908,188	1,003,098	611,694	45,522,980
STAFFORD	0.3663	18,914	18,550	(364)	50,251,372	(410,581)	674,142	50,514,933
SURRY	0.8000	1,378	1,276	(102)	1,763,173	(34,576)	17,352	1,745,949
SUSSEX	0.3527	1,546	1,563	17	5,332,732	(24,409)	76,487	5,384,810
TAZEWELL	0.2480	7,593	7,696	103	25,873,739	126,743	325,076	26,325,559
WARREN	0.4066	4,671	4,699	28	12,339,136	81,186	258,704	12,679,026

1997-98 AID FOR PUBLIC EDUCATION

1997-98 SOQ PAYMENTS *

DIVISION	1996-98 COMPOSITE INDEX	AVERAGE DAILY MEMBERSHIP		Chapter 912	Technical Changes for ADM, Sales Tax and Updates	Policy Changes Adopted by General Assembly **	HB 1600 as Adopted
		Ch. 912	Revised				
WASHINGTON	0.3097	7,579	7,504	23,213,152	(339,594)	285,904	23,159,462
WESTMORELAND	0.4014	2,058	2,047	5,931,340	17,010	83,337	6,031,686
WISE	0.2155	7,518	7,555	26,086,286	5,498	336,098	26,427,883
WYTHE	0.3046	4,276	4,311	13,944,463	51,115	174,336	14,169,915
YORK	0.3852	10,875	11,123	28,846,390	611,558	334,513	29,792,461
ALEXANDRIA	0.8000	10,215	10,163	14,829,718	638,492	229,011	15,697,221
BRISTOL	0.3563	2,526	2,459	8,018,792	(355,083)	102,170	7,765,879
BUENA VISTA	0.2418	1,041	1,075	3,907,012	71,017	50,368	4,028,398
CHARLOTTESVILLE	0.5447	4,344	4,297	10,683,974	228,020	129,814	11,041,808
CLIFTON FORGE	0.2543	724	672	2,416,646	(152,461)	29,225	2,293,410
COLONIAL HEIGHTS	0.4730	2,811	2,796	6,756,258	(42,886)	107,591	6,820,963
COVINGTON	0.3701	943	956	2,863,296	(11,256)	36,930	2,888,971
DANVILLE	0.3014	8,036	8,169	24,790,757	42,022	346,554	25,179,333
FALLS CHURCH	0.8000	1,596	1,532	2,047,043	26,236	31,864	2,105,143
FREDERICKSBURG	0.6568	2,322	2,142	4,722,873	(157,612)	50,378	4,615,639
GALAX	0.3767	1,281	1,245	3,546,377	(94,807)	45,339	3,496,909
HAMPTON	0.2947	24,018	24,265	70,438,455	704,284	1,108,164	72,250,903
HARRISONBURG	0.5483	3,545	3,631	8,068,468	27,557	99,479	8,195,503
HOPEWELL	0.2695	4,018	4,040	12,981,021	130,095	188,710	13,299,825
LYNCHBURG	0.3844	9,507	9,465	27,538,464	378,118	349,475	28,266,058
MARTINSVILLE	0.3639	2,834	2,815	8,150,002	(84,092)	107,553	8,173,463
NEWPORT NEWS	0.2941	31,611	31,356	97,589,848	(558,205)	1,556,113	98,587,756
NORFOLK	0.2992	35,053	36,015	114,797,332	2,697,711	1,764,808	119,259,851
NORTON	0.3433	731	752	2,213,710	21,202	29,297	2,264,209
PETERSBURG	0.2437	5,981	6,103	21,618,095	205,883	345,933	22,169,911
PORTSMOUTH	0.2372	17,771	17,633	65,910,315	(503,598)	931,380	66,338,096
RADFORD	0.3376	1,515	1,573	4,407,253	157,093	56,461	4,620,807
RICHMOND CITY	0.4507	27,151	27,016	76,805,531	(1,369,094)	1,104,800	76,541,237
ROANOKE CITY	0.4046	13,295	13,199	39,181,832	(604,536)	524,559	39,101,856
STAUNTON	0.3859	2,830	2,881	8,406,989	141,869	106,128	8,654,986

1997-98 AID FOR PUBLIC EDUCATION

1997-98 SOQ PAYMENTS *

1996-98 COMPOSITE INDEX	AVERAGE DAILY MEMBERSHIP		Chapter 912	Technical Changes for ADM, Sales Tax and Updates	Policy Changes Adopted by General Assembly **	HB 1600 as Adopted		
	Ch. 912	Revised					Difference	
SUFFOLK	0.3228	10,393	11,159	766	33,563,374	2,249,345	475,520	36,288,240
VIRGINIA BEACH	0.3425	77,294	76,168	(1,126)	215,872,565	(3,340,528)	3,340,138	215,872,175
WAYNESBORO	0.3979	3,170	3,045	(125)	8,125,736	(244,337)	139,840	8,021,239
WILLIAMSBURG	0.8000	784	736	(48)	1,140,080	91,136	8,902	1,240,118
WINCHESTER	0.5940	3,358	3,334	(24)	6,841,606	(5,195)	79,247	6,915,658
FAIRFAX CITY	0.8000	2,476	2,466	(10)	3,348,417	(80,297)	50,440	3,318,559
FRANKLIN CITY	0.2877	1,798	1,816	18	6,195,223	(4,473)	87,960	6,278,710
CHESAPEAKE CITY	0.3522	36,503	36,370	(133)	100,729,156	(135,794)	1,441,495	102,034,857
LEXINGTON	0.4204	702	658	(44)	1,807,531	(92,336)	20,877	1,736,073
EMPORIA	0.3142	966	997	31	3,161,911	31,258	45,576	3,238,745
SALEM	0.4356	3,956	3,966	10	9,698,643	626	162,048	9,861,317
BEDFORD CITY	0.3664	1,080	1,090	10	2,877,592	154,659	35,613	3,067,864
POQUOSON	0.3343	2,426	2,400	(26)	6,541,714	(38,311)	73,964	6,577,367
MANASSAS CITY	0.4968	5,930	5,982	52	14,482,684	198,938	291,613	14,973,235
MANASSAS PARK	0.3335	1,726	1,686	(40)	5,822,457	(111,224)	117,478	5,828,711
COLONIAL BEACH	0.3192	740	693	(47)	2,302,493	(133,954)	28,351	2,196,890
WEST POINT	0.3472	794	782	(12)	2,394,753	(26,407)	72,528	2,440,874
TOTALS	0.4500	1,105,134	1,104,036	(1,098)	\$2,913,052,881	(\$2,380,069)	\$43,147,550	\$2,953,820,362

Technology grants are not included in this table.

*Accounts included: Basic Aid, Salary Supplement, Textbooks, Vocational Ed-SOQ, Special Ed-SOQ, Gifted, Remedial, Remedial Summer School, Fringe Benefits, Harper Account, Sales Tax, Enrollment Loss, At-Risk, Maintenance, K-3 Primary Class Size, ESL, and Truancy.

**Policy Changes Adopted include funding for: Teacher Salary Incentive Increase from 2.0% to 4.0%, K-3 Reduced Class Size Expansion, Reading Instruction, Cost of Competing Increase, Standards of Learning Implementation, Maintenance Supplement Increase from \$10 to \$15, and Remedial Program Assistance.

APPENDIX C

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
LEGISLATIVE BRANCH			
General Assembly			
1996-98 Budget (Chapter 912)	38,738,432	0	211.00
Continue Debt Study	Language	0	0.00
Abandoned Waste Site Study	Language	0	0.00
Natural Resources Special Funds Study	Language	0	0.00
Security system & telephone system	541,000	0	0.00
House Conference Room Expansion	300,000	0	0.00
House Legislative Assistant's Computers	250,000	0	0.00
Per diem Increases-House	191,400	0	0.00
Per diem Increases-Senate Members	43,920	0	0.00
Per diem Increases-Senate Aides	39,040	0	0.00
Senate Clerk's Office Positions (2 FTE)	78,780	0	2.00
Mileage Reimbursement Increase	20,000	0	0.00
Speaker's Salary Adjust.-Equal Lt. Gov. Adjust.	Language	0	0.00
Long Term Care Study	Language	0	0.00
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HB 1600, as Adopted	40,202,572	0	213.00
% Net Change	3.8%	NA	0.9%
Legislative Services			
1996-98 Budget (Chapter 912)	9,929,996	507,094	70.00
Commission on Science & Technology (HB 2138)	100,000	0	0.00
Health Commission (Long Term Care Study)	125,000	0	0.00
Health Commission (HMO Study)	100,000	0	0.00
Chesapeake Bay Commission Dues	25,000	0	0.00
Martin Luther King, Jr. Memorial Comm. (HB 2198)	50,000	0	0.00
Commission/Future of Public Education	50,000	0	0.00
Youth Commission-VJCCA Evaluation	Language	0	0.00
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HB 1600, as Adopted	10,379,996	507,094	70.00
% Net Change	4.5%	0.0%	0.0%
Division of Legislative Automated Systems			
1996-98 Budget (Chapter 912)	5,191,638	446,074	19.00
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HB 1600, as Adopted	5,191,638	446,074	19.00
% Net Change	0.0%	0.0%	0.0%
Joint Legislative Audit and Review Commission			
1996-98 Budget (Chapter 912)	4,146,574	620,884	34.00
DIT Study Supplement	0	45,000	0.00
Welfare Reform Study	200,000	0	0.00
Fair Housing Office Study	Language	0	0.00
Hiring Incentives Study/Welfare Reform	Language	0	0.00
Year 2000 Computer Study	Language	100,000	0.00
Conservation & Recreation Study	Language	0	0.00
Comprehensive Services Act Study	Language	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Child Day Care Follow-up Study	Language	0	0.00
HB 1600, as Adopted	4,346,574	765,884	34.00
% Net Change	4.8%	23.4%	0.0%
Auditor of Public Accounts			
1996-98 Budget (Chapter 912)	16,208,922	1,550,342	180.00
IHRIS Study	Language	0	0.00
DGS Procurement Study	Language	0	0.00
HB 1600, as Adopted	16,208,922	1,550,342	180.00
% Net Change	0.0%	0.0%	0.0%
Va. Commission on Intergovernmental Cooperation			
1996-98 Budget (Chapter 912)	705,378	0	0.00
HB 1600, as Adopted	705,378	0	0.00
% Net Change	0.0%	NA	NA
Capitol Police			
1996-98 Budget (Chapter 912)	5,070,436	0	73.00
Capitol Police State Library Security	169,000	0	2.00
HB 1600, as Adopted	5,239,436	0	75.00
% Net Change	3.3%	NA	2.7%
Comm. on the Va. Alcohol Safety Action Program			
1996-98 Budget (Chapter 912)	0	2,024,198	6.00
HB 1600, as Adopted	0	2,024,198	6.00
% Net Change	NA	0.0%	0.0%
Legislative Reversion Clearing Account			
1996-98 Budget (Chapter 912)	487,000	0	0.00
Legislative Contingency Account	211,110	0	0.00
Per diem cost to House & Senate Budgets	(274,360)	0	0.00
HB 1600, as Adopted	423,750	0	0.00
% Net Change	(13.0%)	NA	NA
Legislative Branch			
1996-98 Budget (Chapter 912)	80,478,376	5,148,592	593.00
Net Change	2,219,890	145,000	4.00
Total for Legislative Department	82,698,266	5,293,592	597.00
% Net Change	2.8%	2.8%	0.7%
JUDICIAL BRANCH			
Supreme Court			
1996-98 Budget (Chapter 912)	352,773,834	1,340,950	2,278.56
Court-Appointed Attorneys' Fees	Language	0	0.00
87,991,858			

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Reports on Collection & Level of Fines, Fees, & Costs	Language	0	0.00
Streamline VCIN Protective Orders Process	Language	0	0.00
New Circuit Judgeship (HB 1921)	154,550	0	1.00
New District Judgeship (HB 1920)	140,580	0	1.00
Two J&DR Judgeships (HB 1920)	281,160	0	2.00
Additional Magistrate Positions	186,700	0	5.60
Magistrates Salary Increase (JLARC Report)	682,993	0	0.00
Commission on Family Violence Prevention	30,000	0	0.00
Computer Equipment Replacement	500,000	0	0.00
Involuntary Mental Commitment Fund			
Balances	(2,500,000)	0	0.00
Criminal Fund Balances	(1,000,000)	0	0.00
HB 1600, as Adopted	351,249,817	1,340,950	2,288.16
% Net Change	(0.4%)	0.0%	0.4%
Judicial Inquiry & Review Commission			
1996-98 Budget (Chapter 912)	676,204	0	3.00
Unanticipated Personnel Obligations	26,018	0	0.00
Office Renovation, Recruitment, & Other Costs	55,000	0	0.00
HB 1600, as Adopted	757,222	0	3.00
% Net Change	12.0%	0.0%	0.0%
Virginia State Bar			
1996-98 Budget (Chapter 912)	1,920,000	16,129,085	70.50
Capital Representation Resource Center	100,000	0	0.00
Legal Services Corporation (Legal Aide-Civil)	1,000,000	0	0.00
HB 1600, as Adopted	3,020,000	16,129,085	70.50
% Net Change	57.3%	0.0%	0.0%
State Board of Bar Examiners			
1996-98 Budget (Chapter 912)	1,624,756	0	4.00
HB 1600, as Adopted	1,624,756	0	4.00
% Net Change	0.0%	0.0%	0.0%
Public Defender Commission			
1996-98 Budget (Chapter 912)	28,728,580	0	280.50
Charlottesville Public Defender (HB 1607)	(541,430)	0	0.00
HB 1600, as Adopted	28,187,150	0	280.50
% Net Change	0.0%	0.0%	0.0%
Virginia Criminal Sentencing Commission			

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
1996-98 Budget (Chapter 912)	1,411,938	70,000	10.00
<i>HB 1600, as Adopted</i>	1,411,938	70,000	10.00
<i>% Net Change</i>	0.0%	0.0%	0.0%
Judicial Branch			
1996-98 Budget (Chapter 912)	387,135,312	17,540,035	2,646.56
Net Change	(884,429)	0	9.60
<i>Total for Judicial Department</i>	386,250,883	17,540,035	2,656.16
<i>% Net Change</i>	(0.2%)	0.0%	0.4%
EXECUTIVE OFFICES			
Office of the Governor			
1996-98 Budget (Chapter 912)	4,283,388	0	35.00
Emergency Relief Expenditures (HB 2670)	Language	0	0.00
Newly Elected Governor's Salary	Language	0	0.00
<i>HB 1600, as Adopted</i>	4,283,388	0	35.00
<i>% Net Change</i>	0.0%	0.0%	0.0%
Office of the Lieutenant Governor			
1996-98 Budget (Chapter 912)	569,580	0	6.00
Newly Elected Lt. Governor's Salary	Language	0	0.00
<i>HB 1600, as Adopted</i>	569,580	0	6.00
<i>% Net Change</i>	0.0%	0.0%	0.0%
Attorney General & Dept. of Law			
1996-98 Budget (Chapter 912)	24,267,892	10,303,548	269.00
Newly Elected Attorney General's Salary	Language	0	0.00
<i>HB 1600, as Adopted</i>	24,267,892	10,303,548	269.00
<i>% Net Change</i>	0.0%	0.0%	0.0%
Secretary of the Commonwealth			
1996-98 Budget (Chapter 912)	2,031,602	0	21.00
Electronic Disclosure (HB 2279)	140,000	0	0.00
<i>HB 1600, as Adopted</i>	2,171,602	0	21.00
<i>% Net Change</i>	0.0%	0.0%	0.0%
Virginia Liaison Office			
1996-98 Budget (Chapter 912)	177,646	85,033	0.00
Restore Second Year Appropriation	177,646	85,033	3.00
New Position-Increase Federal Funds	29,600	14,172	1.00
<i>HB 1600, as Adopted</i>	384,892	184,238	4.00
<i>% Net Change</i>	116.7%	116.7%	NA
Interstate Organization Contributions			

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
1996-98 Budget (Chapter 912)	583,357	0	0.00
ACIR Name Change	Language	0	0.00
HB 1600, as Adopted	583,357	0	0.00
% Net Change	0.0%	0.0%	0.0%
Executive Offices			
1996-98 Budget (Chapter 912)	31,913,465	10,388,581	331.00
Net Change	347,246	99,205	4.00
Total for Executive Offices	32,260,711	10,487,786	335.00
% Net Change	1.1%	1.0%	1.2%
ADMINISTRATION			
Secretary of Administration			
1996-98 Budget (Chapter 912)	1,700,874	0	15.00
Century Date Change Pos. Report to Secretary	Language	0	0.00
HB 1600, as Adopted	1,700,874	0	15.00
% Net Change	0.0%	0.0%	0.0%
Virginia Veterans' Care Center			
1996-98 Budget (Chapter 912)	0	306,608	2.00
HB 1600, as Adopted	0	306,608	2.00
% Net Change	0.0%	0.0%	0.0%
Council on Human Rights			
1996-98 Budget (Chapter 912)	542,718	100,000	4.00
HB 1600, as Adopted	542,718	100,000	4.00
% Net Change	0.0%	0.0%	0.0%
Department of Personnel & Training			
1996-98 Budget (Chapter 912)	7,961,226	1,385,654	67.00
Salary Study-District Court Clerks	Language	0	0.00
Health Insurance Fund Oversight/Reports	Language	0	0.00
HB 1600, as Adopted	7,961,226	1,385,654	67.00
% Net Change	0.0%	0.0%	0.0%
Department of Employee Relations Counselors			
1996-98 Budget (Chapter 912)	1,718,780	105,322	13.00
HB 1600, as Adopted	1,718,780	105,322	13.00
% Net Change	0.0%	0.0%	0.0%
Department of General Services			
1996-98 Budget (Chapter 912)	41,646,174	16,562,458	675.00
Transfer Position to Comm. Local Government	0	0	(1.00)

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Technical Adjust: Est. Competition Council Pgm.	0	0	0.00
Technical Adjust: Parking Facilities Pgm.	0	0	0.00
Technical Adjust: Agency Procurement/Support	0	0	0.00
Technical Adjust: Lab Testing/Internal Ser. Fund	Language	(784,447)	0.00
Real Property Mgt. Pgm. Expansion/Computers	566,000	0	0.00
Capitol Grounds Masterplan	50,000	50,000	0.00
Maintain Morson Row	Language	0	0.00
Alcohol testing staff from DGS	0	(205,000)	(2.00)
Norfolk Labs/Health Department Lease	Language	0	0.00
Virginia War Memorial Foundation	100,000	0	0.00
HB 1600, as Adopted	42,362,174	15,623,011	672.00
% Net Change	1.7%	(5.7%)	(0.4%)
State Board of Elections			
1996-98 Budget (Chapter 912)	16,876,112	0	24.00
Electronic Finance Reporting (HB 2279)	25,000	Language	0.00
Franklin Registrar Full-time (HB 2748)	7,320	0	0.00
Clarification-Temporary Full-Time Lang.	Language	0	0.00
HB 1600, as Adopted	16,908,432	0	24.00
% Net Change	0.2%		0.0%
Compensation Board			
1996-98 Budget (Chapter 912)	747,036,793	5,400,000	14.00
Additional Staffing for New Jails Opening	2,516,249	0	0.00
New Jails Opening: Later Than Expected	(5,107,449)	0	0.00
Revert Carry-forward Balance (\$7.9 m. GF)	Language	0	0.00
Elim. Recovery of Child Support Process Service	Language	0	0.00
19 Addl. Sheriffs Deputies due to Pop. Growth	441,904	0	0.00
Hanover Co. Const. Officer Salaries-Pop. Growth	54,247	0	0.00
Convert 7 Comm. Attorneys Offices to Full-time	572,599	0	0.00
Adjust Jail Per Diem Payments-New Forecast	6,962,868	0	0.00
Comp Board Training Specialist (1 FTE)	81,890	0	1.00
Comp Board Training-all Constitutional Offices	118,110	0	0.00
Master Deputy Program	Language	0	0.00
Pooled Vehicle Purchasing for Sheriffs	Language	0	0.00
Career Prosecutor Program	Language	0	0.00
VRS Pickup Richmond City Treasurer	7,000	0	0.00
Asst. Comm. Attorneys	81,546	0	0.00
Technical Position Table Correct	Language	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Technical Small Jails Reference	Language	0	0.00
Continue Small Jail Financing	Language	0	0.00
Decline in Inmates/Per Diem Forecast	(279,000)	0	0.00
Clerks Technology/NGF 2nd Year	0	4,200,000	0.00
Per Diem/DOC State Contracts 250 @ \$28.00	2,574,159	0	0.00
Per Diem/DOC State Contracts 600 @ \$28.00	6,132,000	0	0.00
Per Diem/DOC State Contracts 400 @ \$28.00	3,157,441	0	0.00
Federal Inmate State Cost of Overhead Recovery	Language	0	0.00
HB 1600, as Adopted	764,350,357	9,600,000	15.00
% Net Change	2.3%	77.8%	7.1%
Commission on Local Government			
1996-98 Budget (Chapter 912)	1,113,032	0	6.00
Transfer 1 Position from Dept. General Services	0	0	1.00
HB 1600, as Adopted	1,113,032	0	7.00
% Net Change	0.0%	0.0%	16.7%
Department of Information Technology			
1996-98 Budget (Chapter 912)	14,192,464	0	353.00
Correct duplicate Position Adjustments in '96	0	0	(5.00)
Consolidate Payroll Processing at DOA	0	0	(2.00)
Corp. Pub Broadcast Lang.-Tech. Correct	Language	0	0.00
Public Radio Community Service Grants	78,487	0	0.00
Public Television Community Service Grants	370,726	0	0.00
Norton Relay Center for Deaf	Language	0	0.00
HB 1600, as Adopted	14,641,677	0	346.00
% Net Change	3.2%	0.0%	(2.0%)
Council on Information Management			
1996-98 Budget (Chapter 912)	1,191,496	0	7.00
Est. Century Date Change Pgm./Position	142,900	Language	0.00
Auto License Plate Study-bar Coding	Language	0	0.00
Treasury Loan on Yr. 2000 Upgrades \$1.0/\$10.0 mil.	Modified Lang.	0	0.00
HB 1600, as Adopted	1,334,396	0	7.00
% Net Change	12.0%	0.0%	0.0%
Department of Veterans' Affairs			
1996-98 Budget (Chapter 912)	4,799,372	0	56.00
HB 1600, as Adopted	4,799,372	0	56.00
% Net Change	0.0%	0.0%	0.0%

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Charitable Gaming Commission			
1996-98 Budget (Chapter 912)	<i>sum sufficient</i>	0	<i>sum sufficient</i>
HB 1600, as Adopted	0	0	0.00
% Net Change	0.0%	0.0%	0.0%
Office of Administration			
1996-98 Budget (Chapter 912)	838,779,041	23,860,042	1,236.00
Net Change	18,653,997	3,260,553	(8.00)
Total for Administration	857,433,038	27,120,595	1,228.00
% Net Change	2.2%	13.7%	(0.6%)
COMMERCE AND TRADE			
Secretary of Commerce & Trade			
1996-98 Budget (Chapter 912)	1,064,078	0	7.00
HB 1600, as Adopted	1,064,078	0	7.00
% Net Change	0.0%	0.0%	0.0%
Dept. of Housing & Community Dev.			
1996-98 Budget (Chapter 912)	46,914,928	111,260,908	112.00
State Fire Marshall's Office - Level Funding	159,500	0	0.00
Building Code Academy Support	100,000	0	0.00
Payroll Service Center Consolidation	(22,515)	0	0.00
Restore Housing Partnership Fund Position	0	0	1.00
Community Development Block Grant Funds	0	26,000,000	0.00
Adjust Enterprise Zone Job Grants	(1,000,000)	0	0.00
Homeless Shelters	400,000	0	0.00
Homeless Shelter Coordinators	360,000	0	0.00
Emergency Home Repair	150,000	0	0.00
Weatherization Program	150,000	0	0.00
Southwest Va. Water Study	160,000	0	0.00
Regional Competitiveness Fund	3,000,000	0	2.00
Va. Housing Partnership :\$1.0 mil Contigent Approp.	0	0	0.00
State Fire Marshal's Office - Additional Duties	300,000	0	8.00
Study of Infrastructure Needs/Funding	Language	0	0.00
Virginia Water Project	300,000	0	0.00
Enterprise Zone Job Grants	Language	0	0.00
HB 1600, as Adopted	50,971,913	137,260,908	123.00
% Net Change	8.6%	23.4%	9.8%
VA Economic Development Partnership			
1996-98 Budget (Chapter 912)	62,501,118	2,742,940	152.50
Semiconductor Manufacturing Endowment	1,000,000	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Refund Innovative Technology Authority Bond	Language	0	0.00
Information Systems Funding	216,000	0	0.00
Office Space Rental	160,000	0	0.00
Cooperative Advertising Fund	2,500,000	0	0.00
Virginia Biotechnology Park Marketing	50,000	0	0.00
World Congress Information Technology Conf.	1,000,000	0	0.00
Export Promotion Assistance	150,000	0	0.00
Transfer Admin. Support to Dept Bus. Assistance	(575,900)	0	0.00
Prospect Decision Support System	374,648	0	0.00
Jamestown Rediscovery Project	Language	0	0.00
Eliminate Nongeneral Fund and FTE reference	0	(1,377,970)	(152.50)
State Information Technology Consortium	150,000	0	0.00
Study of GIS System	Language	0	0.00
Industrial Development Activities	(100,000)	0	0.00
VCCS, Commercial Truck Driving School	70,000	0	0.00
HB 1600, as Adopted	67,495,866	1,364,970	0.00
% Net Change	8.0%	(50.2%)	(1.00)
Department of Economic Development			
1996-98 Budget (Chapter 912)	26,842,485	4,551,706	33.00
Transfer Approp. to Dept. of Business Assistance	(26,842,485)	(4,551,706)	(33.00)
HB 1600, as Adopted	0	0	0.00
% Net Change	(100.0%)	(100.0%)	(100.0%)
Department of Business Assistance			
1996-98 Budget (Chapter 912)	26,842,485	4,551,706	33.00
Admin. Support from Economic Partnership	575,900	0	2.00
Administrative Personnel	196,792	50,168	5.00
Small Business Growth Fund	350,000	0	0.00
Export Loan Guarantee Fund	(610,669)	0	0.00
Incubator Program	Language	0	0.00
Danville/Pittsylvania business incubator	150,000	0	0.00
Export Loan Guarantee Fund - HB 1561	500,000	0	0.00
SBFA Financing for Day Care centers	0	750,000	0.00
HB 1600, as Adopted	28,004,508	5,351,874	40.00
% Net Change	4.3%	17.6%	21.2%
Dept. of Minority Business Enterprise			
1996-98 Budget (Chapter 912)	474,448	1,438,346	18.00
Operating Support	0	200,000	0.00
HB 1600, as Adopted	474,448	1,638,346	18.00
% Net Change	0.0%	13.9%	0.0%

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Department of Labor and Industry			
1996-98 Budget (Chapter 912)	12,123,963	8,652,221	188.00
Occupational and Injury Survey	109,000	109,000	0.00
Payroll Service Center Consolidation	(33,860)	0	0.00
Apprenticeship Funding	117,000	0	0.00
Occupational Safety & Health Program	100,000	100,000	0.00
Apprenticeship Program Language		0	0.00
HB 1600, as Adopted	12,416,103	8,861,221	188.00
% Net Change	2.4%	2.4%	0.0%
Dept. of Occupation & Profession Reg.			
1996-98 Budget (Chapter 912)	0	17,801,214	128.00
HB 1600, as Adopted	0	17,801,214	128.00
% Net Change	0.0%	0.0%	0.0%
Dept. of Agriculture & Consumer Services			
1996-98 Budget (Chapter 912)	44,290,178	35,402,748	522.00
Consumer Protection Staffing	144,814	0	4.00
Agriculture Development	97,295	0	0.00
Gypsy Moth Suppression	(268,500)	0	0.00
Hydrilla Control and Removal - Lake Anna	50,000	0	0.00
James City Farmers Market	5,000	0	0.00
Hydrilla Control - Lake Gaston and Potomac River	100,000	0	0.00
HB 1600, as Adopted	44,418,787	35,402,748	526.00
% Net Change	0.3%	0.0%	0.8%
Virginia Agriculture Council			
1996-98 Budget (Chapter 912)	0	580,668	0.00
HB 1600, as Adopted	0	580,668	0.00
% Net Change	0.0%	0.0%	0.0%
Milk Commission			
1996-98 Budget (Chapter 912)	0	1,345,620	10.00
HB 1600, as Adopted	0	1,345,620	10.00
% Net Change	0.0%	0.0%	0.0%
Dept. of Mines, Minerals & Energy			
1996-98 Budget (Chapter 912)	19,329,970	27,633,681	250.00
HB 1600, as Adopted	19,329,970	27,633,681	250.00
% Net Change	0.0%	0.0%	0.0%
Virginia Employment Commission			
1996-98 Budget (Chapter 912)	0	723,222,402	950.00
HB 1600, as Adopted	0	723,222,402	950.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
% Net Change	0.0%	0.0%	0.0%
Department of Forestry			
1996-98 Budget (Chapter 912)	23,694,090	15,912,930	334.00
HB 1600, as Adopted	23,694,090	15,912,930	334.00
% Net Change	0.0%	0.0%	0.0%
Virginia Racing Commission			
1996-98 Budget (Chapter 912)	0	2,200,000	8.00
HB 1600, as Adopted	0	2,200,000	8.00
% Net Change	0.0%	0.0%	0.0%
Innovative Technology Authority			
1996-98 Budget (Chapter 912)	21,173,512	0	0.00
HB 1600, as Adopted	21,173,512	0	0.00
% Net Change	0.0%	0.0%	0.0%
Office of Commerce & Trade			
1996-98 Budget (Chapter 912)	258,408,770	952,745,384	2,712.50
Net Change	10,634,505	25,831,198	(130.50)
Total for Commerce & Trade	269,043,275	978,576,582	2,582.00
% Net Change	4.1%	2.7%	(4.8%)
EDUCATION			
Secretary of Education			
1996-98 Budget (Chapter 912)	989,500	0	5.00
School-to-Work	0	Language	0.00
Technology Literacy Challenge Fund	0	Language	0.00
Reporting of Federal Grant Deadlines	0	Language	0.00
HB 1600, as Adopted	989,500	0	5.00
% Net Change	0.0%	0.0%	0.0%
Department of Education			
1996-98 Budget (Chapter 912)	49,605,389	41,973,674	271.00
First Grade Reading Diagnostic Test	450,000	0	0.00
Nursing Services Incentive Fund (HB 1987)	Language	0	0.00
School Health Specialist (HB 1987)	50,800	0	1.00
Models/Forecasting Student Enrollment	Language	0	0.00
Report on Expulsion & Suspension Rates	Language	0	0.00
Use of School Facilities for Welfare Reform	Language	0	0.00
Use of Statewide Contracts for Technology	Language	0	0.00
Assistance w/ Student Conduct (HB 1877)	Language	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Medically Fragile Children - Monitoring Sys.	Language	0	0.00
HB 1600, as Adopted	50,106,189	41,973,674	272.00
% Net Change	1.0%	0.0%	0.0%
Direct Aid to Public Education			
1996-98 Budget (Chapter 912)	5,885,021,272	736,850,274	0.00
Teacher Salary Increase	19,689,844	0	0.00
K-3 Initiative to 65% of Children	4,482,915	0	0.00
Reduced K-3 Class Size - Inc. Participation	5,135,194	0	0.00
First Grade Remedial Reading Program	6,227,060	0	0.00
1st Grade Test - Flexibility for Divisions	Language	0	0.00
1st Grade Remediation - Prog. Flexibility	Language	0	0.00
Implementation of the Standards of Learning	6,191,404	0	0.00
SOL Materials - Flexibility for Divisions	Language	0	0.00
Increase Maintenance Payment	3,095,707	0	0.00
Reduce Diversion from Literary Fund	7,763,127	(7,763,127)	0.00
Goals 2000	0	14,884,984	0.00
Computer Literacy	0	2,851,387	0.00
NoVA Cost of Competing	3,327,620	0	0.00
Census Loss Buffer	2,126,194	0	0.00
Special Education for Expelled Students	1,050,000	0	0.00
VPSA Debt Service Pledge	Language	0	0.00
VPSA Bond Refinancing	Language	0	0.00
Rem. Summer School - Increased Enrollment	2,740,698	0	0.00
Tech. Revisions - ADM and Sales Tax Changes	(1,481,358)	0	0.00
Sales Tax Adjustment (Gov. & HB 2482)	(2,407,000)	0	0.00
Sales Tax Off-Set Adj. (Gov. & HB 2482)	1,376,748	0	0.00
At-Risk Four-Year-Olds Balance - Actual Part.	(6,619,090)	0	0.00
National Teaching Standards Board Balance	(65,000)	0	0.00
Truancy/Safe Schools Balance	(263,540)	0	0.00
Homework Assistance Balance	(325,620)	0	0.00
Inflation Adjustment - Fringe Benefits	(295,926)	0	0.00
Remediation (HB 1859)	133,000	0	0.00
Governor's Schools:			
Existing Governor's Schools Shortfall	486,080	0	0.00
Commonwealth Governor's School	775,000	0	0.00
Holton Governor's School (Southwest)	200,000	0	0.00
Middle Peninsula Governor's School	50,000	0	0.00
Southside Governor's School Planning	50,000	0	0.00
Southwest VA Governor's School	50,000	0	0.00
No State Support - New Governor's Schools	Language	0	0.00
Regional Alternative Ed. Programs - Shortfall	216,652	0	0.00
Indian Children Treaty - Shortfall	42,480	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Southside Technology Consortium	100,000	0	0.00
Hampton Roads Consortium	105,000	0	0.00
Chesapeake Bay Regional Environmental Prg.	100,000	0	0.00
AVID - Hampton	119,901	0	0.00
AVID - Training Center	45,000	0	0.00
Standards of Accreditation	Language	0	0.00
VA Beach - Capital Projects	Language	0	0.00
Homeschool ADM (HB 1860)	Language	0	0.00
HB29/FY96 Payment to School Divisions	5,355,931	0	0.00
HB 1600, as Adopted	5,944,599,293	746,823,518	0.00
% Net Change	1.0%	1.4%	0.0%
Comprehensive Services Act for At-Risk Youth and Families			
1996-98 Budget (Chapter 912)	167,892,270	16,839,996	0.00
Caseload Growth	20,616,606	0	0.00
Address 2nd Year Shortfall	6,000,000	1,000,000	0.00
Restore State Sum Sufficient	Language	0	0.00
Remove Proration to Localities	Language	0	0.00
Utilization Review	175,000	0	0.00
Technical Assistance	50,000	0	0.00
Trust Fund Grants	670,000	0	0.00
Increase Payments to CSA Foster Care Parents	334,965	0	0.00
Study Use of EPSDT for CSA Services	Language	0	0.00
HB 1600, as Adopted	195,738,841	17,839,996	0.00
% Net Change	16.6%	5.9%	0.0%
School for the Deaf & Blind (Staunton)			
1996-98 Budget (Chapter 912)	9,980,836	1,094,574	144.00
HB 1600, as Adopted	9,980,836	1,094,574	144.00
% Net Change	0.0%	0.0%	0.0%
School for the Deaf & Blind (Hampton)			
1996-98 Budget (Chapter 912)	11,376,637	893,050	130.00
HB 1600, as Adopted	11,376,637	893,050	130.00
% Net Change	0.0%	0.0%	0.0%
Total-Department & Secretary of Education			
1996-98 Budget (Chapter 912)	6,124,865,904	797,651,568	550.00
Net Change	87,925,392	10,973,244	1.00
Total for Public Education	6,212,791,296	808,624,812	551.00
% Net Change	1.4%	1.4%	0.2%

HIGHER EDUCATION

Council of Higher Education			
1996-98 Budget (Chapter 912)	85,904,978	5,900,680	44.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Savings in Va. Women's Institute (VWIL)	(629,584)	0	0.00
Virginia Scholar Savings	(54,500)	0	0.00
VCCS/Private College Transfer Savings	(141,750)	0	0.00
Study of Roanoke HE Center	10,000	0	0.00
Indicators Project Reduction	(70,000)	0	0.00
Technology Training Pilots	184,000	0	0.00
TAG Eligibility Change	Language	0	0.00
Minority Doctoral Fellowships	25,000	0	0.00
Clinical Faculty Program	75,000	0	0.00
Admin. Costs of Health Research Fund	15,000	25,000	0.00
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HB 1600, as Adopted	85,318,144	5,925,680	44.00
% Net Change	(0.7%)	0.4%	0.0%
 Virginia Community College System			
1996-98 Budget (Chapter 912)	438,082,756	332,941,691	7,262.63
Increase General Fund Support in Second Year	1,913,880	0	0.00
Adjust Nongeneral Fund Appropriation	0	(4,100,000)	0.00
Faculty Salary Increase	2,660,734	0	0.00
Southside CC Telecommunications	75,000	0	0.00
Dental Hygiene Program Expansion	180,000	0	0.00
Norfolk Campus of Tidewater CC	2,500,000	0	67.50
Fredericksburg Campus-Germanna CC	600,000	0	11.75
Equip. for Fredericksburg Campus	200,000	0	0.00
Thomas Nelson Relocation Study	50,000	0	0.00
Business and Industry Training	110,000	0	0.00
Paul D. Camp CC - Planning Workforce Center	50,000	0	0.00
Danville CC - Gretna Project	150,000	0	0.00
Interpreters for the Deaf	50,000	0	0.00
Manufacturers Assistance Program	200,000	0	0.00
Savings from Higher Ed. Center Study-Roanoke	(100,000)	0	0.00
Savings in Operations of New Facilities	(1,332,402)	0	0.00
Incentive Scholarships Program	Language	0	0.00
VRS Study of VCCS Faculty	Language	0	0.00
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HB 1600, as Adopted	445,389,968	328,841,691	7,341.88
% Net Change	1.7%	(1.2%)	1.1%
 University of Virginia			
1996-98 Budget (Chapter 912)	244,995,962	752,883,494	5,761.50
Improve Hazardous Materials Facility	238,000	42,000	0.00
Faculty Salary Increase	2,198,931	0	0.00
Prostate Cancer Research	300,000	0	0.00
Increase in Transponder Costs and Tech.	325,000	0	0.00
Foundation for the Humanities	50,000	0	0.00
Savings in Operations of New Facilities	(64,525)	0	0.00
Family Practice Salary Increase	15,900	0	0.00
SW Va Residency Study Savings	(140,000)	0	0.00
Medical Education Report	Language	0	0.00
Gang Violence Prevention Project	100,000	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
HB 1600, as Adopted	248,019,268	752,925,494	5,761.50
% Net Change	1.2%	0.0%	0.0%
University of Virginia Medical Center			
1996-98 Budget (Chapter 912)	1,246,000	726,176,544	3,496.30
Transfer Funding for Poison Control Centers	(523,000)	0	0.00
HB 1600, as Adopted	723,000	726,176,544	3,496.30
% Net Change	(42.0%)	0.0%	0.0%
Clinch Valley College			
1996-98 Budget (Chapter 912)	13,885,373	15,433,322	226.14
Fund Operation and Maintenance Costs	28,000	0	1.00
Adjust Funding for Auxiliary Enterprises	0	500,000	0.00
Faculty Salary Increase	142,673	0	0.00
General Operating Support	87,500	0	0.00
HB 1600, as Adopted	14,143,546	15,933,322	227.14
% Net Change	1.9%	3.2%	0.4%
Virginia Tech. - Instructional Division			
1996-98 Budget (Chapter 912)	275,034,624	628,435,975	5,119.05
Remove Asbestos in Steam System Piping	350,000	0	0.00
Faculty Salary Increase	3,119,876	0	0.00
Increase in Transponder Costs	506,800	0	0.00
Savings in Operations of New Facilities	(117,333)	0	0.00
Virginia Water Resources Center Support	75,000	0	0.00
Minority Graduate Student Scholarships	20,000	0	0.00
HB 1600, as Adopted	278,988,967	628,435,975	5,119.05
% Net Change	1.4%	0.0%	0.0%
Virginia Tech. - Va. Coop. & Agr. Exp. Station Division			
1996-98 Budget (Chapter 912)	92,102,502	33,299,981	1,150.12
Faculty Salary Increase	1,134,790	0	0.00
Additional Funding for Extension	625,000	0	13.00
HB 1600, as Adopted	93,862,292	33,299,981	1,163.12
% Net Change	1.9%	0.0%	1.1%
Virginia Commonwealth University			
1996-98 Budget (Chapter 912)	262,806,649	479,043,627	4,531.97
Restructure Pharmacy School Curriculum	100,000	921,865	0.00
Transfer Positions to Support Medical School	0	30,714,676	339.49
Faculty Salary Increase	2,349,048	0	0.00
Center on Aging	30,000	0	0.00
Pharmacy Doctoral Program	350,000	0	0.00
Medical Education Report	Language	0	0.00
Loan to Biotechnology Authority	Language	0	0.00
Family Practice in Warren County	100,000	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Family Practice Salary Increase	42,400	0	0.00
Gang Violence Prevention Project	100,000	0	0.00
HB 1600, as Adopted	265,878,097	510,680,168	4,871.46
% Net Change	1.2%	6.6%	7.5%
Old Dominion University			
1996-98 Budget (Chapter 912)	124,321,852	180,762,593	2,269.39
Comply with Federal Environmental Regulations	106,800	0	0.00
Adjust Enrollment Funding	(1,402,951)	0	(48.90)
Faculty Salary Increase	1,130,184	0	0.00
Modeling, Analysis & Simulation Cntr.	500,000	0	5.00
Increase in Transponder Costs	251,200	0	0.00
Applied Research Center	224,400	0	0.00
Savings in Operations of New Facilities	(56,180)	0	0.00
General Operating Support	1,400,000	0	0.00
HB 1600, as Adopted	126,475,305	180,762,593	2,225.49
% Net Change	1.7%	0.0%	(1.9%)
George Mason University			
1996-98 Budget (Chapter 912)	142,743,614	337,277,350	2,713.92
Adjust Enrollment Funding	(1,022,177)	0	(87.90)
Faculty Salary Increase	1,858,157	0	0.00
Center for Conflict Resolution Research	75,000	0	2.00
Savings in Operations of New Facilities	(146,583)	0	0.00
General Operating Support	1,200,000	0	0.00
HB 1600, as Adopted	144,708,011	337,277,350	2,628.02
% Net Change	1.4%	0.0%	(3.2%)
College of William & Mary			
1996-98 Budget (Chapter 912)	66,738,930	187,315,430	1,331.95
Faculty Salary Increase	867,071	0	0.00
Additional Positions	0	0	24.00
Applied Research Center	144,600	0	0.00
Operating Support	362,500	0	6.50
HB 1600, as Adopted	68,113,101	187,315,430	1,362.45
% Net Change	2.1%	0.0%	2.3%
Richard Bland College			
1996-98 Budget (Chapter 912)	6,623,415	5,693,503	98.19
Faculty Salary Increase	38,832	0	0.00
General Support	75,000	0	0.00
HB 1600, as Adopted	6,737,247	5,693,503	98.19
% Net Change	1.7%	0.0%	0.0%
Virginia Institute of Marine Science			
1996-98 Budget (Chapter 912)	24,502,587	24,322,330	332.77
Adjust Nongeneral Fund Appropriation	0	(451,219)	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Faculty Salary Increase	123,526	0	0.00
Operating Costs of New Facility	100,000	0	0.00
Technology Operating Support	75,000	0	0.00
Aquaculture Research Center	150,000	0	1.00
Instructional Equipment Lease	76,320	0	0.00
Oyster Research Priority	Language	0	0.00
HB 1600, as Adopted	25,027,433	23,871,111	333.77
% Net Change	2.1%	(1.9%)	0.3%
James Madison University			
1996-98 Budget (Chapter 912)	83,908,588	227,061,981	2,020.30
Support External Mandates	19,132	897,795	0.00
Faculty Salary Increase	1,011,236	0	0.00
Savings in Operations of New Facilities	(85,771)	0	0.00
Nonpersonal Services Funding	250,000	0	0.00
HB 1600, as Adopted	85,103,185	227,959,776	2,020.30
% Net Change	1.4%	0.4%	0.0%
Christopher Newport University			
1996-98 Budget (Chapter 912)	30,317,550	41,908,539	504.92
Faculty Salary Increase	211,325	0	0.00
Gosnold Laboratory	100,000	0	0.00
Additional Positions	0	0	25.00
General Support	250,000	0	0.00
Applied Research Center	110,000	0	0.00
Telecommunications Network (SEVAnet)	50,000	0	0.00
HB 1600, as Adopted	31,038,875	41,908,539	529.92
% Net Change	2.4%	0.0%	5.0%
Longwood College			
1996-98 Budget (Chapter 912)	27,428,290	56,280,117	534.94
Faculty Salary Increase	188,234	0	0.00
Operating Support	275,000	0	0.00
Restore Positions	0	0	4.00
HB 1600, as Adopted	27,891,524	56,280,117	538.94
% Net Change	1.7%	0.0%	0.7%
Mary Washington College			
1996-98 Budget (Chapter 912)	23,621,374	59,731,510	558.66
Faculty Salary Increase	316,872	0	0.00
Savings in Operations of New Facilities	(145,643)	0	0.00
General Support	225,000	0	0.00
HB 1600, as Adopted	24,017,603	59,731,510	558.66
% Net Change	1.7%	0.0%	0.0%
Melchers-Monroe Memorials			
1996-98 Budget (Chapter 912)	560,922	170,000	5.00
Additional Position	0	0	1.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Utility Costs at Belmont	18,000	0	0.00
Painting Belmont Facilities	30,000	0	0.00
HB 1600, as Adopted	608,922	170,000	6.00
% Net Change	8.6%	0.0%	20.0%
Norfolk State University			
1996-98 Budget (Chapter 912)	55,442,801	124,571,851	1,004.75
Faculty Salary Increase	399,020	0	0.00
Applied Research Center	50,000	0	0.00
Land Use Plan		150,000	0.00
Virginia Beach Center-Debt Service		785,900	0.00
Research Project with Hampton University	50,000	0	0.00
General Operating Support	300,000	0	0.00
HB 1600, as Adopted	56,241,821	125,507,751	1,004.75
% Net Change	1.4%	0.8%	0.0%
Radford University			
1996-98 Budget (Chapter 912)	62,155,032	103,285,276	1,195.04
Faculty Salary Increase	490,356	0	0.00
Business Assistance Center	100,000	0	2.00
Savings in Operations of New Facilities	(145,000)	0	0.00
Partnership with Virginia Western Comm. College	75,000	0	1.00
Programs at S.W. Center in Abingdon	50,000	0	1.00
Virginia Economic Bridge Project	100,000	0	0.00
HB 1600, as Adopted	62,825,388	103,285,276	1,199.04
% Net Change	1.1%	0.0%	0.3%
Virginia Military Institute			
1996-98 Budget (Chapter 912)	23,254,689	37,380,297	420.85
Plan for Female Cadets	370,000	0	1.00
Enhance Recruiting Efforts	417,000	0	2.00
Conduct Faculty and Cadet Orientation	100,000	0	0.00
Increase Staff in Educ. & Gen. Program	136,219	0	0.00
Increase Staff in Unique Military Activities Pgm.	265,333	0	13.00
Adjust Funding for VWIL Program	(98,800)	0	0.00
Faculty Salary Increase	174,115	0	0.00
George C. Marshall Foundation	75,000	0	0.00
HB 1600, as Adopted	24,693,556	37,380,297	436.85
% Net Change	6.2%	0.0%	3.8%
Virginia State University			
1996-98 Budget (Chapter 912)	38,112,047	79,628,321	792.51
Adjust Enrollment Funding	(276,941)	0	(6.70)
Faculty Salary Increase	261,518	0	0.00
Upgrade Student Information System	356,277	0	0.00
General Support	100,000	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
HB 1600, as Adopted	38,552,901	79,628,321	785.81
% Net Change	1.2%	0.0%	(0.8%)
Virginia College Building Authority			
1996-98 Budget (Chapter 912)	0	0	0.00
HB 1600, as Adopted	0	0	0.00
% Net Change	NA	NA	NA
Southwest Va. Higher Education Center			
1996-98 Budget (Chapter 912)	1,186,972	22,000	6.50
Instructional Equipment Lease	80,880	0	0.00
HB 1600, as Adopted	1,267,852	22,000	6.50
% Net Change	6.8%	0.0%	
Total-Higher Education			
1996-98 Budget (Chapter 912)	2,124,977,507	4,439,526,412	41,381.40
Net Change	30,648,499	29,486,017	377.74
Total for Higher Education	2,155,626,006	4,469,012,429	41,759.14
% Net Change	1.4%	0.7%	0.9%
OTHER EDUCATION			
The Library of Virginia			
1996-98 Budget (Chapter 912)	48,450,944	9,457,334	166.00
Preserve Historic Virginia Newspapers		61,110	2.00
Continue Va. Lib. and Info. Network (VLIN)	(19,320)	0	0.00
Exempt Positions from Position Freeze Language		0	0.00
Transfer Library Security to Capitol Police	(169,000)	0	0.00
Preserve Unique Collections	100,000	0	0.00
Additional Positions	99,810	0	3.00
Increase in Library Aid	250,000	0	0.00
Craig County Library Assistance	10,000	0	0.00
HB 1600, as Adopted	48,722,434	9,518,444	171.00
% Net Change	0.6%	0.6%	3.0%
Virginia Museum of Fine Arts			
1996-98 Budget (Chapter 912)	14,010,473	8,171,632	145.50
Savings in Operations of New Facilities	(86,785)	0	0.00
Educ. & Outreach and General Support	200,000	0	1.00
HB 1600, as Adopted	14,123,688	8,171,632	146.50
% Net Change	0.8%	0.0%	0.7%
Science Museum of Virginia			
1996-98 Budget (Chapter 912)	5,262,476	6,542,058	73.00
HB 1600, as Adopted	5,262,476	6,542,058	73.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
% Net Change	0.0%	0.0%	0.0%
Jamestown-Yorktown Foundation			
1996-98 Budget (Chapter 912)	7,486,422	7,102,028	113.00
Planning for 400th Anniversary Celebration	243,125	0	2.00
Start-Up Funds for Mus. of American Slavery	100,000	0	0.00
Education and Outreach Programs	250,000	0	4.00
Information Technology Infrastructure	150,000	0	1.00
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HB 1600, as Adopted	8,229,547	7,102,028	120.00
% Net Change	9.9%	0.0%	6.2%
Frontier Culture Museum			
1996-98 Budget (Chapter 912)	2,509,556	1,074,629	39.00
Create Storm Water Retention System	80,000	0	0.00
Provide Storm Emergency Funding	17,600	0	0.00
Master Site Planning	50,000	0	0.00
Convert NGF Positions to General Funds	64,830	(64,830)	0.00
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HB 1600, as Adopted	2,721,986	1,009,799	39.00
% Net Change	8.5%	(6.0%)	0.0%
Gunston Hall			
1996-98 Budget (Chapter 912)	1,048,407	409,849	10.00
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HB 1600, as Adopted	1,048,407	409,849	10.00
% Net Change	0.0%	0.0%	0.0%
Virginia Commission for the Arts			
1996-98 Budget (Chapter 912)	5,337,104	755,000	5.00
Increase Aid to Local Arts Organizations	500,000	0	0.00
Policy on Distributing Aid to Arts Orgs.	Language	0	0.00
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HB 1600, as Adopted	5,837,104	755,000	5.00
% Net Change	9.4%	0.0%	
Medical College of Hampton Roads			
1996-98 Budget (Chapter 912)	24,382,930		0.00
Operating Support	225,000	0	0.00
Medical Education Report	Language	0	0.00
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HB 1600, as Adopted	24,607,930	0	0.00
% Net Change	0.9%	0.0%	0.0%
Southeastern Univ. Research Assoc.			
1996-98 Budget (Chapter 912)	1,642,550	0	0.00
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HB 1600, as Adopted	1,642,550	0	0.00
% Net Change	0.0%	0.0%	0.0%

Total-Other Education

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
1996-98 Budget (Chapter 912)	110,130,862	33,512,530	551.50
Net Change	2,065,260	(3,720)	13.00
Total for Other Education	112,196,122	33,508,810	564.50
% Net Change	1.9%	(0.0%)	2.4%
Office of Education			
1996-98 Budget (Chapter 912)	8,359,974,273	5,270,690,510	42,482.90
Net Change	120,639,151	40,455,541	391.74
TOTAL FOR EDUCATION	8,480,613,424	5,311,146,051	42,874.64
% Net Change	1.4%	0.8%	0.9%
FINANCE			
Secretary of Finance			
1996-98 Budget (Chapter 912)	718,452	0	4.00
Decentralization Language	Language	0	0.00
HB 1600, as Adopted	718,452	0	4.00
% Net Change	0.0%	0.0%	0.0%
Department of Planning & Budget			
1996-98 Budget (Chapter 912)	8,919,076	0	66.00
HB 1600, as Adopted	8,919,076	0	66.00
% Net Change	0.0%	0.0%	0.0%
Department of Accounts			
1996-98 Budget (Chapter 912)	149,801,684	6,019,760	133.00
Increase Funding for IHRIS	0	1,600,000	0.00
Centralized Payroll Processing	103,067	0	2.00
Transfer Internal Audit Position to Treasury	(83,659)	0	(1.00)
HB 1600, as Adopted	149,821,092	7,619,760	134.00
% Net Change	0.0%	26.6%	0.8%
Department of Taxation			
1996-98 Budget (Chapter 912)	218,158,108	2,770,024	842.00
Federal Retiree Settlement Program	820,304	0	0.00
Move BPOL Funding to FY 1998	0	0	0.00
Court Debt Collection Program	0	750,000	0.00
Payments to Contractors More Frequently	Language	0	0.00
Harper III Clarification	Language	0	0.00
HB 1600, as Adopted	218,978,412	3,520,024	842.00
% Net Change	0.4%	27.1%	0.0%
Department of the Treasury			
1996-98 Budget (Chapter 912)	118,777,567	6,919,749	87.00
Revenue Stabilization Fund	17,667,350	0	0.00
Processing Unclaimed Trigon Refunds	0	2,142,000	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Transfer Internal Audit Position from DOA	83,659	0	1.00
Trigon Stock Proceeds	Language	0	0.00
HB 1600, as Adopted	136,528,576	9,061,749	88.00
% Net Change	14.9%	31.0%	1.1%
Treasury Board			
1996-98 Budget (Chapter 912)	290,990,933	9,648,267	0.00
Reduced GO Bond Debt Service	(11,453,000)	0	0.00
Regional Jail Agreements	3,900,000	0	0.00
Commercial Paper for College Construction	500,000	0	0.00
Savings-Debt Service Late Jails	(1,967,888)	0	0.00
Increase TECP for GO Projects	500,000	0	0.00
HB 1600, as Adopted	282,470,045	9,648,267	0.00
% Net Change	(2.9%)	0.0%	NA
Department of the State Internal Auditor			
1996-98 Budget (Chapter 912)	794,525	0	5.00
HB 1600, as Adopted	794,525	0	5.00
% Net Change	0.0%	NA	0.0%
Office of Finance			
1996-98 Budget (Chapter 912)	788,160,345	25,357,800	1,137.00
Net Change	10,069,833	4,492,000	2.00
Total for Finance	798,230,178	29,849,800	1,139.00
% Net Change	1.3%	17.7%	0.2%
HEALTH & HUMAN RESOURCES			
Secretary of Health & Human Resources			
1996-98 Budget (Chapter 912)	1,118,118	0	7.00
Secretary Task Force on TANF	Language	0	0.00
HB 1600, as Adopted	1,118,118	0	7.00
% Net Change	0.0%	0.0%	0.0%
Department for the Aging			
1996-98 Budget (Chapter 912)	19,299,382	35,894,910	22.00
Centralize Payroll Processing-Pilot Project	(3,146)	0	0.00
Develop Automated Info. System on Aging	50,000	0	0.00
In-home Services for Elderly	750,000	0	0.00
Transportation Services for the Elderly	DRPT	0	0.00
Case Management for the Elderly	50,000	0	0.00
Ombudsman Program for the Elderly	60,000	0	0.00
Oxbow Center	95,000	0	0.00
Korean Senior Center	25,000	0	0.00
Norfolk Senior Center	27,000	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Home Delivered Meals for Aged	500,000	0	0.00
Fees-Home Delivered Meals for Elderly	Language	0	0.00
Tech. Correction-Org. for Aging	Language	0	0.00
HB 1600, as Adopted	20,853,236	35,894,910	22.00
% Net Change	8.1%	0.0%	0.0%
Board for People with Disabilities			
1996-98 Budget (Chapter 912)	251,644	2,601,450	6.00
HB 1600, as Adopted	251,644	2,601,450	6.00
% Net Change	0.0%	0.0%	0.0%
Dept. for Rights of Disabled			
1996-98 Budget (Chapter 912)	403,275	3,065,876	19.00
HB 1600, as Adopted	403,275	3,065,876	19.00
% Net Change	0.0%	0.0%	0.0%
Dept. for Deaf & Hard-of-Hearing			
1996-98 Budget (Chapter 912)	2,142,288	275,114	14.00
Oxbow Deaf Resource Center	40,000		
HB 1600, as Adopted	2,182,288	275,114	14.00
% Net Change	1.9%	0.0%	0.0%
Department of Health Professions			
1996-98 Budget (Chapter 912)	0	20,125,255	119.00
Intervention with Impaired Practitioners		250,000	
HB 1600, as Adopted	0	20,375,255	119.00
% Net Change	0.0%	1.2%	0.0%
Department of Health			
1996-98 Budget (Chapter 912)	207,236,251	424,246,698	3,743.00
Match for Safe Drinking Water Act Funds & Lang.	4,500,000	60,000,000	0.00
Add & Consolidate Poison Control Funding & Lang.	1,053,000	0	0.00
Comprehensive Health Investment Project	1,000,000	0	0.00
Heart Assoc. Partnership	150,000	75,000	0.00
Chesapeake General Medical Clinic	35,000	0	0.00
Richmond AIDS Ministry	50,000	0	0.00
Old Towne Medical Center-Wmsburg	20,000	0	0.00
Chicken Pox Vaccine	534,056	0	0.00
Whooping Cough and Polio Vaccines	349,343	0	0.00
Resource Mothers - Smyth/Grayson	0	60,000	0.00
Fatherhood Responsibility Pilot Project	100,000	100,000	0.00
"Medal of Life" Honors for Organ Donors	50,000	0	0.00
Transplant Council	25,000	0	0.00
HIV/AIDS Medications	200,000	79,298	0.00
Virginia Women's Health Initiative	25,000	Language	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Physician Recruitment (SW Virginia)	50,000	0	0.00
Health Department Review of HMOs	170,000	50,000	4.00
Virginia Health Information, Inc.	32,000	Language	0.00
EMS Study-Cardiac Arrest Emergencies	17,000	Language	0.00
VDH Seat of Government Lab Rent	(69,288)	0	0.00
Relocation-Medical Examiner's Office	20,000	0	0.00
Area Health Education Centers	Language	0	0.00
Va Health Care Foundation	Language	0	0.00
HB 1600, as Adopted	215,547,362	484,610,996	3,747.00
% Net Change	4.0%	14.2%	0.1%
Dept. of Medical Assistance Services			
1996-98 Budget (Chapter 912)	2,304,149,889	2,435,513,262	320.00
Centralize Payroll Processing-Pilot Project	(55,543)	0	(2.00)
Restore FTEs for Federal Reporting	0	0	2.00
Increased Federal Match Rate	(667,800)	667,800	0.00
Revised Medicaid Estimate	(4,060,000)	(4,307,683)	0.00
HB 2744/SB 1172 Medicaid for Transplants	536,000	569,000	0.00
Expansion of Services to Children	Language	104,200	0.00
Medicaid Coverage of Anorexiant Drugs	Language	0	0.00
HIV Premium Assistance	100,000	120,702	0.00
Medicaid Coverage for Legal Aliens	Language	0	0.00
Medicaid Cov. for Immigrant Children	Language	0	0.00
NOVA Managed Care Expansion	Language	0	0.00
Reimbursement for Traumatic Brain Injury	243,000	257,000	0.00
Reimburse Psychologists & Others	Language	0	0.00
Regulations for Consumer-directed PAS	Language	0	0.00
Health Insurance Pgm. for Uninsured	Language	HB 2682	0.00
Resource Mothers - Smyth/Grayson	30,000	30,000	0.00
Study of Nursing Home Regulation	40,000	0	0.00
Study of Personal Care Rates	Language	0	0.00
Study-Local Costs-Guardianship Hearings	Language	0	0.00
Study of Pharmacy Reimbursement	Language	0	0.00
Study of Dentist Availability	Language	0	0.00
HB 1600, as Adopted	2,300,315,546	2,432,954,281	320.00
% Net Change	(0.2%)	(0.1%)	0.0%
Mental Health, Retardation, Sub. Abuse			
1996-98 Budget (Chapter 912)	568,335,486	544,481,373	9,800.00
Savings in Facilities (NVMHI)	(3,358,100)	0	0.00
NVMHI CRIPA Agreement	Language	0	0.00
Medications for Seriously ill	1,500,000	0	0.00
Mental Retardation Waiver Services	750,000	795,754	0.00
Family Support Program	300,000	0	0.00
Community Residential Services	2,000,000	0	0.00
Sub. Abuse & Treatment Svs. In Jails	1,000,000	0	0.00
Hope Center for Women Drug Treatment	75,000	0	0.00
CSB General Fund Restoration	600,000	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
POMS Pilot Projects	300,000	Language	0.00
PACT Services Pilot Project	Language	0	0.00
Medicaid Rate for Expanded Services	Language	0	0.00
Comprehensive State Plan 1998-2004	Language	0	0.00
Study of Part H Program Funding	Language	0	0.00
NVTC Pilot Program	Language	0	0.00
Reinvestment in Services	Language	0	0.00
Roanoke Child & Adol. Crisis Stabil.	Language	0	0.00
Tech. Amend.-Federal and Special Funds	Language	0	0.00
HB 1600, as Adopted	571,502,386	545,277,127	9,800.00
% Net Change	0.6%	0.1%	0.0%
Dept. of Rehabilitative Services			
1996-98 Budget (Chapter 912)	35,551,020	153,562,397	684.50
Employment Support for Disabled	750,000	0	0.00
CILS-Disabled Youth Transition	500,000	0	0.00
Rehabilitative Svs Incentive Fund	250,000	0	0.00
Head Injury Services	250,000	0	0.00
Services-Woodrow Wilson Rehab. Cntr.	Language	0	0.00
HB 1600, as Adopted	37,301,020	153,562,397	684.50
% Net Change	4.9%	0.0%	0.0%
Woodrow Wilson Rehab. Center			
1996-98 Budget (Chapter 912)	9,402,404	35,683,793	367.50
HB 1600, as Adopted	9,402,404	35,683,793	367.50
% Net Change	0.0%	0.0%	0.0%
Department of Social Services			
1996-98 Budget (Chapter 912)	473,351,296	1,345,641,544	1,538.00
Restore Base Funding for DIT Services	4,990,126	10,876,015	0.00
Complete ADAPT Implementation	10,912,500	10,912,501	0.00
ADAPT Audit Report Require. & Network	Language	0	0.00
Integrate Child Welfare Information Systems	5,266,023	16,516,404	0.00
Implement Electronic Benefits Transfer System	875,250	1,750,500	0.00
Modify Information Systems for Welfare Reform	559,148	21,190,531	0.00
Estimated Schedule-Automation Costs	(600,000)	0	0.00
Foster Care Caseload Growth	8,746,980	2,072,532	0.00
Payment Increase to Foster Parents	377,970	243,042	0.00
Increase Support-Adoptions & Spec. Needs	1,927,866	3,164,208	0.00
Increase FFP Rate for Adoption/Foster Care	(23,847)	0	0.00
Volunteer Emergency Families for Children	100,000	0	0.00
Study of Foster Care Options	Language	0	0.00
Community Action Agencies	500,000	0	0.00
Neighborhood Assistance (SB 920)	35,000	0	0.00

Detail of HB 1600

1996-98 BIENNIAL TOTAL			
	Gen. Fund	Non-gen. Fund	Total FTE
Expansion of "Healthy Families"	625,000	0	0.00
Craig County Child Care Center	25,000	0	0.00
Increase Working & At Risk Day Care	0	8,450,000	0.00
Expansion of Head Start	0	770,000	0.00
Family Literacy Programs	0	650,000	0.00
Child Care for the Homeless	0	100,000	0.00
Study of Day Care Sliding Fee Scale	Language	0	0.00
Child Day Care Resources & Referral & Scholar.	Language	0	0.00
Allocation of Unused Head Start Funds	Language	0	0.00
Small Business Loans: Child Care	SBFA	0	0.00
AFDC/TANF Caseload Reduction	(28,425,271)	(49,170,092)	0.00
Welfare Reform Excess State Match	(6,564,573)	6,564,573	0.00
Accelerate Welfare Reform Jobs Phase-In	2,713,388	7,013,294	0.00
Increase VIEW Local Allocation	Language	6,000,000	0.00
Training VIEW Participants as Day Care Prov.	Language	1,365,000	0.00
Employment & Life Skills for VIEW	Language	240,129	0.00
Training & Community Work Experience	Language	0	0.00
Regional Transport Initiatives for VIEW	Language	2,500,000	0.00
Fed. Welfare (TANF) Reserve	Language	24,587,939	0.00
TANF Coverage of Aliens	Language	0	0.00
Social Services to Optional Groups of Aliens	Language	0	0.00
Transfer Welfare Evaluation Funds	Gen Accts	0	0.00
Increase Food Stamp Accuracy Rates	770,000	0	0.00
Study of Food Stamp Errors	Language	0	0.00
Study Need for Nutrition Assistance	Language	0	0.00
Food Stamp Work Requirement When No Jobs	Language	0	0.00
Food Stamp Work Requirements	Language	0	0.00
Energy Assistance Requirements	Language	0	0.00
Withdraw Matching Funds for Sheriffs' Fees	(816,000)	(1,584,000)	0.00
Addl. FTEs for Child Supp. Enforcement	0	0	10.00
Cont. Child Support Income Disregard	Language	0	0.00
Adult Care Residence Rate Increase	Language	0	0.00
Plan for Comp. of Local Employees	Language	0	0.00
Tech. Correction-Restore Omitted Word	Language	0	0.00
HB 1600, as Adopted	475,345,856	1,419,854,120	1,548.00
% Net Change	0.4%	5.5%	0.7%
Dept. for the Visually Handicapped			
1996-98 Budget (Chapter 912)	11,144,944	23,518,700	166.00
Employ Oppt. for Food Service Trainees	Language	0	0.00
HB 1600, as Adopted	11,144,944	23,518,700	166.00
% Net Change	0.0%	0.0%	0.0%
Va. Rehab. Center for the Blind			
1996-98 Budget (Chapter 912)	479,368	2,428,296	26.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
HB 1600, as Adopted	479,368	2,428,296	26.00
% Net Change	0.0%	0.0%	0.0%
Gov. Employment & Training Dept.			
1996-98 Budget (Chapter 912)	1,278,400	86,507,528	33.00
HB 1600, as Adopted	1,278,400	86,507,528	33.00
% Net Change	0.0%	0.0%	0.0%
Office of Health & Human Resources			
1996-98 Budget (Chapter 912)	3,634,143,765	5,113,546,196	16,865.00
Net Change	12,982,082	133,063,647	14.00
Total for Health & Human Resources	3,647,125,847	5,246,609,843	16,879.00
% Net Change	0.4%	2.6%	0.1%
NATURAL RESOURCES			
Secretary of Natural Resources			
1996-98 Budget (Chapter 912)	837,022	0	5.00
HB 1600, as Adopted	837,022	0	5.00
% Net Change	0.0%	0.0%	0.0%
Department of Environmental Quality			
1996-98 Budget (Chapter 912)	53,847,844	114,507,280	730.00
Ohio River Valley Sanitation Commission dues	Language	0	0.00
Increase Clean Water Revolving Loan Fund	8,050,769	20,000,000	0.00
JLARC-Satellite television	(1,000)	0	0.00
JLARC-Excess positions	(487,410)	0	(6.00)
JLARC-Management consulting	(120,200)	0	0.00
JLARC-Internal auditor	Language	0	1.00
JLARC-Water resources policy report	Language	0	0.00
JLARC-State agency compliance report	Language	0	0.00
JLARC-Enforcement report	Language	0	0.00
JLARC-Implement progress report	Language	0	0.00
JLARC-Economic benefit policy	Language	0	0.00
JLARC-Inspection policy	Language	0	0.00
JLARC-Regional compliance auditor	Language	0	1.00
JLARC-Consent order/audit process	Language	0	0.00
Coastal Resources grant report	Language	0	0.00
Federal grant policies	Language	0	0.00
Clean Air Act-Title V funds/progress report	Language	1,850,831	32.00
Kim-Stan stabilization funds from VEERF	0	450,000	0.00
Toxic release inventory HB-2246	50,000	0	0.00
Volunteer water quality program coordinator	50,000	0	1.00
Statewide water quality monitoring	700,000	0	6.00
Va. Water Quality Improvement Fund	10,000,000	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
HB 1600, as Adopted	72,090,003	136,808,111	765.00
% Net Change	33.9%	19.5%	4.8%
Chippokes Plantation Farm Foundation			
1996-98 Budget (Chapter 912)	0	158,000	0.00
HB 1600, as Adopted	0	158,000	0.00
% Net Change	0.0%	0.0%	0.0%
Department of Historic Resources			
1996-98 Budget (Chapter 912)	6,492,231	1,596,920	40.00
Expand Jamestown Rediscovery Project	325,000	0	0.00
Jamestown tourism promotion funds	Language	0	0.00
Promote interest in state's historic resources	215,180	0	0.00
Pocahontas Cemetery	10,000	0	0.00
Scotchtown	20,000	0	0.00
Brentsville District Courthouse	25,000	0	0.00
Blandford Church	0	0	0.00
Center for Industrial Preservation	25,000	0	0.00
Christ Church	50,000	0	0.00
Dodona Manor	100,000	0	0.00
Historic Glencoe Residence	25,000	0	0.00
Historic Occoquan	1,000	0	0.00
Historic Prince William Co. Courthouse	Language	0	0.00
Lee Hall Mansion	25,000	0	0.00
New Kent Historical Society	10,000	0	0.00
Old Portlock School	100,000	0	0.00
The Poe Museum	20,000	0	0.00
Robert Rousa Moton School	25,000	0	0.00
Stratford Hall	100,000	0	0.00
Valentine Museum	100,000	0	0.00
Virginia Historical Society	200,000	0	0.00
Woodlawn Plantation	25,000	0	0.00
Woodrow Wilson Birthplace	15,000	0	0.00
HB 1600, as Adopted	7,908,411	1,596,920	40.00
% Net Change	21.8%	0.0%	0.0%
Department of Conservation and Recreation			
1996-98 Budget (Chapter 912)	41,020,642	21,818,990	340.00
Increase state-operated concession fund	0	1,028,000	0.00
Fill vacant positions	Language	0	0.00
Reorganization guidelines	Language	0	0.00
General obligation bond report	Language	0	0.00
Open Space Preservation Fund HB-2044	225,000	0	0.00
Virginia Outdoors Foundation HB-2044	50,000	0	0.00
Sky Meadows State Park grazing rights	Language	0	0.00
Bear Creek Lake State Park sediment problems	Language	0	0.00
Breaks Interstate Park operating	30,000	0	0.00
Flood hazard mitigation funds	Language	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Norfolk beach protection project	400,000	0	0.00
Public Beach Board	250,000	0	0.00
Friends of the Chesapeake grants	0	341,730	0.00
Soil & Water Conservation District support	300,000	0	0.00
Soil & Water Cons. District dams maintenance	50,000	0	0.00
Soil & Water Cons. District dams analyses	125,000	0	0.00
Soil & Water Cons. District reappropriations	Language	0	0.00
Va. Water Quality Improvement Fund	5,000,000	0	0.00
HB 1600, as Adopted	47,450,642	23,188,720	340.00
% Net Change	15.7%	6.3%	0.0%
Department of Game & Inland Fisheries			
1996-98 Budget (Chapter 912)	0	62,759,887	410.00
Ft. Pickett hunting/fishing program	0	150,000	3.00
Additional game wardens	0	418,000	10.00
Boshers Dam fish passage	250,000	0	0.00
Handicapped access fishing pier	50,000	0	0.00
HB 1600, as Adopted	300,000	63,327,887	423.00
% Net Change	0.0%	0.9%	3.2%
Marine Resources Commission			
1996-98 Budget (Chapter 912)	14,329,237	8,694,956	147.00
Atlantic States Marine Fisheries dues	22,353	0	0.00
Reappropriation abandoned boat funds	Language	0	0.00
HB 1600, as Adopted	14,351,590	8,694,956	147.00
% Net Change	0.2%	0.0%	0.0%
Chesapeake Bay Local Assistance Department			
1996-98 Budget (Chapter 912)	4,169,906	0	18.00
Soil & Water Conservation District support	Language	0	0.00
HB 1600, as Adopted	4,169,906	0	18.00
% Net Change	0.0%	0.0%	0.0%
Virginia Museum of Natural History			
1996-98 Budget (Chapter 912)	4,002,998	813,918	34.00
Preplanning Study of Relocation	15,000	0	0.00
HB 1600, as Adopted	4,017,998	813,918	34.00
% Net Change	0.4%	0.0%	0.0%
Office of Natural Resources			
1996-98 Budget (Chapter 912)	124,699,880	210,349,951	1,724.00
Net Change	26,425,692	24,238,561	48.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Total for Natural Resources	151,125,572	234,588,512	1,772.00
% Net Change	21.2%	11.5%	2.8%
PUBLIC SAFETY			
Secretary of Public Safety			
1996-98 Budget (Chapter 912)	793,508	0	4.00
HB 1600, as Adopted	793,508	0	4.00
% Net Change	0.0%	0.0%	0.0%
Department of Criminal Justice Services			
1996-98 Budget (Chapter 912)	198,246,690	56,329,588	267.00
Forensic science unbudgeted cost increases	1,249,000	0	0.00
Forensic science alcohol breath testing	0	137,408	0.00
Transfer alcohol testing staff from DGS	0	205,000	3.00
Forensic science new staff	838,000	0	18.00
Forensic Science vacancy rate	(33,520)	0	0.00
Forensic science new building operations	2,029,284	0	9.00
Forensic Science excess rent	(245,419)	0	0.00
Pre-release/Post Incarceration Services	3,210,458	0	0.00
Reduce federal grant matching funds	(400,000)	0	0.00
Law enforcement specialized training fees	0	35,000	0.00
New NGF for training academies-HB 2102	0	1,114,562	0.00
Piedmont CJ training academy (independent)	63,562	0	0.00
Training academy guidelines	Language	0	0.00
Community Oriented Policing (COPS)	4,850,000	1,000,000	0.00
COPS fiscal staff	35,000	0	1.00
COPS technical assistance staff	115,000	0	2.00
Roanoke public inebriate center	163,147	0	0.00
Fairfax public inebriate center	225,409	0	0.00
HB 1600, as Adopted	210,346,611	58,821,558	300.00
% Net Change	6.1%	4.4%	12.4%
Commonwealth's Attorneys' Services Council			
1996-98 Budget (Chapter 912)	884,570	0	3.00
Juvenile prosecutors study	Language	0	0.00
HB 1600, as Adopted	884,570	0	3.00
% Net Change	0.0%	0.0%	0.0%
Department of Fire Programs			
1996-98 Budget (Chapter 912)	0	24,514,463	22.00
Increased fire programs fund revenues	0	759,401	0.00
HB 1600, as Adopted	0	25,273,864	22.00
% Net Change	0.0%	3.1%	0.0%
Department of State Police			

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
1996-98 Budget (Chapter 912)	230,105,069	52,015,795	2,353.00
Replace GF with DMV Special Funds	(435,000)	435,000	0.00
Increased fee revenue	0	920,000	0.00
Senior/Master Trooper study	Language	0	0.00
New state troopers	5,400,000	0	105.00
Patrol vehicle cost increases	0	1,333,292	0.00
Peninsula motorist assistance program	0	219,358	2.00
Sex offender registry (SB 746)	50,000	0	1.00
Concealed weapons fingerprints (SB 641)	30,000	0	1.00
HB 1600, as Adopted	235,150,069	54,923,445	2,462.00
% Net Change	2.2%	5.6%	4.6%
Department of Corrections			
1996-98 Budget (Chapter 912)	1,046,865,334	74,807,051	11,123.35
Administration			
Automation modernization approval	Language	0	0.00
Federal prison construction grant priorities	Language	13,200,000	0.00
Security staffing report	Language	0	0.00
Employee turnover report	Language	0	0.00
§30-19.1:4 impact (HB-157)	375,000	0	0.00
§30-19.1:4 impact (HB-1889)	125,500	0	0.00
§30-19.1:4 impact (HB-1911)	62,500	0	0.00
§30-19.1:4 impact (SB-746)	62,500	0	0.00
Institutions			
Inmate Telephone System Contract Renewal	Language	0	0.00
Inmate telephone revenue designation	Language	0	0.00
Fluvanna prison capacity cap	Language	0	0.00
Fluvanna prison operations	16,417,270	0	447.40
Transitional Savings (Relocation to Fluvanna)	(2,152,964)	0	0.00
Sussex I prison operations	11,935,917	0	460.50
Sussex II-defer opening (per GOV)	(341,525)	0	(4.00)
Mecklenburg prison expansion operations	692,348	0	0.00
Red Onion prison operations	1,884,747	0	398.50
Wallen's Ridge prison lease costs	(246,769)	0	0.00
Wallens Ridge-defer opening (per GOV)	(268,500)	0	(4.00)
Open Brunswick private prison (March 98)	(856,000)	0	0.00
Charlotte private prison (Jan. 1, 2000)	Language	0	0.00
Charlotte private prison (medium security)	Language	0	0.00
Transfer jail contracting funds to Comp Bd	(6,132,000)	0	0.00
Phase II food production study (DOC & VPISU)	50,000	0	0.00
Agriculture/work program expansion	328,000	0	16.00
Community			
Private minimum custody beds contract date	Language	0	0.00
Convert field units to detention centers	Language	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Southampton Women's Detention Center Ops	572,065	0	10.50
DOC-Charlottesville Drug Court	184,000	256,000	0.00
DOC-Richmond Drug Court	250,000	0	2.00
Strengthen Jail Contracting Program Language		0	0.00
Jail removal compliance savings	(3,147,692)	0	0.00
Jail Contracting Manager	100,000	0	2.00
Local jail construction reversions	(303,658)	0	0.00
Loudoun County jail plans review Language		0	0.00
Intensive probation supervision officers	1,000,000	0	38.00
HB 1600, as Adopted	1,067,456,073	88,263,051	12,490.25
% Net Change	2.0%	18.0%	12.3%
Department of Correctional Education			
1996-98 Budget (Chapter 912)	47,823,861	3,136,522	538.55
Administration	0	0	0.00
Study of inmates as adult school teacher aides Language		0	0.00
Privatization restrictions Language		0	0.00
Adult Schools	0	0	0.00
New institution private school operations	2,000,000	0	54.00
Detention center teachers Language		0	0.00
Juvenile Schools	0	0	0.00
New institution private school operations	5,313,128	0	80.00
New textbooks	207,744	0	0.00
Lower pupil/teacher ratios (Jan 98 language)	1,200,000	0	50.00
HB 1600, as Adopted	56,544,733	3,136,522	722.55
% Net Change	18.2%	0.0%	34.2%
Virginia Parole Board			
1996-98 Budget (Chapter 912)	1,509,678	0	9.00
HB 1600, as Adopted	1,509,678	0	9.00
% Net Change	0.0%	0.0%	0.0%
Department of Juvenile Justice			
1996-98 Budget (Chapter 912)	306,046,193	4,599,222	2,197.50
Administration			
Unbudgeted telecommunications cost increases	1,094,854	0	0.00
Support staff increase	314,286	0	4.00
Contract management staff	125,000	0	2.00
JLARC Report- develop youth services policy Language		0	0.00
JLARC Report-rehab program assessment Language		0	0.00
Allocate funds to correct program (technical)	186,500	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Allocate funds to correct program (technical)	(186,500)	0	0.00
Natural Bridge land swap authorization	Language	0	0.00
Community			
Office on Youth COLA adjustment	167,848	0	0.00
New Kent Office on Youth	35,000	0	0.00
Private placement beds 4/98 (40 beds)	400,000	0	0.00
Private placement startup savings	(2,500,000)	0	0.00
Boot camp funding shortfall	326,750	0	0.00
Boot camp startup savings	(450,000)	0	0.00
Local reimbursement approval by Board	Language	0	0.00
Local facility construction reversions	(120,802)	0	0.00
State share local facility operating costs	(42.976)	0	0.00
State share local facility construction costs	848,600	0	0.00
Shenandoah Detention Home operating	72,448	0	0.00
VJCCA-No loss (HB 29 action)	100,000	0	0.00
VJCCA-FY 97 Formula Adjustment	(599.063)	0	0.00
VJCCA-statewide conference	25,000	0	0.00
VJCCA-Northern Neck/ Essex County	83,825	0	0.00
VJCCA-Chaplin Youth Center (Yr-1 to Yr. -2)	0	0	0.00
Institutions			
Correctional officer pay regrade	587,047	0	0.00
Security staff increase	1,461,032	0	45.00
Security equipment increase	198,700	0	0.00
Mental health services increase	544,428	0	10.00
Centralize maintenance services	Language	0	0.00
Facility operating cost reduction	(1,719,144)	0	0.00
Military style programs at JCC's	500,000	0	0.00
New Beaumont facility operating costs	3,142,075	0	104.00
New Bon Air additional staff costs	394,076	0	14.50
New Bon Air additional equipment costs	700,000	0	0.00
New Culpeper facility start up operating costs	1,065,242	0	3.00
Private juvenile correctional center approval	Language	0	0.00
HB 1600, as Adopted	312,800,419	4,599,222	2,380.00
% Net Change	2.2%	0.0%	8.3%
Department of Alcoholic Beverage Control			
1996-98 Budget (Chapter 912)	0	467,067,846	903.00
Remove unnecessary language	0	Language	0.00
Remove outdated language	0	Language	0.00
HB 1600, as Adopted	0	467,067,846	903.00
% Net Change	0.0%	0.0%	0.0%
Department of Emergency Services			
1996-98 Budget (Chapter 912)	4,676,810	10,218,544	74.00
National Boy Scout Jamboree	60,000	0	0.00
Centralize payroll processing	(6.498)	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Supplant transportation funds w/GF	435,000	(435,000)	0.00
Civil Air Patrol equipment	120,000	0	0.00
HB 1600, as Adopted	5,285,312	9,783,544	74.00
% Net Change	13.0%	(4.3%)	0.0%
Department of Military Affairs			
1996-98 Budget (Chapter 912)	9,485,656	18,645,544	167.50
Fort Pickett operating costs	0	7,030,000	75.00
Relocate DMA headquarters to Fort Pickett	Language	0	0.00
National Guard armory maintenance	339,616	0	0.00
Air National Guard building maintenance	48,825	146,475	0.00
Transfer Chesapeake Armory to City	Language	0	0.00
National Guard tuition assistance	200,000	0	0.00
HB 1600, as Adopted	10,074,097	25,822,019	242.50
% Net Change	6.2%	38.5%	44.8%
Office of Public Safety			
1996-98 Budget (Chapter 912)	1,846,437,369	711,334,575	17,661.90
Net Change	54,407,701	26,356,496	1,950.40
Total for Public Safety	1,900,845,070	737,691,071	19,612.30
% Net Change	2.9%	3.7%	11.0%
TRANSPORTATION			
Secretary of Transportation			
1996-98 Budget (Chapter 912)	0	721,134	4.00
Report on Program Balances	0	Language	0.00
Welfare Reform and Transportation Needs	0	Language	0.00
Study Intermodal Coordinating Council	0	Language	0.00
HB 1600, as Adopted	0	721,134	4.00
% Net Change	0.0%	0.0%	0.0%
Department of Aviation			
1996-98 Budget (Chapter 912)	100,198	37,482,756	31.00
Revised Revenue Estimate	0	694,100	0.00
Wash. Airports Task Force Report on Western Corridor	0	Language	0.00
HB 1600, as Adopted	100,198	38,176,856	31.00
% Net Change	0.0%	1.9%	0.0%
Department of Transportation			
1996-98 Budget (Chapter 912)	85,000,000	3,665,148,542	10,292.00
Revised Revenue Estimate	0	83,043,045	0.00
Welcome Center Support from VEDP	0	450,000	0.00
Shift in State Police Support	0	3,114,600	0.00
Shift in Hazmat Response Fund Support	0	435,000	0.00
Appropriate Additional Federal Funds	0	103,783,000	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Coleman Bridge-Rebate 50%of Certain Tolls	0	New Language	0.00
Technical Amendment Adjusting Budget	0	3,000,000	0.00
Cap Access Pgm. Balances = Appropriation	0	Language	0.00
\$250,000 Alternat. Fuels Program-Final Year	0	Language	0.00
\$1.5 Million of Access Balance for Trail in Lee Co.	0	Language	0.00
\$125,000 in Access Balance for Route 168	0	Language	0.00
Study Upgrading Interstate Rest Stops	0	Language	0.00
Technical Budget Authorization	0	Language	0.00
Reduce Staffing Level	0	0	(30.00)
HB 1600, as Adopted	85,000,000	3,858,974,187	10,262.00
% Net Change	0.0%	5.3%	(0.3%)
Department of Rail and Public Transp.			
1996-98 Budget (Chapter 912)	0	192,027,420	28.00
Revised Revenue Estimate	0	3,301,500	0.00
Light Rail Study in Northern Virginia	0	Language	0.00
Mass Transit Operating Aid	0	4,100,000	0.00
Federal Funds for Bus Replacement	0	1,200,000	0.00
Federal Funds for Metro Capital Projects	0	2,400,000	0.00
Trans. Efficiency Improvement Fund Increase	0	Language	0.00
Manassas Rail "Predictor" Equipment	0	Language	0.00
Special Needs Vehicle Replacement	0	400,000	0.00
Study Performance-Based Aid Methods	0	Language	0.00
HB 1600, as Adopted	0	203,428,920	28.00
% Net Change	0.0%	5.9%	0.0%
Department of Motor Vehicles			
1996-98 Budget (Chapter 912)	0	281,533,884	1,753.00
Additional Motor Voter Funds	0	1,462,919	12.00
Shift in State Police Support	0	5,412,015	0.00
Additional Customer Service Staff	0	0	30.00
HB 1600, as Adopted	0	288,408,818	1,795.00
% Net Change		2.4%	2.4%
Motor Vehicle Dealer Board			
1996-98 Budget (Chapter 912)	0	2,772,300	20.00
HB 1600, as Adopted	0	2,772,300	20.00
% Net Change	0.0%	0.0%	0.0%
Virginia Port Authority			
1996-98 Budget (Chapter 912)	220,000	58,109,773	128.00
Guarantee Behind Port Authority Bonds	Language	0	0.00
Anchorage for Port of Hampton Roads	0	Language	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Technical Budget Authorization	0	10,590,580	0.00
Adjust Fund Sources for Capital Project	0	Language	0.00
HB 1600, as Adopted	220,000	68,700,353	128.00
% Net Change		18.2%	0.0%
Total - Transportation			
1996-98 Budget (Chapter 912)	85,320,198	4,237,795,809	12,256.00
Net Change	0	223,386,759	12.00
Total for Transportation	85,320,198	4,461,182,568	12,268.00
% Net Change	0.0%	5.3%	0.1%
CENTRAL APPROPRIATIONS			
Compensation Supplements			
1996-98 Budget (Chapter 912)	85,419,197	0	0.00
State & Local Empl. Salary Increase Dec. 1997 - Total 4%	23,989,400	0	0.00
Lag Pay Plan: Benefit Savings	(8,700,000)	0	0.00
Lag Pay Plan: Payroll Reserve	21,800,000	0	0.00
VCBA-Interest Rate Assumption	(328,131)	0	0.00
Recalculation of FY 97 Salary Cost	(4,011,575)	0	0.00
Lag Pay Information Program	(100,000)	0	0.00
VRS Pay Plan	Language	0	0.00
HB 1600, as Adopted	118,068,891	0	0.00
% Net Change	38.2%	0.0%	0.0%
Higher Education Equipment			
1996-98 Budget (Chapter 912)	9,200,000	0	0.00
HB 1600, as Adopted	9,200,000	0	0.00
% Net Change	0.0%	0.0%	0.0%
Economic Contingency			
1996-98 Budget (Chapter 912)	40,776,646	1,320,102	3.00
Transfer Funding to the Va. Liason Office	(177,646)	0	(3.00)
Assume Control of Fort Pickett	0	0	75.00
Solar Photovoltaic Incentive Grants	(5,850,000)	0	0.00
Mileage Allowance	300,000	0	0.00
Housing Partnership Contingent App (\$1.0 mil)	Language	0	0.00
Major Employer, Roanoke: \$700,000	Language	0	0.00
Major Employer, Roanoke	50,000	0	0.00
Major Employer, Newport News: \$1.0 mil	1,000,000	0	0.00
Hampton Roads Sport Authority: \$1.0 mil	Language	0	0.00
Major Employer, Petersburg: \$500,000	500,000	0	0.00
Commerce Park - Pulaski County	80,000	0	0.00
Privatization Savings Language	Delete Lang.	0	0.00
SuperFund Matching Funds	Language	0	0.00
HB 1600, as Adopted	36,679,000	1,320,102	75.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund <i>(10.0%)</i>	Non-gen. Fund <i>0.0%</i>	Total FTE <i>2,400.0%</i>
% Net Change			
Reversion Clearing Account			
1996-98 Budget (Chapter 912)	(16,087,214)	0	0.00
General Fund Reversion: Dept. Conservation & Rec	(200,000)	0	0.00
General Fund Reversion: DEQ	(375,000)	0	0.00
General Fund Reversion: Dept. Social Services	(1,125,000)	0	0.00
Higher Education Program Planning	90,000	0	0.00
General Fund Reversion/HB 29	(2,000,000)	0	0.00
DIT Computer & Telecom. Reversions	(2,460,998)	0	0.00
Reversion: Business Modernization Program Bal.	(300,000)	0	0.00
NGF Share IHRIS Systems Devel./Loan Repay Language		0	0.00
HB 1600, as Adopted	(22,458,212)	0	0.00
% Net Change	39.6%	0.0%	0.0%
Oil Overcharge			
1996-98 Budget (Chapter 912)	0	400,000	0.00
HB 1600, as Adopted	0	400,000	0.00
% Net Change	0.0%	0.0%	0.0%
Virginia Plan for Equal Opportunity			
1996-98 Budget (Chapter 912)	7,548,810	0	0.00
Va. Plan for Equal Opportunity/Language	20,000	0	0.00
HB 1600, as Adopted	7,568,810	0	0.00
% Net Change	0.3%	0.0%	0.0%
Legal Defense			
1996-98 Budget (Chapter 912)	100,000	0	0.00
HB 1600, as Adopted	100,000	0	0.00
% Net Change	0.0%	0.0%	0.0%
Employee Health Insurance Program			
1996-98 Budget (Chapter 912)	0	119,393,886	0.00
Health Ins. Surcharge: GF Colleges	3,849,154	0	0.00
Health Ins. Surcharge: \$27.4 million Language		0	0.00
Extend Health Ins. Plan through June 30, 1998 Language		0	0.00
HB 1600, as Adopted	3,849,154	119,393,886	0.00
% Net Change	0.0%	0.0%	NA
Transition Support			
1996-98 Budget (Chapter 912)	0	0	0.00
Transition Support to State-wide Elected Officers	100,000	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
HB 1600, as Adopted	100,000	0	0.00
% Net Change	0.0%	0.0%	0.0%
Central Appropriations			
1996-98 Budget (Chapter 912)	126,957,439	121,113,988	3.00
Net Change	26,150,204	0	72.00
Total for Central Accounts	153,107,643	121,113,988	75.00
% Net Change	20.6%	0.0%	2,400.0%
INDEPENDENT			
State Corporation Commission			
1996-98 Budget (Chapter 912)	0	103,770,605	561.00
HB 1600, as Adopted	0	103,770,605	561.00
% Net Change	NA	0.0%	0.0%
Virginia Workers' Compensation Commission			
1996-98 Budget (Chapter 912)	0	22,209,029	159.00
Uninsured Employers Fund	0	1,300,000	0.00
HB 1600, as Adopted	0	23,509,029	159.00
% Net Change	NA	5.9%	0.0%
Virginia Retirement System			
1996-98 Budget (Chapter 912)	0	32,135,419	141.00
Board & Employee Personal Liability Ins. Incr.	0	750,000	0.00
Workforce Commission Off-set	0	85,000	0.00
HB 1600, as Adopted	0	32,970,419	141.00
% Net Change	NA	2.6%	0.0%
State Lottery Department			
1996-98 Budget (Chapter 912)	0	131,118,169	292.00
New Game Test-Baseball Stadium	Language	0	0.00
HB 1600, as Adopted	0	131,118,169	292.00
% Net Change	NA	0.0%	0.0%
Medical College of Virginia Hospitals			
1996-98 Budget (Chapter 912)	470,000	847,121,306	4,066.87
Transfer Posion Control Center to health Dept.	(140,000)	0	0.00
Correct Second Year Approp. Authority	0	(423,560,653)	0.00
Transfer Medical School Positions to VCU	0	0	(197.23)
Tech. Adjust-MCV Positions Split Funded	0	0	(142.26)
HB 1600, as Adopted	330,000	423,560,653	3,727.38
% Net Change	(29.8%)	(50.0%)	(8.3%)

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Higher Education Tuition Trust Fund Board			
1996-98 Budget (Chapter 912)	0	0	0.00
Establish Agency/Max. Employment Level	0	<i>sum sufficient</i>	7.00
<hr/>			
HB 1600, as Adopted	0	0	7.00
% Net Change	NA	NA	NA
Independent Agencies			
1996-98 Budget (Chapter 912)	470,000	1,136,354,528	5,219.87
Net Change	(140,000)	(421,425,653)	(332.49)
<hr/>			
Total for Independent Agencies	330,000	714,928,875	4,887.38
% Net Change	(29.8%)	(37.1%)	(6.4%)
NON-STATE AGENCIES			
Non-State Agencies			
1996-98 Budget (Chapter 912)	11,165,012	0	0.00
Art Museum of Western Virginia	35,000	0	0.00
Blue Ridge Institute, Inc.	0	0	0.00
Charles City Center for Local History	10,000	0	0.00
Chrysler Museum - Operating Support	250,000	0	0.00
Crab Orchard Mus. & Pioneer Park	30,000	0	0.00
Explore Park	250,000	0	0.00
Fluvanna Arts Council	25,000	0	0.00
Fredericksburg Area Mus. & Cultural Center	10,000	0	0.00
George Mason Memorial Garden in Wash., D.C.	250,000	0	0.00
Good Hope School	15,000	0	0.00
Hampton History Museum Assoc.	40,000	0	0.00
Holiday Lake 4-H Center	50,000	0	0.00
Jamestown 4-H Center	50,000	0	0.00
Lyric Council, Inc.	50,000	0	0.00
Mariners' Museum	100,000	0	0.00
Mathews Court House	15,000	0	0.00
Maymont	150,000	0	0.00
Montpelier Center	100,000	0	0.00
National Air and Space Museum	500,000	0	0.00
National D-Day Memorial Foundation	100,000	0	0.00
Norfolk Botanical Garden	150,000	0	0.00
Northern Virginia 4-H Center	50,000	0	0.00
Paramount Theatre	50,000	0	0.00
Peninsula Fine Arts Center	100,000	0	0.00
Rawls Museum Art of Courtland	25,000	0	0.00
Reedville Fishermen's Museum	50,000	0	0.00
Richmond Children's Museum	50,000	0	0.00
Shady Grove School	15,000	0	0.00
Smith Mountain Lake 4-H Center	50,000	0	0.00
Southeast 4-H Center	50,000	0	0.00
Southwest 4-H Center	50,000	0	0.00
Special Friends Project	25,000	0	0.00
Tacoma School Community Center	25,000	0	0.00
Tazewell County Historical Society	5,000	0	0.00

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Trail of the Lonesome Pine	10,000	0	0.00
Virginia Air & Space Center	65,000	0	0.00
Virginia Ballet	30,000	0	0.00
Virginia Equine Center	832,754	0	0.00
Virginia Living Museum	100,000	0	0.00
Virginia Marine Science Museum	100,000	0	0.00
Virginia Museum of Transportation	125,000	0	0.00
Virginia Sports Hall of Fame	50,000	0	0.00
Virginia Symphony	100,000	0	0.00
Virginia Zoological Park	550,000	0	0.00
Virginia's Challenger Learn. Cntr./Math & Science	30,000	0	0.00
Volunteer Rescue Squad Museum	25,000	0	0.00
Waterman's Museum 2	25,000	0	0.00
Weems-Botts	35,000	0	0.00
Western Va. Found. (Ctr. on the Square)	100,000	0	0.00
William King Regional Arts Center	25,000	0	0.00
Wolftrap Foundation	150,000	0	0.00
HB 1600, as Adopted	16,242,766	0	0.00
% Net Change	45.5%	NA	NA
Total: Operating Expenses			
1996-98 Budget (Chapter 912)	16,574,043,245	17,836,225,991	104,868.73
Net Change	286,583,626	59,903,307	2,036.75
GRAND TOTAL-OPERATING	16,860,626,871	17,896,129,298	106,905.48
% Net Change	1.7%	0.3%	1.9%

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
<u>CAPITAL OUTLAY</u>	<u>Gen. Fund</u>	<u>Nongeneral Fund</u>	<u>Total</u>
<u>CENTRAL APPROPRIATIONS</u>			
General Conditions			
Capital Balance Reversions		Language	
Port Authority Capital Reviews		Language	
Central Maintenance Reserve			
Supplement Maintenance Reserve	9,864,514		9,864,514
Renov. Theater & Planetarium/Sci. Mus.	220,000		220,000
Melchers-Monroe Maint. Reserve	150,000		150,000
<u>ADMINISTRATION</u>			
Department of General Services			
Renov. Ext. of Eighth St. Office Building	250,000		250,000
Emerg. Exits for Ninth St. Bldg.	705,000		705,000
Renovate Va. War Memorial	279,450		279,450
Emerg. Exits for Eighth St. Office Bldg.	475,000		475,000
Central Distribution Warehouse		10,269,000	10,269,000
<u>COMMERCE AND TRADE</u>			
Department of Ag. & Consumer Services			
No. Neck Farmers' Mkt. Infrastructure	100,000		100,000
<u>EDUCATION</u>			
Va. Community College System			
New Bookstore at JS Reynolds CC		466,000	466,000
Scope Clarification DSL, LF, Dan. CCs		Language	Language
Equip. for Fredericksburg Campus/GCC	184,000		184,000
Plan Maint. Center, VWCC		250,000	250,000
Structural Repairs, PVCC	100,000		100,000
Equip. for Health & Comm. Dev., SWVCC	250,000	250,000	500,000
Plan Renovations, BRCC	0	64,000	64,000
Plan Renovation of Parham, JSRCC	0	82,000	82,000
Roof, HVAC, Major. Mech. (VPBA Int.)		1,500,000	1,500,000
University of Virginia			
Repair Structural Cables in Law School	1,750,000	2,650,000	4,400,000
NGF Supplement to Plan Clark Renov.		600,000	600,000
Plan Scott Stadium Renovation		6,000,000	6,000,000
Plan Construction of Med. Research Bldg.		4,000,000	4,000,000
Sprinklers for High-Rise Dormitories		504,000	504,000
Supplement to Chemistry Chillers		2,500,000	2,500,000
Plan for East Precinct Chiller Plant		1,250,000	1,250,000
Supplement to Athletic Offices		970,500	970,500

Detail of HB 1600

<u>CAPITAL OUTLAY</u>	1996-98 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Nongeneral Fund</u>	<u>Total</u>
Student Health Center Addition & Renov.		4,000,000	4,000,000
Acquire Eastern Shore Property		600,000	600,000
University of Virginia Medical Center			
Renovate Emergency Room		3,196,000	3,196,000
Clinch Valley College			
Replace Leaking Water Tank	454,000		454,000
Supplement to Zehmer Hall Renovation	200,000	750,000	950,000
Athletics and Recreational Fields		3,000,000	3,000,000
Virginia Polytechnic Institute and SU			
Sprinklers for High-Rise Dormitories		5,630,000	5,630,000
Supplement to Athletics Facility Project		750,000	750,000
Advanced Telecom. - Reduce Fed. NGF		(2,500,000)	(2,500,000)
Advanced Telecom Sup. (VPBA Interest)		2,500,000	2,500,000
Planning for Upper Quad Conversions		1,530,800	1,530,800
Addition to Cheatham Hall		2,471,000	2,471,000
Airport Parallel Taxiway		3,128,500	3,128,500
Telecommunications Upgrade		3,700,000	3,700,000
Virginia Commonwealth University			
West Hospital Life and Fire Safety Renov.	2,135,000	1,365,000	3,500,000
Supplement to Fine Arts Center Project		2,040,832	2,040,832
21st Century News Room Renovation		5,000,000	5,000,000
Construct Physical Plant Storage Facility		700,000	700,000
Sports Medicine & Athletics Renov.		2,300,000	2,300,000
Old Dominion University			
Land Acquisition, East Side Master Plan		8,000,000	8,000,000
George Mason University			
Renovate Student Unions		775,000	775,000
Construct Alternative Fuel Facility		565,000	565,000
Sup. to Pr. Wm. Aquatic Ctr. 9(d) bonds		0	0
Plan Academic Bldg. IV, Fairfax Campus		1,100,000	1,100,000
Sup. to Pr. Wm, Ph I.	250,000	250,000	500,000
Sup. to Pr. Wm, Ph I, VPBA Int.		500,000	500,000
College of William and Mary			
Renovation of Wren Building		3,676,000	3,676,000
Renovation of Wm & Mary Hall 9(d)		2,200,000	2,200,000
Renovation of Swem Library	500,000	6,000,000	6,500,000
Environmental Field Station		1,500,000	1,500,000
Plumeri Baseball Park		1,800,000	1,800,000
Virginia Institute of Marine Science			
Property Acquisition	200,000	350,000	550,000

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
<u>CAPITAL OUTLAY</u>	<u>Gen. Fund</u>	<u>Nongeneral Fund</u>	<u>Total</u>
James Madison University			
Sprinklers for High-Rise Dormitories		450,000	450,000
CISAT Campus, Ph. II	500,000		500,000
Acquire Downtown Office Bldgs.		1,081,000	1,081,000
Christopher Newport University			
Land Acquisition Blanket Authorization	500,000	900,000	1,400,000
Performing Arts Center		15,000,000	15,000,000
Sports, Wellness & Convocation Ctr.		15,000,000	15,000,000
Plan Parking Structure		500,000	500,000
Norfolk State University			
Sprinklers for High-Rise Dormitories		759,000	759,000
Acquire Property (VPBA Int.)		415,000	415,000
Acquire Property		415,000	415,000
Longwood College			
Sprinklers for High-Rise Dormitories		918,000	918,000
Business Assistance Center (VPBA Int.)		100,000	100,000
Mary Washington College			
Plan HVAC & Sprinkler Renov.		200,000	200,000
Supplement to Stafford Campus	500,000		500,000
Radford University			
Sprinklers for High-Rise Dormitories		1,516,000	1,516,000
Virginia Military Institute			
Modify Barracks for Female Cadets	505,000		505,000
Modify Cocke Hall for Female Cadets	2,430,000		2,430,000
Modify Other Bldgs. for Female Cadets	1,440,000		1,440,000
Virginia State University			
Upgrades to Outdoor Track		300,000	300,000
Southwest Va. Higher Education Ctr.			
Supplement to Education Center		568,945	568,945
Virginia Museum of Fine Arts			
Supplement to Educ. & Outreach Ctr.	275,000		275,000
Jamestown-Yorktown Foundation			
Plan Visitor Services Bldg.	200,000	50,000	250,000
 <u>HEALTH AND HUMAN RESOURCES</u>			
Dept. of Mental Health, MR, & SAS			
Use of Oil Overcharge Trust Funds	(1,676,106)	1,676,106	0

Detail of HB 1600

	1996-98 BIENNIAL TOTAL		
<u>CAPITAL OUTLAY</u>	<u>Gen. Fund</u>	<u>Nongeneral Fund</u>	<u>Total</u>
 <u>NATURAL RESOURCES</u>			
Dept. of Conservation & Recreation			
Park Improvement Projects		1,750,000	1,750,000
Douthat Lake Dredging		380,000	380,000
Dept. of Game & Inland Fisheries			
De-authorize Public Access Project		(25,000)	(25,000)
Canoe Access on Staunton River	25,000		25,000
Property Acquisition Feasibility	Language		Language
 <u>OFFICE OF PUBLIC SAFETY</u>			
Department of State Police			
Construct New Area 7 Office Bldg.	187,000	63,000	250,000
Acquire Existing Office in Area 40	Language		Language
Reduce Area Office Additional Project	(187,000)		(187,000)
Department of Military Affairs			
Danville Armory	964,000		964,000
Department of Corrections			
Complete Plans for New Med. Sec. Prison		1,200,000	1,200,000
Use of Oil Overcharge Trust Funds	(1,676,106)	1,676,106	0
Equipment from Balances	Language		Language
 <u>TRANSPORTATION</u>			
Virginia Port Authority			
Umbrella Capital Projects 9(d) bonds		88,000,000	88,000,000
 <u>INDEPENDENT AGENCIES</u>			
Medical College of Virginia Hospitals			
Eliminate Capital Project Appropriations		(21,000,000)	(21,000,000)
 GRAND TOTAL-CAPITAL OUTLAY	 ----- \$22,053,752	 ----- \$210,126,789	 ----- \$232,180,541

APPENDIX D

Summary of Employment Level Changes In Amended Budget

	Chapter 912 - FY 1998			Amended Budget			Difference		
	GF	NGF	Total	GF	NGF	Total	GF	NGF	Total
Legislative Department	557	36	593	561	36	597	4	0	4
Judicial Department	2,575	72	2,647	2,585	72	2,657	10	0	10
Executive Department									
Executive Offices	273	58	331	276	59	335	3	1	4
Administration	489	747	1,236	496	732	1,228	7	(15)	(8)
Commerce and Trade	1,204	1,509	2,713	1,088	1,494	2,582	(116)	(15)	(131)
Public Education	447	104	550	448	104	552	2	1	2
Higher Education	16,174	25,201	41,375	16,191	25,562	41,753	17	361	378
Other Education	396	162	558	410	161	571	14	(1)	13
Finance	1,094	43	1,137	1,096	43	1,139	2	0	2
Health and Human Resources	8,999	7,866	16,865	9,001	7,878	16,879	2	12	14
Natural Resources	934	790	1,724	937	835	1,772	3	45	48
Public Safety	15,848	1,814	17,662	17,785	1,827	19,612	1,937	13	1,950
Transportation	0	12,256	12,256	0	12,268	12,268	0	12	12
Central Accounts	3	0	3	0	75	75	(3)	75	72
Independent Agencies	0	5,220	5,220	0	4,888	4,888	0	(332)	(332)
Totals	48,992	55,877	104,869	50,874	56,033	106,907	1,882	156	2,038

