



Summary of

**THE GOVERNOR'S
PROPOSED 1998-2000 BUDGET
and
AMENDMENTS TO THE
1996-1998 BUDGET**

Introduced as House/Senate Bills 29 & 30

DECEMBER 23, 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 preliminary report on the Governor's budget proposals for the 1998-2000 biennium. The appendix also contains a summary of proposed amendments to the approved budget for the current biennium. Subsequent staff reports will be made available during the 1998 General Assembly Session.

SENATE FINANCE COMMITTEE

Staff

John M. Bennett, Staff Director
Pamela A. Currey
Elizabeth B. Daley
William E. Echelberger
Stephen W. Harms
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Robert P. Vaughn

Table of Contents

Overview.....	0-1
Revenues.....	1
Legislative, Judicial, Executive Offices.....	8
Administration.....	10
Commerce and Trade.....	16
Public Education.....	20
Higher Education	30
Other Education.....	43
Finance	46
Health & Human Resources	51
Natural Resources	65
Public Safety	69
Transportation.....	78
Central Appropriations.....	81
Independent Agencies.....	86
Nonstate Agencies.....	88
Capital Outlay.....	91

Appendices

State Funding of Public Education 1998-99	A
State Funding of Public Education 1999-00	B
Summary of Detailed Actions in Budget	C
Detailed Employment Summary	D
Amendments to 1996-98 Budget (HB/SB 29)	E

Overview of the Governor's Budget Recommendations for 1998-2000

The Governor's budget recommendations for 1998-2000 are predicated on (1) significant increases in the revenue projection above the amounts forecast last year for 1998-2000; and (2) substantial uncommitted balances that result primarily from the higher revenue forecast for FY 1998. Together, they provide almost \$20.0 billion in general fund resources available for 1998-2000 -- about \$2.6 billion more than the approximate cost of continuing current services.

In addition to the \$2.6 billion in new revenue, budget savings of about \$147.8 million are recommended in the introduced budget, bringing total new resources to about \$2.7 billion.

HB/SB 30, as introduced, proposes operating budget increases of \$2.4 billion and \$313.7 million for capital outlay.

Proposed General Fund Budget for 1998-2000 (\$ in millions)	
Revenues Available for Appropriation	\$ 19,962.7
Operating Appropriations	19,636.7
Capital Appropriations	<u>313.7</u>
Unappropriated Balance	\$ 12.2

Revenues

The general fund revenue forecast anticipates growth rates of 5.8 percent for FY 1999 and 6.0 percent for FY 2000 -- significantly above those assumed last year for 1998-2000. In addition, because FY 1998 revenues are now projected to be substantially greater than expected last year, the higher base to which the growth rates are applied will also increase revenues for 1998-2000. The combination of higher growth rates and a larger base from which revenues grow produces a general fund revenue forecast for FY 1999 and FY 2000 which is \$1,363.5 million above last year's projections.

Well over half of the increased revenue in the revised forecast results from the re-estimate for non-withholding collections. Strong stock market performance, changes in the federal tax rate for capital gains, and the strong income outlook projected for business owners and proprietors accounts for much of the projected increase.

Throughout the forecast period, Virginia's economy is projected to slightly outperform the nation. The revenue forecast assumes strong economic conditions in FY 1998, with somewhat slower, albeit healthy employment growth and low inflation in FY 1999 and FY 2000.

As introduced, HB/SB 30 also includes \$650.9 million in balances either brought forward from 1996-98 or projected to occur in 1998-2000. The largest portion of this total comes from a \$443.7 million increase in the revenue forecast for FY 1998. Because very little of this revenue is used in FY 1998, the bulk flows forward as a balance into 1998-2000.

Another \$211.4 million in balances comes from taking out of reserve those amounts that are appropriated for payment to the Revenue Stabilization Fund during the 1998-2000 biennium.

Proposed Spending Increases

The Governor's operating budget recommendations provide about \$2.4 billion in general fund spending increases above the level necessary to continue FY 1998 workloads and costs. Of this total, \$211.4 million is for payments to the Revenue Stabilization Fund based on FY 1997 actual and FY 1998 projected revenue growth. Another \$260 million is allocated in a central account to support the proposed exemption of personally owned vehicles from a portion of the personal property tax.

Of the remaining \$1.9 billion in additional resources, about \$790 million is proposed to meet the state's historical commitment to fully fund the state share of the Standards of Quality for public schools, to open and operate new adult and juvenile correctional facilities and local jails, and to meet mandated cost increases in several entitlement programs, primarily Medicaid.

The Governor's proposed employee compensation package for classified employees, faculty, local school teachers, and other state-supported local employees is funded at \$281.1 million.

The introduced budget contains several proposed increases in higher education, including a \$50.0 million performance fund, a variety of initiatives in public education which total about \$150.0 million, Chesapeake Bay clean-up

activities at \$34.3 million, and a number of proposed expansions in economic development programs and non-state agencies.

For capital outlay, the introduced budget includes for the first time since 1988-90 a significant capital program using current revenues. A total of \$313.7 million is recommended. An additional \$42.6 million of Maintenance Reserve funding -- normally considered a capital expense -- is included in the operating budgets of the colleges and universities.

A summary of significant general fund proposed spending increases in each major area follows.

Direct Aid for Public Education. About \$719.8 million of the \$2.4 billion in proposed spending increases is allocated to Direct Aid to Public Education.

The largest portion of the proposed new spending -- \$359.2 million GF -- goes to update the Standards of Quality accounts for increased enrollment (28,871 more students by the end of the biennium), prevailing costs of education, sales tax revenues, and updated composite index calculations, using the methodology which has been in place since 1986. A total of \$31.7 million has also been included to fund a retiree health care credit benefit authorized by the 1996 General Assembly.

Higher enrollment, caseloads, and higher prevailing costs also drive spending increases in a number of other programs, including Regional Special Education Tuition (\$20.0 million), At-Risk Four-Year-Olds program (\$16.9 million), Remedial Summer School (\$16.6 million), K-3 Reduced Class Size (\$16.8 million), At-Risk funding (\$7.0 million), and other categorical programs.

About \$97.1 million also has been included to provide a 2.25 percent salary increase for public school employees on January 1 of each year; and to provide initiatives in teacher training (\$34.8 million), remediation (\$31.6 million), and funding for instructional materials related to the revised Standards of Learning (\$25.1 million).

Funding is also included to reduce, and then eliminate, the diversion of Literary Funds for teacher retirement (\$23.2 million), and to provide 1,000 new elementary teachers in the second year (\$22.9 million).

In the Department of Education budget, increases totaling \$14.4 million are recommended for development of the first-year teacher training program; Standards of Learning testing, with additional end-of-course tests and evaluation; School Report Cards and Accreditation; and a needs assessment for a statewide student information system.

Higher and Other Education. About \$160.5 million in funding increases are proposed for higher education to include \$45.3 million to move faculty salaries toward the 60th percentile, and \$50.0 million in performance funding allocate to institutions based on measures such as graduation and retention rates.

The proposed budget also continues for two years the freeze on increases in tuition and mandatory instructional fees.

Other initiatives include \$5.6 million to keep student financial assistance at 35 percent of unmet need; \$11.9 million to address Year 2000 compliance issues; and \$7.7 million for the operation and maintenance of new facilities.

The budget also proposes an allocation of \$50.0 million from the Higher Education Equipment Trust Fund, to provide technology infrastructure and replace obsolete equipment. Lease payments on the equipment are budgeted in the Treasury Board.

Institution-specific initiatives include \$5.2 million for a high technology workforce training program and \$2.4 million for a classroom technology initiative at Old Dominion University; \$2.1 million to address library and non-personal services expenditures in the Virginia Community College System; and \$1.6 million for Pfiesteria research at the Virginia Institute of Marine Science.

Finally, funding of \$16.0 million in general funds is provided to increase the Tuition Assistance Grants for students attending private institutions from \$2,000 per student to \$2,600.

Public Safety. The Governor's proposed 1998-2000 budget contains an increase of \$145.8 million for public safety.

Adult corrections accounts for \$75.4 million of the increase. Major increases include \$68.6 million for opening the new maximum-security facilities at Wallens Ridge and Red Onion, as well as corresponding increases in direct inmate costs. These amounts assume opening delays of 3-6 months after construction is completed. In addition, the opening date for Sussex II is proposed to be delayed beyond the 1998-2000 biennium, as is the opening date for a second private prison in Charlotte County.

State and local juvenile corrections accounts for another \$32.1 million of the proposed spending increase in public safety. This includes \$12.9 million for the phased opening of the new maximum security facility at Culpeper -- 3 months after construction is completed -- and \$3.3 million for two new boot camps, plus \$4.7 million to expand military-style programs.

Another \$2.8 million is provided to fund part of the required increase in the Virginia Juvenile Community Crime Control Act (VJCCCA) formula. And,

about \$4.3 million is provided for the state share of the capital cost of new regional or local juvenile detention homes.

Other proposed public safety spending increases include \$17.9 million to replace transportation funds which have been utilized to offset operating costs in the Department of State Police; \$7.6 million for the forensics laboratory and DNA database; \$2.1 million to begin developing an integrated criminal justice information system; \$2.0 million to expand the Weed and Seed anti-crime program; and \$2.1 million to relocate the Department of Military Affairs headquarters to Fort Pickett.

Health and Human Resources. The introduced budget recommends an increase of \$251.6 million GF for the biennium. More than half is federally required: funding for inflation and increased utilization in Medicaid entitlements (\$121.7 million); and patient care improvements in mental health facilities (\$28.5 million). The remaining \$101.4 million GF in spending for non-federally mandated items is partly offset by \$64.9 million GF in savings.

State participation in two new optional federal programs is recommended: health insurance for poor children; and a "Welfare to Work" block grant. The \$64.5 million child health insurance and Medicaid outreach package includes \$14.6 million GF as a match for federal funds. The \$19.7 million "Welfare to Work" package for welfare recipients who are difficult to place in jobs includes a \$6.6 million GF match.

The introduced budget also recommends an additional \$29.5 million GF for community and institutional services for persons with mental disabilities. This increase is funded in part through \$10.0 million in savings proposed by closing Piedmont Geriatric Hospital by July 1999.

Compensation. Employee compensation increases totaling \$138.7 million GF are recommended to pay a 2.25 percent across-the-board salary increase in each year of the biennium for state and state-supported employees. The increase is limited to employees who receive a rating of at least "Meets Expectations" on their annual performance evaluation.

Included in this amount is a new program of recommended bonus payments for state classified employees who are judged to "Exceed Expectations" or be "Exceptional" on their annual performance evaluation.

Employer premium increases totaling \$30.2 million for health insurance are recommended as part of a package designed to restore the financial stability of the state's self-insured health benefits program.

Commerce and Trade. Nearly all of the new general fund spending in the Commerce and Trade Secretariat occurs in three agencies -- the Department of

Housing and Community Development, the Virginia Economic Development Partnership, and the Department of Business Assistance.

Proposed new funding includes \$10.0 million for the Richmond Centre expansion project, \$3.4 million for Enterprise Zone grant payments, \$8.0 million to satisfy the state's total commitment for the Semiconductor Educational Endowment Fund, and \$6.0 million to increase Workforce Training.

Funding of \$30.5 million for the biennium is recommended in Central Accounts for the Governor's "Deal Closing Fund." Also included in Central Accounts is \$6.1 million for the Solar Photovoltaic Economic Development Incentive Grants, \$5.5 million for economic contingencies, and \$3.1 million for the dredging of a deep draft anchorage and a study of Craney Island in Hampton Roads.

Natural Resources. The budget proposes an increase of \$49.9 million to achieve the multi-state commitment to reduce nutrients and improve water quality, assist the cities of Lynchburg and Richmond address their combined sewer overflow problems, and boost tourism in the state's parks and in non-state historical attractions.

New spending (\$34.3 million) for nutrient reductions and water quality improvements focus on point source, non-point source, and technical assistance programs provided by the Departments of Environmental Quality, Conservation and Recreation, and Chesapeake Bay Local Assistance.

Local aid for Richmond and Lynchburg is recommended at \$7.0 million to match an identical sum of federal dollars. In addition, the budget provides \$5.9 million in new spending on historic and commemorative attractions and \$0.9 million for additional positions and operating support for state parks and natural areas.

General Government. Central Appropriations includes \$260.0 million for the biennium to support legislation which would phase in the proposed exemption for the personal property tax on personally owned vehicles.

In Administration, the budget proposes funding of \$31.0 million to reduce the state funding ratio from the current level of one law enforcement deputy per 2,000 general population to one deputy per 1,500 general population, and staff for new local and regional jails.

Over \$11.7 million is proposed to begin to reduce the shortfall in the actuarial reserve in the state's Workers' Compensation and related self-insurance funds. For the Council on Information Management, significant expansion is being proposed to provide oversight of state agency efforts to correct the Year 2000 problem.

In Finance, \$45.1 million is added for debt service on new debt issues for five higher education capital projects, full-year debt service on bonds issued in FY 1998, and debt service on bonds to be issued in the next biennium. Another \$37.7 million is proposed for lease payments for six capital lease projects currently managed by other agencies, with two-thirds of the required funding transferred to the Department of the Treasury from those agencies. An additional \$16.1 million is included for debt service on higher education equipment financings.

Finally, funding of \$13.7 million is recommended to pay the cost of correcting Year 2000 problems for information systems at non-higher education agencies. Funding for the Year 2000 solutions in higher education is budgeted directly to the affected institutions.

Capital Budget Recommendations. The introduced budget provides \$716.5 million in additional support for capital construction, \$313.7 million of which would come from the general fund. The general fund projects include \$193.0 million of high priority construction and renovation projects in higher education, as well as life safety and system replacement projects across state agencies. Maintenance reserve funding of \$24.8 million in general funds is provided to state agencies, with another \$42.6 million recommended in the operating budgets of the colleges and universities.

Nongeneral fund projects include \$39.7 million for dorms and dining facilities at colleges and universities backed with state-supported 9(c) debt. Non-state supported debt of \$144.1 million from 9(d) bonds would be issued for parking and athletic facilities at colleges and universities.

The following table details the significant general fund spending increases proposed in HB/SB 30, as introduced.

Major Spending Increases Proposed in HB/SB 30, As Introduced (GF \$ in millions)	
Direct Aid to Public Education	
SOQ Accounts Updated/Sales Tax Revenues	\$ 359.2
2.25 % Salary Increase Each Year for Teachers	97.1
Teacher Training for Standards of Learning	36.5
Retiree Health Care Credit	31.7

Remediation Program for Standards of Learning	31.6
Materials/Textbooks for Standards of Learning	25.1
Eliminate Literary Fund Diversion by FY 2000	23.2
1,000 New Elementary Teachers	22.9
Regional Special Education-Incr. Enrollment/Rates	20.0
At-Risk Four-Year-Olds Program-Incr. Enrollment	16.9
Remedial Summer School-Incr. Enrollment/Costs	16.8
K-3 Reduced Class Size Program-Incr. Enrollment	16.6
Testing Program for Standards of Learning	8.9
At-Risk Funding-Incr. Enrollment/Per Pupil Funding	7.0
Enroll/Cost Incr.-ESL/Alt. Ed./Other Categorical	4.6
Expansion of Hospitals/Clinics/Detention Homes	4.2
School Report Cards-Data Collection/Dissemination	3.1
Governor's Schools-Increased Enroll./New Openings	3.0
Homework Assistance-Increased Enrollment	2.1
Provide Teacher Liability Insurance	1.6
Increase Dropout Prevention Funding	1.0

Higher Education

Faculty Salaries toward 60th Percentile	45.3
Performance Funding for Senior Institutions	50.0
Maintenance Reserve Funding in Operating	42.6
Year 2000 Compliance for Computer Systems	11.9
Enrollment Growth-3 institutions	9.2
Maintenance of New Facilities Coming On-line	7.7
Student Financial Assistance to 35 percent of Need	5.6
ODU-Workforce Training	5.2
Tuition Assistance Grants to \$2,600	16.0

Public Safety

Operating Costs for New Adult Prisons	68.6
Replacement of NGF - State Police	17.9
Opening of Culpeper Juvenile Correctional Center	12.9
Forensic Lab & DNA Databank-Workload Backlog	7.6
Military-Style Juvenile Program	4.7
State Share of Regional, Local Detention Homes	4.3
Two New Juvenile Boot Camps	3.3
Juvenile Community Crime Control Act	2.8
Correctional Education in New Facilities	2.6
Criminal Justice Information System	2.1
Relocate Military Affairs HQ to Fort Pickett	2.1
Weed & Seed Anti-Crime Program	2.0

Health and Human Resources

Medicaid Utilization & Inflation	121.7
Community & Facility Services for Mentally Disabled	29.5
Patient Care Improvements at Mental Health Facilities	28.5
New Health Program for Poor Children	14.6
Foster Care & Adoption Subsidies	14.2
State Match for Federal "Welfare to Work" Grant	6.6
Medicaid Information System	4.6
Implement Electronic Benefits Transfer Statewide	4.6
Child Support Enforcement Admin.-Offset Rev. Loss	4.3
Child Support Enforcement System Upgrade	3.6
Medicaid Rate Increase for Dentists	3.1
Match for Federal Safe Drinking Water Act	2.4
Full Funding of Poison Control Centers	1.7
Additional Adult/Child Care Licensing Staff	1.7
Local Health Dept. Facility Improvements	1.2
Match for Federal Abstinence Education Grants	1.0
Added Home-Delivered Meals for Elderly	1.0

Comprehensive Services Act

Caseload Growth	10.7
Service Improvement Incentive Fund	1.0

Employee Compensation

Classified/Local Empl. Salary Increase-Dec., 1998	75.3
Classified/Local Empl. Salary Increase-Dec., 1999	29.3
FY 1998-2000 Classified Employee Bonuses	34.1
Health Insurance Premium Increase	30.2

Commerce and Trade

Support for Richmond Centre	10.0
Semiconductor Endowment Fund	8.0
Workforce Services Training	6.0
Enterprise Zone Job Grants	3.4

Finance

Revenue Stabilization Fund-FY 1999 and FY 2000	211.4
Debt Service Payments-Full Year Cost/New Issues	39.3
Transfer of Capital Lease Payments	37.7
Equipment Trust Fund Debt Service	10.6
New Debt Service - New VCBA Projects	5.8
Technology Program Debt Service	5.5

Natural Resources

Water Quality Impr. Fund-Incr. for Point/Non-point	34.3
Non-State Historical Attractions	5.9
State Support for Lynchburg/Richmond Combined Sewer Overflow Projects	7.0

General Government

Cen. Acc'ts.-Personal Property Tax Program	260.0
Cen. Acc'ts.-Deal Closing Fund	30.5
Cen. Acc'ts.-Workers Comp. and Liability Fund Incr.	11.7
Comp. Bd.-Law Enforcement Deputies @1:1,500	16.1
Comp. Bd.-Law Enforcement Deputies @ 1:2,000	1.5
Comp. Bd.-Fully Fund 1997-98 New Jail Positions	13.7
Comp. Bd.-Increased Positions for New Jails	13.4
Criminal Fund-Projected Cost Increase	20.7
Judicial- Fee Increase for Court-Appointed Attorneys	1.9
Year 2000 Project Office	1.3
Cen. Acc'ts.-Solar Photovoltaic Grants	6.1
Cen. Acc'ts.-Economic Contingency	5.5
Match for Federal Port Dredging/Craney Island Study	3.1

Non-State Agencies 41.5

Other 95.6

Total-Operating Recommendations **\$ 2,389.9**

**Capital Outlay Recommendations
(GF \$ in millions)**

Maintenance Reserve (Other Than Higher Education)	24.8
Remediate Environmental Hazards	4.0
Remediate Underground Storage Tanks	2.0
Life/Health/Safety Code Compliance Renovations	9.3
NVCC-Medical Education Campus	18.0
TCC-Virginia Beach Campus Building	10.0
UVa-Clark Hall Renovation/Addition	18.9
CVC-Science Bldg. Renovation & Addition	9.7
VPI-Chemistry & Physics Building Construction	23.4
VCU-New Science Building Construction	21.9
VCU-Sanger Hall Renovation	10.2
ODU-Constant Hall Renovation & Addition	9.9

GMU-Const. Academic Bldg. IV, Fairfax	18.0
CNU-Renovate Ratcliffe Gymnasium	2.5
LC-Renovate East, West & Main Ruffner	9.1
MWC-Upgrade Goolrick Hall HVAC	2.2
NSU-Renovate Communications Building	3.6
RU-Renovate Walker Hall	2.6
VMI-Renovate Scott-Shipp Hall	10.2
VSU-Renovate Johnston Memorial Library	10.0
VSU-Renovate Owens Hall	5.4
SCIMUS-Campus Improvements, Fiber Optics.	3.5
JYF-Gallery, Cafe, Visitor's Center, & 400th Anniv.	16.2
DMHMRSAS-Asbestos Abatement	7.6
DMHMRSAS-Boilers, Steam Lines, HVAC	3.7
DVisHand-Renovate Charlottesville Workshop	5.0
VMNH-Construct New Museum	10.1
DOC- Wastewater Treatment and Water Tanks	3.2
DOC- Locks, Window, & Fence Replacement	2.3
DJuv. Just.-Wastewater System Repairs	3.1
DJuv. Just. - HVAC & Fire Safety Upgrades	3.6
DES-Cheatham Annex Fuel Storage Cleanup	3.2
Other Capital Outlay	<u>26.5</u>
Total-Capital Outlay	\$ 313.7

Spending Reductions

The budget, as introduced proposes reductions totaling about \$147.8 million. Almost half of these reductions come in Health and Human Resources, including the proposed closing of Piedmont Geriatric Hospital, effective July 1999, the use of federal funds for costs previously borne by the general fund, and Medicaid reductions which are possible because of changes in federal law.

Savings in Public Safety would result primarily from the proposed closing of St. Brides Correctional Center. Related savings in regional and local jails are the result of projected reductions in the number of prisoner-days for which the Commonwealth must pay.

The table on the next page details the savings proposed in HB/SB 30, as introduced.

**Major Spending Reductions
Proposed in HB/SB 30, As Introduced
(GF \$ in millions)**

Health and Human Resources

Revise Medicaid Reimb. for Medicare Payments	(\$ 27.8)
Substitute Federal Welfare & Other Grants for General Fund Expenditures	(25.1)
Closure of Piedmont Geriatric Hospital	(10.0)
Projected Reduction in Use of General Relief	(2.0)

Public Safety

Closing St. Brides Correctional Center	(10.7)
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Natural Resources

Match for Wastewater Loan Fund	(2.2)
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Commerce and Trade

Elim. Regional Competitiveness Act Funding in Yr. 2	(6.0)
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Public Education

Phase-Out Literacy Passport Test	(2.7)
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Administration

Payments for State Inmates in Local Jails	(24.2)
Lower Utilization of Jail Contract Bed Program	(19.5)

Other Savings

(17.6)

Total

(\$ 147.8)

REVENUES

The 1998-2000 budget, as introduced, projects \$19,962.7 million in general fund revenues, transfers, and unappropriated balances. This total includes \$431.8 million in available balances from the 1996-98 biennium and \$219.0 million in additions to the balance during the 1998-2000 biennium. Projected tax collections total \$18,550.9 million, and \$761.0 million in Lottery profits, ABC profits, and other transfers are included in the funds available for appropriation.

General Fund Revenue Available for Appropriation (\$ millions)

Available Balances	\$ 650.9
Revenue Estimates*	18,550.9
Transfers	<u>761.0</u>
Total General Fund Revenues	
Available for Appropriation	\$ 19,962.7

*Assumes passage of certain tax policies

Available Balances

As introduced, HB/SB 30 includes \$650.9 million in balances either brought forward from 1996-98 or projected to occur in 1998-2000. The largest portion of this total comes from a \$443.7 million increase in the revenue forecast for FY 1998. Because very little of this revenue is needed in FY 1998, the bulk flows forward as a balance into 1998-2000.

Another \$211.4 million in balances comes from freeing up for appropriation into the Revenue Stabilization Fund amounts which had been temporarily set aside or reserved by the Comptroller from the substantial 1996-98 revenue surplus. Those balances represent the \$123.8 million for the Rainy Day Fund which is appropriated in FY 1999 and the \$87.6 million which is appropriated in HB/SB 30 in FY 2000.

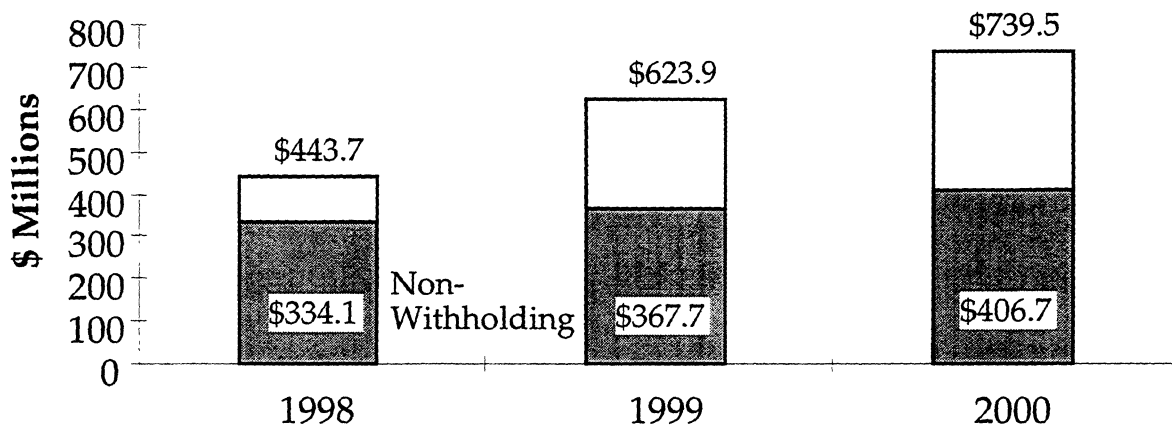
Other balances include \$7.7 million for recovery of the state's share of federal payments to local and regional jails for housing federal prisoners, and \$0.9 million for a Virginia Racing Commission repayment of a Treasury loan. A balance reduction of \$1.0 million is included for the federal Cash Management Act.

Revenue Growth

The general fund revenue forecast of \$18,550.9 million anticipates growth rates of 5.8 percent for FY 1999 and 6.0 percent for FY 2000 -- significantly above those assumed last year for the next biennium. In addition, because FY 1998 revenues are now expected to be \$443.7 million greater than expected last year, the higher base on which the growth rates are applied will also increase revenues for 1998-2000. The combination of higher growth rates and a larger base upon which to grow means that general fund revenues forecast for FY 1999 and FY 2000 are \$1,363.5 million above last year's projections. When the revised forecast for FY 1998 is included, additional revenues for the three fiscal years total \$1.8 billion.

Of the \$1.8 billion, \$1.1 billion (61 percent) results from the revised forecast for non-withholding collections. The strong stock market performance, changes in the federal tax rate for capital gains, and the strong income outlook projected for business owners and proprietors accounts for much of the projected increase. The Tax Department expects the change in federal capital gains tax treatment alone to contribute \$268.9 million of this increase, by inducing taxpayers to take additional capital gains.

Additional GF Revenues Compared to Last Year's Forecast



Throughout the forecast period, Virginia's economy is projected to slightly outperform the nation. The revenue forecast assumes strong economic conditions in FY 1998, with somewhat slower, albeit healthy employment growth and low inflation in FY 1999 and FY 2000. A more complete description of the economic assumptions underlying the revenue forecast is included later in this section.

Forecast of General Fund Tax Revenues
(\$ in Millions)

	<u>FY98</u>	<u>FY99</u>	<u>Percent Growth</u>	<u>FY00</u>	<u>Percent Growth</u>
Net Ind. Income	\$5,205.8	\$5,540.8	6.4%	\$5,914.9	6.8%
Corp. Income	448.6	443.1	(1.2)	464.9	4.9
Sales	1,933.9	2,036.9	5.3	2,155.4	5.8
Insurance Prem.	227.0	241.9	6.6	256.0	5.8
Public Service	<u>101.7</u>	<u>121.1</u>	<u>5.3</u>	<u>123.3</u>	<u>1.8</u>
Major Taxes	\$7,917.0	\$8,383.8	5.9%	\$8,914.5	6.3%
Other	<u>595.6</u>	<u>620.7</u>	<u>4.2</u>	<u>631.8</u>	<u>1.8</u>
Total Taxes	\$8,512.6	\$9,004.5	5.8%	\$9,546.3	6.0%

Assumed Legislative Revenue Changes

The Governor's recommended budget assumes legislative enactment of a number of changes involving tax and revenue policies. The largest is a central account appropriation of \$260 million, which is intended to reimburse localities for a reduction in tangible personal property taxes levied on personally-owned vehicles.

The introduced budget assumes continued deferral of the scheduled law change which would allow individuals to adjust the number of personal exemptions claimed, according to an estimate of their final tax liability. Currently, a taxpayer can ask the Tax Commissioner to administratively increase his withholding exemptions if cause can be shown.

This withholding change has been deferred each biennium since its original January, 1991, effective date. HB/SB 30, as introduced, proposes to again defer this withholding change from January 1, 1999 to January 1, 2001 -- to save \$33.6 million.

Other tax policy changes assumed in the revenue estimates include:

- 1) *Enterprise Zone Cap Increase.* Current law caps at \$8.0 million the total for tax incentives allowed under the Enterprise Zone law. The Governor proposes to increase the amount of tax incentives available by \$7.4 million the first year and \$10.2 million the second year.

- 2) *Virginia Pre-Paid Tuition Income Tax Subtraction.* The Governor proposes a subtraction of \$2,000 per year for each pre-paid tuition contract until the amount paid is fully deducted. The cost of the subtraction is estimated at \$2.5 million the first year and \$2.9 million the second year.
- 3) *Insurance Premium Retaliatory Tax Credit.* The Governor proposes a tax credit for retaliatory taxes paid on insurance premiums for companies that meet certain new investment and hiring levels. Some states charge a retaliatory tax to equal Virginia's tax rate on gross premiums for business done in their state because their home-based companies have to pay Virginia's higher premium tax. The proposed tax credit of \$2.5 million per year would reimburse one known eligible company (GE Capital) for retaliatory taxes paid.
- 4) *Recycling Credit.* The Governor proposes extending the sunset date of the existing recycling credit, and increases the amount that can be claimed from 40 percent to 60 percent. The estimated cost of the proposal is \$0.5 million each year.
- 5) *Historic Rehabilitation Tax Credit.* The Governor proposes extending the existing credit to banks and insurance companies, at an estimated cost of \$0.5 million per year.

**Assumed Tax Policy Changes
Affecting General Fund Revenue Estimates**

	<u>\$ Millions</u>
Proposed Tax Reductions:	
Enterprise Zone Cap Increase	\$ (17.6)
Virginia Pre-Paid Tuition Income Tax Subtraction	(5.4)
Insurance Premium Retaliatory Tax Credit	(5.0)
Recycling Credit	(1.0)
Historic Rehabilitation Tax Credit	(1.0)
	(\$30.0)
Proposed Policy Deferrals:	
Income Tax Withholding Change	\$ 33.6

Other expected revenue changes include the state's share of funds from horse racing activities of about \$2.1 million; additional Medicaid recoveries of \$3.8 million; and a reduction of MCI prison telephone revenues of \$2.8 million.

Several tax policy changes scheduled to take effect in the next biennium were not impacted by the Governor's budget proposals. These include:

- *Non-prescription Drugs.* The introduced budget assumes the \$22.8 million reduction in general fund revenues associated with the sales tax exemption for non-prescription drugs. The exemption for non-prescription drugs has been deferred several times since its original enactment in 1990. It is currently slated to take effect July 1, 1998.
- *Neighborhood Assistance.* Total tax credits available for the Neighborhood Assistance Program are scheduled to increase from \$5.25 million to \$8.0 million per year beginning July 1, 1998.
- *Low-Income Housing.* Low income housing tax credits of \$1.0 million per year are also scheduled to take effect January 1, 1998.
- *Coalfield Employment Enhancement Tax Credit.* From January 1, 1996 through December 31, 2001, taxpayers can earn credits against income taxes based on the production of coal or coal methane gas. Credits cannot be claimed until January 1, 1999. The credits are limited to 50 percent in tax years 1999 and 2000, and 75 percent in tax years 2001 and 2002. The remainder can be claimed in future years. The introduced budget assumes the \$16.4 million reduction in general fund revenues associated with this change.

Transfers

Transfers expected in the 1998-2000 biennium total \$761.0 million. Of this amount, \$684.0 million is expected from Lottery profits, which are projected to continue at the FY 1998 level of \$342.0 million per year

Other major transfers that routinely take place include \$43.0 million from Alcohol Beverage Control (ABC) profits, an increase of \$2.1 million per year, and \$21.8 million transferred from ABC revenues to support substance abuse programs. Other transfers are listed in the table on the next page.

The other significant transfer is a general fund reduction of \$15.1 million to reflect a transfer to the Children's Health Fund of revenues collected from equalizing the insurance premium tax treatment for Trigon, since it is now a public company. This reflects the impact of a bill passed last session to effect this change.

**Proposed Transfers in HB/SB 30,
As Introduced
(\$ in millions)**

Lottery Proceeds	\$ 684.0
ABC Profits	43.0
ABC to MHMRSAS	21.8
Unrefunded Marine Fuels	11.9
NGF Indirect Costs	10.8
Local Sales Tax Compliance	8.4
Transportation Sales Tax Compliance	3.8
IHRIS Recovery NGF's	2.0
Other	1.9
IHRIS Treasury Loan Repayment	(3.0)
GF Transfer to the Game Protection Fund	(8.5)
Children's Health Program	<u>(15.1)</u>
Total Transfers Proposed	\$ 761.0

Economic Scenario Associated with the Revenue Forecast

Virginia's revenue forecasting process is a multi-step one involving expert projections of national economic conditions, use of an econometric model to anticipate Virginia's economic outlook, and review of economic and business data by several Governor's advisory boards. The Governor's Board of Economists reviews the economic forecast that is officially adopted for use in the revenue estimates. The Governor's Advisory Council on Revenue Estimates considers whether the revenue estimates prepared by the Department of Taxation are realistic in light of current business conditions.

In FY 1997, economic growth was better than expected, both for the U.S. and Virginia. Virginia employment growth reached 2.9 percent, personal income grew 5.6 percent, and wages and salaries grew 6.7 percent. Last year's official forecast expected significantly lower growth than this.

The table below compares actual and forecast economic indicators for both the U. S. and Virginia. In general, the economy is expected to grow at a somewhat slower, albeit healthy, pace over the forecast horizon.

**Growth in Actual and Forecast
Selected U.S. and Virginia Economic Statistics
(Percent Growth Over Prior Year)**

	Actual		Estimated	
	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>
Real GDP	3.4%	3.1%	2.4%	2.4%
U.S. Personal Income	5.9	5.2	5.7	5.8
Va. Personal Income	5.6	5.8	6.0	6.1
Va. Wages and Salaries	6.7	5.9	6.2	5.9
Va. Employment	2.9	2.4	2.2	1.8

Source: WEFA September, 1997 Standard Forecast and Virginia Department of Taxation

Legislative, Judicial, Executive Offices

The Governor's proposed 1998-2000 budget for the Legislative Department and the Statewide Executive Offices anticipates no change in current operations. The actual distribution of funds within the Legislative Department will be made through budget amendments which will reflect action of the House and Senate Rules and Joint Rules Committees.

For the Judicial Department, the Governor's proposed 1998-2000 budget contains a net increase of \$22.1 million GF over the adjusted appropriation for current operations. The principal changes are an increase of \$20.7 million for caseload growth in the Criminal Fund, as well as \$1.9 million for increased attorney fees in felony cases. A reduction of \$1.2 million reflects the Governor's veto of legislation creating a new public defender office serving Charlottesville and Albemarle County.

- **Circuit Courts**

- ***Criminal Fund.*** Recommends \$10.3 million GF each year for the projected increase in costs paid by the Criminal Fund for indigent defense. This raises the recommended spending level for the Criminal Fund to \$50.7 million GF per year.
- ***Court-Appointed Attorney Fees.*** Recommends \$912,906 GF the first year and \$955,945 GF the second year to provide a 10% increase in the fees paid to court-appointed attorneys in Class II, III, IV, V, and VI felony cases. Language is included which overrides the statutory cap in § 19.2-163, Code of Virginia.

- **Juvenile and Domestic Relations District Courts**

- ***Private Mediation Services.*** Recommends \$100,000 GF each year to contract for mediation services.

- **Magistrate System**

- ***Magistrate Positions.*** Recommends \$41,728 GF the first year and \$41,982 GF the second year for additional magistrates. The recommended positions include 1.0 FTE magistrate for Stafford County, and 0.2 FTE magistrates each for Page and Louisa County (to reclassify current part-time positions).

- **Virginia State Bar**
 - *Consumer Real Estate Protection Act.* Recommends \$54,100 NGF the first year and \$55,670 NGF the second year to regulate persons performing escrow, closing, or settlement services. This program is self-supporting through registration fees.
 - *Fees for Legal Services.* Recommends \$17,128 NGF the first year and \$34,256 NGF the second year, to reimburse the Office of the Attorney General for legal services.
 - *Virginia State Bar Salary Increases.* Recommends \$85,000 NGF each year for a four percent across-the-board salary increase.

- **Public Defender Commission**
 - *Representation for Juveniles.* Recommends \$46,500 GF the first year and \$46,870 GF the second year, and one FTE position, for representation of juveniles at detention hearings.
 - *Office Automation.* Recommends \$154,000 GF the first year to upgrade existing computers and to purchase new ones.
 - *Charlottesville-Albemarle Public Defender.* Removes \$590,594 GF and 10.0 FTE positions each year from the base budget to reflect the Governor's veto of legislation creating a new public defender office serving Charlottesville and Albemarle County.

Administration

The Governor's proposed 1998-2000 budget for Administration agencies contains a net increase of \$18.7 million GF over the adjusted appropriation for current operations.

Funding increases are primarily contained in three agencies: the Compensation Board, \$47.7 million; the Department of General Services, \$12.0 million; and the Council on Information Management, \$1.3 million. Funding reductions of over \$44.2 million, almost entirely in the Compensation Board, offset much of the proposed spending increases.

Compensation Board increases are primarily for staffing new local and regional jails, and the addition of 332 deputy sheriffs to reduce the state funding ratio from the current level of one law enforcement deputy per 2,000 general population to one deputy per 1,500 general population. Savings in the Compensation Board's budget result from a reduction in the number of prisoner days that the state would make support payments for, in light of the revised forecast of state and local prisoners. The Department of General Services increase is based on the recommendations of a recent study of the state's Self-Insurance program and would begin a phased reduction of actuarial reserve shortfalls. Additional funding for the Council on Information Management would provide oversight of state agency efforts to correct the Year 2000 computer date problem.

- **Secretary of Administration**

- *Year 2000 Computer Date Problem.* Includes language establishing a Year 2000 Computer Date Change Project Office reporting directly to the Secretary. Related financing for the Office is included in the budget of the Council on Information Management.

- **Department of Personnel and Training**

- *Staffing for New Payroll and Personnel Information System.* Recommends \$227,354 GF the first year and \$239,231 GF the second year and five positions to implement and maintain the new Integrated Human Resource Information System (IHRIS), which will replace current payroll and personnel management data bases.

- **Department of Employee Relations Counselors.**
 - *Administrative Support.* Provides \$32,642 GF the first year and \$28,342 GF the second year for part-time administrative staffing support and for computer system maintenance and improvements.

- **Department of General Services**
 - *Transfer Commonwealth Competition Council Funding.* Reduces by \$292,597 GF each year the Department's budget for the Commonwealth Competition Council. Companion proposals establish the Council as a separate agency.
 - *Self-Insurance Funds.* Adds \$11.7 million GF and \$7.5 million NGF each year to begin phasing in a plan to fully fund the actuarially estimated reserve requirements for the Workers Compensation and General Liability Self-Insurance programs
 - *Environmental Laboratory Certification.* Provides \$407,361 NGF each year to establish a new certification program through the Division of Consolidated Laboratories for other public and private labs which do water and waste management testing. Funds to operate the program would come from fees charged agencies applying for certification.
 - *Virginia War Memorial.* Includes \$558,687 GF the first year and \$316,237 GF the second for general renovations, parking improvements and promotional material related to the Memorial.

- **State Board of Elections**
 - *Voter Registration System.* Provides \$150,000 GF the first year for systems development work associated with replacement of the statewide Voter Registration Information System.

- **Compensation Board**
 - *Administrative Computer Systems.* Includes \$0.7 million each year for DIT service charges and administrative support of the Compensation Board's computer systems, which are used to manage state payments to the localities.
 - *Population-based Salary Increases.* Provides \$50,879 GF the first year and \$51,335 GF the second year for salary increases due the

Principal Constitutional Officers, based on population growth in James City and Spotsylvania Counties.

- **1 to 1,500 Sheriff Deputies.** Includes \$8.0 million GF the first year and \$8.1 million GF the second year to support 332 additional sheriff deputies in departments which provide law enforcement services. The proposed ratio of one deputy per 1,500 general population would result in the following allocation:

<u>LOCALITY</u>	<u>CURRENT # LAW ENFORCE DEPUTIES</u>	<u>ADD TO MEET 1:1500</u>	<u>LOCALITY</u>	<u>CURRENT # LAW ENFORCE DEPUTIES</u>	<u>ADD TO MEET 1:1500</u>
ACCOMACK	17	5	LOUISA	12	4
AMELIA	5	2	LUNENBURG	6	2
AMHERST	15	5	MADISON	8	1
APPOMATTOX	7	2	MATHEWS	5	1
AUGUSTA	30	10	MECKLENBURG	16	5
BEDFORD	27	9	MIDDLESEX	5	2
BOTETOURT	14	5	MONTGOMERY	34	12
BRUNSWICK	9	2	NEW KENT	7	1
BUCHANAN	17	4	NORTHAMPTON	7	2
BUCKINGHAM	8	2	NORTHUMBERLAND	6	2
CAMPBELL	25	8	NOTTOWAY	9	2
CAROLINE	11	3	ORANGE	13	3
CARROLL	16	3	PAGE	12	4
CHARLOTTE	7	2	PATRICK	9	3
CLARKE	7	2	PITTSYLVANIA	29	9
CULPEPER	16	5	POWHATAN	10	3
CUMBERLAND	5	1	PRINCE EDWARD	10	3
DINWIDDIE	14	2	PULASKI	18	6
ESSEX	6	1	RICHMOND	5	1
FAUQUIER	26	8	ROCKBRIDGE	10	3
FLOYD	7	2	ROCKINGHAM	32	10
FLUVANNA	8	3	RUSSELL	17	3
FRANKLIN	22	7	SCOTT	13	3
FREDERICK	26	9	SHENANDOAH	18	5
GILES	9	3	SMYTH	17	6
GOOCHLAND	9	2	SOUTHAMPTON	9	3
GRAYSON	9	2	SPOTSYLVANIA	36	12
GREENE	8	1	STAFFORD	41	13
HALIFAX	19	7	TAZEWELL	27	5
HANOVER	38	12	WARREN	15	5
HENRY	35	3	WASHINGTON	25	8
ISLE OF WIGHT	14	5	WESTMORELAND	9	2
KING GEORGE	8	3	WISE	20	7
KING WILLIAM	7	2	WYTHE	14	4
LANCASTER	6	2	YORK	28	9
LOUDOUN	55	24			
			TOTAL	1249	332

- **Law Enforcement Deputies at 1:2,000.** Population growth in 22 counties will require funding for 40 additional law enforcement deputies to meet existing law. The proposed budget also provides \$0.6 million GF the first year and \$1.0 million GF the second year to meet existing law which specifies state funding of one deputy to 2,000 general population.

Estimated Law Enforcement Deputy Allocations at 1 per 2,000 of Population (FY 2000)			
Amherst	1	Lunenburg Lou-	1
Augusta	1	doun	13
Bedford	1	Louisa	1
Botetourt	1	Patrick	1
Culpepper	1	Powhatan	1
Fluvanna	1	Rockingham	1
Franklin	1	Spotsylvania	3
Frederick	2	Stafford	3
Hanover	2	Warren	1
Isle of Wight	1	Washington	1
King George	1	York	1
Total			40

- **Local Jails Opening in 1998.** Provides \$6.1 million GF the first year and \$7.6 million GF the second year for new and expanded jails which opened during the current biennium and are partially funded, or ones that are expected to open during the current year. The affected jails are: Fairfax, Albemarle/Charlottesville, Hampton Roads, Pamunkey, Botetourt and Martinsville.
- **New Jails Opening in FY 1998-2000.** Includes \$2.3 million GF the first year and \$11.1 million GF the second year for staffing the following new or expanded jail facilities, which are scheduled to open in the next biennium: Middle Peninsula, Blue Ridge Regional, New River Regional, Alleghany/Covington Regional, Rappahannock Regional, Southside Regional, Peumansand Regional, Martinsville and Tazewell.

- ***Jail Contract Bed Program.*** Reduces funds budgeted for payments to participating local and regional jails for housing state sentenced offenders, based on contractual agreements with the Department of Corrections. Savings of \$8.6 million GF the first year and \$10.8 million GF the second year will result, as the contract program is reduced from approximately 1,000 beds to approximately 100 beds in the second year.
 - ***Part-time to Full-time Commonwealth's Attorneys.*** Funds the conversion of part-time Commonwealth's Attorneys to full-time status, as provided for in the *Code of Virginia*. The additional cost of these conversions is \$335,892 GF the first year and \$278,174 GF the second year for the following offices: Amherst, Giles, Mathews and Highland.
 - ***Revised Jail Per Diem Payments.*** Provides a reduction in per diem payments for maintenance of prisoners in local jails, based on the recently revised forecast of state and local inmates. The budget proposal assumes a savings of \$12.7 million GF the first year and \$11.5 million GF the second year.
 - ***Per Diem Payments by the Department of Corrections.*** Removes current language which requires the Department of Corrections to provide additional compensation to localities in the event the Department fails to pick-up state sentenced offenders within the statutorily prescribed time frames.
 - ***Master Deputy Program.*** Includes \$385,627 GF the first year and \$439,025 the second year to reclassify sheriff deputy positions when certain advanced educational and training activities have been completed. The payments will be available to the following departments: Caroline, Culpeper, Fairfax, Gloucester, Montgomery, Nelson, Alexandria, Martinsville Regional and Hampton Roads Regional.
- **Council on Information Management**
 - ***Year 2000 Project Office.*** Adds \$624,789 GF the first year, \$629,167 GF the second year, and nine positions to direct the statewide effort to address the Year 2000 Computer Date change problem.
 - ***Geographic Information System.*** Includes language to develop a workplan for statewide oversight of the geographic information systems, and \$101,895 NGF and one position in the first year to im-

plement the requirement. Funding to support the effort will be from charges to user agencies.

- **Commonwealth Competition Council**

- *Separate Agencies.* Adds \$292,597 GF and four positions each year to establish the Commonwealth Competition Council as a separate agency for budget purposes. The funds are transferred to the agency through companion adjustments to the Department of General Services budget.

Commerce and Trade

The Governor's proposed 1998-2000 budget contains a net general fund increase of \$24.8 million over the adjusted appropriation for current operations. Three agencies - the Department of Housing and Community Development, the Virginia Economic Development Partnership, and the Department of Business Assistance - account for nearly all of the Governor's proposed general fund spending increases.

Proposed new funding in the Department of Housing and Community Development includes \$10 million for the Richmond Centre expansion project, \$3.4 million for Enterprise Zone grant payments, and \$6.0 million to continue the Regional Competitiveness Fund.

New funding for the Economic Development Partnership includes \$8.0 million to satisfy the state's total commitment for the Semiconductor Educational Endowment Fund, \$1.3 million to develop a Prospect Decision Support System, and \$0.5 million in additional funding for the Cooperative Advertising Fund.

New funding in the Department of Business Assistance includes \$6.0 million to increase Workforce Training activities and \$0.5 million to increase the Small Business Growth Fund.

Nongeneral fund increases of \$22.4 million include technology and automation enhancements at the Virginia Employment Commission, and \$4.8 million for the Breeder's Fund which is managed by the Virginia Racing Commission.

- **Department of Housing and Community Development**

- *Enterprise Zone Incentives.* Recommends an increase of \$1.7 million GF each year for Job Grant incentives provided by the Virginia Enterprise Zone Program.
- *Richmond Centre.* Provides \$10.0 million GF the first year to support the expansion of the Richmond Centre conference and convention facility.
- *Regional Competitiveness Fund.* Recommends level funding of \$6.0 million GF in FY 1999. The budget contains language to study the cost effectiveness of the Regional Competitiveness Act and to recommend any changes to the incentive guidelines.

- *Virginia Enterprise Initiative.* Removes \$1.0 million GF the second year for the micro-enterprise loan program. This program was proposed by the Administration during the 1995 Session as a means to provide low-income individuals with access to capital and business training to start and operate their own businesses.
- **Virginia Economic Development Partnership**
 - *Semiconductor Endowment Fund.* Recommends \$8.0 million GF the first year to fully capitalize a semiconductor educational endowment fund. The fund was established to further microelectronics and research in support of the Motorola, IBM/Toshiba, and White Oaks ventures. During the 1997 Session, the General Assembly approved \$1.0 million for the endowment, with a commitment to fund the remaining \$8.0 million over four years.
 - *Prospect Decision Support System.* Provides \$960,000 the first year and \$360,000 the second year GF support to continue the development of the geographic information and business site location system.
 - *Performance Compensation.* Provides \$279,118 the first year and \$464,205 the second year GF for performance based compensation commensurate with the Governor's proposed salary plan for classified employees. Language in the Budget Bill is intended to restrict salary increases or performance based pay to these amounts.
 - *Cooperative Tourism Fund.* Recommends an additional \$250,000 GF each year for the Cooperative Advertising Fund. Under the program, state funds are matched by private funds to promote and market tourist attractions and destinations. Funding for this program totals \$4.75 million each year.
- **Department of Business Assistance**
 - *Workforce Training Program.* Recommends an additional \$3.0 million GF each year for commitments made to new Virginia businesses and existing and expanding Virginia companies for worker training programs. Funding for this program totals \$13.5 million each year.
 - *Virginia Small Business Growth Fund.* Provides an additional \$250,000 GF each year for the capitalization of the Small Business Growth Fund. This program provides capital access to small and

medium size companies by providing loan loss risk protection to private lenders.

- **Department of Agriculture and Consumer Services**

- *International Marketing.* Recommends an additional \$85,000 GF each year to expand international marketing operations. Funds will be used to cover increased travel expenses and cover costs for participation in trade missions.
- *Domestic Marketing.* Provides \$115,000 GF and one position each year for a regional marketing manager for southeast Virginia.
- *Seafood Marketing Campaign.* Recommends \$100,000 the first year for a seafood marketing and education initiative for Virginia Seafood.

- **Department of Mines, Minerals, and Energy**

- *Solar Photovoltaic Federal Grant.* Recommends \$800,000 the first year and \$1.5 million the second year in federal grant funds to sponsor a cooperative agreement between the Commonwealth and Solarex, a manufacturer of solar photovoltaic panels, to produce and market viable renewable energy technology.

- **Virginia Employment Commission**

- *Virginia Career Connect System.* Provides \$1.4 million the first year and \$1.3 million the second year NGF to implement the electronic One-Stop Career Connect system grant from the U.S. Department of Labor. The new system will provide a web site with access to America's Job Bank, Labor Market Information, America's Talent Bank, and other information systems and services. This system is being developed and implemented in concert with the Governor's Employment and Training Department.
- *Improve Technology and Automation.* Recommends \$3.5 million the first year and \$3.1 million the second year NGF to complete the implementation of the department's information technology infrastructure.
- *Year 2000 Compliance.* Provides an additional \$1.8 million the first year and \$1.4 million the second year NGF to complete a five-stage effort to correct the year 2000 computer date problem.

- **Department of Forestry**
 - *Forest Fighting Vehicles.* Provides \$755,274 GF each year for the replacement of aging forest fire fighting equipment, and to place the department's equipment replacement program on a permanent rotation schedule.
- **Virginia Racing Commission**
 - *Breeders Fund.* Provides \$1.8 million the first year and \$3.0 million the second year in NGF spending authority to support the purposes of the Virginia Breeders Fund as required by the Code. These funds are used to establish purses for races with Virginia-bred horses.
- **Innovative Technology Authority**
 - *Virginia Commercial Space Flight Authority.* Provides an additional \$250,000 each year GF to support the start-up of the Virginia Space Flight Center at Wallops Island on the Eastern Shore.

Public Education

The Governor's proposed 1998-2000 budget for Direct Aid to Public Education contains an increase of \$719.8 million GF over the adjusted appropriations for current operations. A net addition of \$11.6 million GF is recommended for the Department of Education. Increased funding is also recommended for the Comprehensive Services Act totaling \$11.7 million to reflect caseloads.

Increases totaling \$719.8 million GF have been recommended for direct aid to public education: \$359.2 million GF to update the Standards of Quality accounts for increased enrollment, prevailing costs of education, sales tax revenues and updated composite index calculations; \$97.1 million GF to provide a 2.25 percent salary increase for public school employees; \$34.8 million GF in the first year to train 8,000 lead teachers in the new Standards of Learning and technology; \$31.6 million GF for additional remediation assistance for students not achieving on the new Standards of Learning tests and to train teachers in effective remediation techniques.

Also included in this total is \$31.7 million GF for the retiree health care benefit adopted by the 1996 General Assembly; \$25.0 million GF for the state share of a \$20 per pupil allocation for supplemental Standards of Learning instructional materials; \$22.9 million GF in the second year for 1,000 new elementary school teachers; and \$23.3 million GF to reduce, and then eliminate, the diversion of Literary Fund revenues for teacher retirement. Also included in the \$719.8 million total is \$94.2 million to update costs and participation rates in a number of categorical programs.

A funding reduction of \$14.5 million GF is recommended as an adjustment to the appropriation to remove a one-time Standards of Learning teaching materials program and other one-time activities.

In the Department of Education, increases totaling \$14.4 million GF are recommended for development of the first-year teacher training program; Standards of Learning testing, with additional end-of-course tests and evaluation; School Report Cards and Accreditation; and a needs assessment for a statewide student information system. These increases are offset somewhat by a \$2.7 million GF reduction resulting from the proposed phasing-out of the Literacy Passport Testing program.

- **Secretary of Education**

- *Technical Adjustments.* Adds a net \$39,851 GF the first year and \$43,693 GF the second year for compensation actions and to make technical adjustments.

- **Department of Education**

- ***SOL Test Continuation and Improvement.*** Increases funding by \$3.4 million GF the first year and \$4.6 million GF the second year and 1.0 FTE to maintain the new statewide Standards of Learning testing program, and to conduct a study of the impact of the tests on classroom instruction. Funding is also recommended to develop alternate assessments that are required for students with disabilities who are not participating in the regular testing program. The funding would be in addition to the \$6.0 million GF in the Department's annual base budget for the testing program.
- ***Report Card/Accreditation.*** Recommends \$1.5 million GF the first year and \$1.6 million GF the second year to fund 4.00 additional positions in the Department of Education's accreditation and management information systems divisions. The funding also provides for system upgrades and the printing and distribution costs of a School Report Card and other reports now required by the newly adopted Standards of Accreditation (SOA). The SOA requires that schools provide students, parents and the community with copies of the academic objectives at each grade level (or course requirements), a copy of the SOLs applicable to the students' grade level, and a School Performance Report individualized to each of Virginia's 1,987 schools.
- ***Teacher Training - Program Development and Administration.*** Includes \$1.7 million GF the first year for the Department to contract with 8 regional coordinators and 8 assistants to develop and administer a statewide teacher training program in the core academic areas and technology. Funding assumes the contracting of 40 professional trainers. Additional funding is recommended in Direct Aid to Public Education.
- ***Statewide Student Information System Needs.*** Recommends \$0.5 million GF the first year and \$0.2 million GF the second year to conduct an information systems needs assessment and information strategy plan for Virginia's school divisions. The current system, purchased in the late 1980s, is out-of-date, and support from the original contractor is no longer available. The funding would also support 3.0 FTE Management Information Systems staff to support the new reporting and data requirements of the Standards of Accreditation.
- ***Phase-out Literacy Passport Testing Program (LPT).*** Reduces funding by \$1.1 million GF the first year and \$1.6 million GF the second year to phase-out the LPT. The Standards of Quality currently contain a requirement for all students to take and pass the Literacy

Passport Tests as a condition of graduation. The recently adopted Standards of Accreditation contain different requirements for testing.

- *End-of-Course Tests.* Adds funding of \$0.8 million GF the first year and \$0.1 million GF the second year for the development of end-of-course tests in World Geography, Physics and Calculus to allow students to meet testing requirements contained in the newly adopted Standards of Accreditation. The new Standards require passage of a certain number of end-of-course tests for graduation from Virginia high schools.
 - *Technical Adjustments.* Adds a net \$752,352 GF the first year and \$828,509 GF the second year for compensation actions and to make technical adjustments.
 - *Nongeneral Fund Appropriations.* Provides authority to expend additional nongeneral funds totaling \$0.3 million each year for Driver Education, Teacher Certification, and Trust and Agency Accounts.
- **Direct Aid to Public Education**
 - *Technical Increases.* Includes \$101.1 million GF the first year and \$130.1 million GF the second year to make technical adjustments in Standards of Quality funding due to the following:
 - Update Prevailing Instructional Salaries. The data on which prevailing instructional salaries are calculated for the 1998-2000 Standards of Quality budget have been adjusted to reflect prevailing salaries in 1995-96 and the 1996-98 salary increases provided by the General Assembly.
 - Update Prevailing Instructional Support Costs. The data on which prevailing support costs, including textbooks and instructional supplies, are calculated have been updated from 1993-94, using the 1995-96 Annual School Report.
 - Update Projected Enrollment. The 1998-2000 Standards of Quality budget has been calculated using updated estimates of student enrollment. Enrollment is expected to increase by 14,297 students the first year above the revised projected enrollment for 1997-98 and another 14,574 students the second year.

- Revised Inflation Factors. The data on which prevailing support costs are calculated have been updated to reflect 1995-96 actual costs, adjusted for inflation through the third quarter of 1997.
- Revised Fringe Benefits Costs. The 1998-2000 Standards of Quality budget has been calculated to reflect revised VRS retirement rates approved by the VRS Board; Group Life Insurance rate increases from .07 percent in 1997-98 to .22 percent for 1998-2000; and a decrease in Health Care rates from \$2,280 per instructional position to \$2,202 per instructional position.
- ***Retiree Health Care Benefit.*** Funds \$15.7 million GF the first year and \$16.0 million GF the second year for a basic health insurance credit for retired teachers and other professional school division employees which was authorized by the General Assembly in 1996. The monthly health insurance credit equals \$1.50 for each full year of VRS service, for a maximum credit of \$45.00. The benefit is mandatory, and is 100 percent state funded. Payments will be made directly to VRS by the Department of Education.
- ***Sales Tax.*** Includes \$44.5 million GF the first year and \$83.5 million GF the second year for the estimated revenues available from the one-cent portion of the sales tax which is returned for public education.
- ***Teacher Salary Increases.*** Proposes \$23.8 million GF the first year and \$73.3 million GF the second year for the state share of a 2.25 percent salary increase for public school employees on January 1 of each year.
- ***Teacher Training.*** Recommends \$34.8 million GF the first year for a 100 percent state funded teacher training program. Funding is provided to train 8,000 lead teachers, selected by their school divisions in the core academic content areas and technology. Funding would be used to provide bonuses for the lead teachers and to provide stipends or pay the costs of substitutes for both lead teachers and the teachers they would train. Lead teachers would then be expected to train 40,000 classroom teachers. Funds would be allocated based on the percent of classroom teachers in each division, with each division getting a pro-rata portion of the funding, based on the number of SOQ-recognized teachers. Funding will be provided to school divisions on a reimbursement basis.
- ***Remediation Training and Programs.*** Recommends \$15.3 million GF the first year and \$16.4 million GF the second year to provide

additional instruction to students who do not pass the SOL tests and teacher training in SOL content and remediation techniques. Funding by division is calculated based on the cost of providing 2.5 hours of additional instruction to students at-risk of failing the SOL tests. A 10:1 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, and a training allocation of \$500 per remedial teacher.

- ***Supplemental Instructional Materials.*** Proposes \$12.5 million GF the first year and \$12.6 million GF the second year to provide the state share of \$20 per pupil for additional SOL instructional materials. The funds are recommended in addition to the \$24.0 million for textbooks included in Basic Aid each year of the 1998-2000 biennium.
- ***New Elementary School Teachers.*** Recommends \$22.9 million GF the second year for 1,000 new elementary school teachers. Although no language is included in the introduced budget, the Department of Planning and Budget assumed that the positions would be allocated to schools on a pro-rata basis, according to projected Average Daily Membership. Funding assumes a local match based on the Composite Index of local ability-to-pay. These positions are in addition to the 2,616 new teaching positions the state will be funding due to increased enrollment through the SOQ funding formula, and the 350 additional teaching positions supported by the increase in K-3 Reduced Class Size funding.
- ***Eliminate Literary Fund Diversion.*** Recommends \$7.8 million GF the first year and \$15.5 million GF the second year to reduce, and then eliminate, the Literary Fund diversion for Teacher Retirement. Using direct loans and Literary Fund subsidies in each year, it is projected that \$221-~~\$241~~ million in construction funding will be available in the 1998-2000 biennium.

The projected sources and uses of Literary Fund revenues are listed below.

**Literary Fund Sources & Uses -- 1998-2000 Biennium
(Dollars in Millions)**

Sources	FY 1999	FY 2000
Projected Revenues	106.0	120.2
Uses		
Teacher Retirement	7.8	0.0
Equipment Notes	33.7	33.7
Interest Rate Subsidy Grants*	10.0	10.0
DPB Assumed Direct Loans	<u>64.0</u>	<u>77.0</u>
Total Uses	\$115.5	\$120.7
Annual Balance**	\$(9.5)	\$(0.5)

* Interest Rate Subsidy Grants are used in conjunction with VPSA bonds to provide four to five times the amount of funds as the amount of the grant, depending on the interest rate achieved on the VPSA bonds. This program is used to take projects off the Literary Fund First Priority Waiting List.

** The annual balance represents the balance of annual total project commitments compared to annual revenues. The actual cash flow associated with project draw schedules enables the Board of Education to manage the Literary Fund with a positive cash balance.

- ***Teacher Liability Insurance.*** Proposes \$0.8 million GF in each year for liability insurance for teachers. First year funding for this new program has been proposed in HB/SB 29, as well.
- ***Drop-Out Prevention.*** Includes \$0.5 million GF in additional funding each year for the Drop-Out Prevention program. The program was initiated in 1989-90, to assist school divisions with students who were at-risk of dropping out of school. In 1997-98, 103 school divisions participated in this voluntary program, which received \$10.5 million.
- ***An Achievable Dream.*** Additional funding of \$0.1 million GF each year for An Achievable Dream, which operates an extended-school day and summer tennis and educational enhancement program in Newport News.

- ***Charter Schools.*** Includes \$2.5 million NGF in each year for charter schools, contingent upon passage of charter school legislation in the 1998 Session of the General Assembly.
- ***Update Regional Tuition.*** Adds \$8.1 million GF the first year and \$11.9 million GF the second year to recognize projected cost increases in tuition reimbursements for educational placements of children in public regional programs. Section 22.1-218 of the Code of Virginia requires the state to reimburse localities for the state share of the approved tuition rate. In 1996-97, expenditures in this program were \$23.4 million.
- ***Update Remedial Summer School.*** Adds \$7.9 million GF the first year and \$8.9 million GF the second year for remedial summer school. The program has steadily grown in the 1990s. Enrollment is estimated to grow from 69,868 students in 1997-98 to 93,890 students in 1998-99 and 98,592 students in 1999-2000. The per pupil amount has been updated to \$328. FY 1997-98 appropriations for this program totaled \$11.0 million.
- ***Update At-Risk Four-Year-Olds Programs.*** Adds \$8.5 million GF in each year for the At-Risk Four-Year-Olds programs to reflect updated estimates to the number of eligible children.
- ***Update K-3 Primary Class Size.*** Updates components of the K-3 Reduced Class Size funding formula -- federal free lunch participation and enrollment in each school -- resulting in an increase of \$8.0 million GF the first year and \$8.6 million GF the second year for the K-3 Reduced Class Size program. A total of \$56.7 million GF was appropriated in FY 1997-98.
- ***Update At-Risk Funding.*** Updates components of the At-Risk funding formula -- Basic Aid per pupil amounts, federal free lunch participation, and enrollment -- resulting in an increase of \$3.4 million GF the first year and \$3.6 million GF the second year. This program provides an add-on to Basic Aid based on the number and concentration of at-risk students in school divisions.
- ***Update Hospitals, Clinics and Detention.*** Adds \$2.0 million GF the first year and \$2.2 million GF the second year for the provision of education to children in state hospitals, clinics, detention homes, and the Woodrow Wilson Rehabilitation Center. State statutes require that appropriate education be provided to all children residing in state institutions and local detention homes. The state contracts with local school divisions to provide this service. Additional funds are necessary due to the expansion and increase of detention homes, additional programs and clinics in hospitals and

mental health facilities, and the provision of textbooks that relate to the Standards of Learning in all state operated programs.

- ***Update English as a Second Language (ESL).*** Adds \$0.6 million GF the first year and \$0.7 million GF the second year to provide services to students for whom English is a second language. The ESL state payments provide funds for the special English assistance and instructional materials required to educate ESL students. In 1996-97, the number of ESL students was 23,128. Additional funds are required to reflect growth in the ESL population and the increase in teacher salaries. Funding for ESL in FY 1997-98 was \$2.6 million.
- ***Update Regional Alternative Education.*** Increases funding by \$0.5 million GF the first year and \$0.6 million GF the second year for the Alternative Education program. These regional programs educate certain expelled students, students who have received suspensions from public schools, and students returned to the community from the Department of Juvenile Justice. There are currently 29 regional alternative education programs serving 116 school divisions. The per pupil amount has been updated from \$6,982 to \$7,743.
- ***Update Early Reading Intervention.*** Adds \$0.4 million GF in each year for the Early Reading Intervention program which was initiated in 1997-98, to assist school divisions with providing services to primary grade students who demonstrate reading deficiencies. In 1997-98, 116 school divisions participated in this voluntary program, which received state funding totaling \$6.2 million. Program costs have increased due to updated 1996 Kindergarten enrollment (projected through 1999-2000), and updated free lunch data.
- ***Update Homebound Instruction.*** Increases funding by \$0.4 million GF the first year and \$0.5 million GF the second year for Homebound education. Regulations for special education programs require that the state reimburse local school divisions for the state share of the cost of teachers employed to provide homebound instruction to eligible children. Although the hourly rate will be capped, an increase is projected in the number of hours for which reimbursement will be requested. Failure to provide the additional funds would result in a proration to local school divisions. Funding in FY 1997-98 was \$3.3 million GF.
- ***Update Homework Assistance.*** Adds \$1.0 million GF the first year and \$1.1 million GF the second year for the Homework Assistance program. This program provides additional funds for an extended school day homework assistance program for at-risk children in grades 3 through 5. Schools with at least 60 percent of their stu-

dents qualifying for the federal free lunch program are eligible to receive these incentive payments. The school day is extended one hour for four days a week. The introduced budget projects an increase in the number of schools eligible to participate and the number of students participating. Funding in FY 1997-98 was \$1.0 million GF.

- ***Update Truancy/Safe Schools.*** Additional funding of \$0.1 million GF each year for the Truancy/Safe Schools program. State funding is provided as an incentive for reducing truancy and supporting safe schools in elementary and middle schools. Local safe schools initiatives include such activities as youth violence committees, community policing programs, and conflict resolution training. The increased costs are based on updating absentee data from 1992-93 to 1995-96. Funding in FY 1997-98 was \$1.9 million GF.
- ***Update Maintenance Supplement.*** Adds funding of \$0.1 million GF the first year and \$0.2 million GF the second year for the Maintenance Supplement. The calculation of this \$15 per pupil payment for ongoing maintenance needs or debt service payments has been updated with projected enrollment for 1998-2000. Funding in FY 1997-98 was \$9.3 million GF.
- ***Governor's Schools.*** Adds funding of \$1.1 million GF the first year and \$1.9 million GF the second year for academic year Governor's Schools. Nine academic year Governor's Schools serve approximately 3,350 gifted and talented high school students. Increased enrollment is projected. In addition, four new Governor's Schools are proposing to open during the 1998-2000 biennium, and funding has been included for these new schools (Appomattox, Chesapeake, Linwood Holton and the Commonwealth Governor's School). Funding in FY 1997-98 was \$4.7 million GF.
- ***Technical Adjustments.*** Removes \$7.3 million GF from the base budget in each year to reflect removal of one-time costs, including SOL Materials, planning funds for the three new Governor's Schools, and technology equipment.
- ***Nongeneral Fund Appropriations.*** Provides authority to expend additional funds totaling \$60.1 million NGF during the biennium for School Nutrition (\$50.0 million NGF), Title II funds (\$4.0 million NGF), Foreign Language Academies and Governor's Schools (\$1.1 million NGF), Federal Land Use revenues (\$1.0 million NGF), and Adult Literacy programs (\$4.0 million NGF).

A listing, by locality, of proposed funding for Direct Aid to Public Education is provided in Appendix A and Appendix B.

- **Comprehensive Services Act**
 - *Caseload Growth.* Adds \$1.8 million the first year and \$8.9 million the second year to fund the cost of serving more at-risk youth. Funds provide for a 1.6 percent increase in appropriations the first year and an additional 6.5 percent increase the second year.
 - *New Incentive Fund.* Initiates an incentive fund for localities that improve services and reduce costs, by providing \$1.0 million the second year.
 - *Substitution of Federal Funds.* Reduces appropriations from the federal Social Services Block Grant (SSBG) by \$3.7 million each year, and replaces this amount with federal funds from the new block grant on welfare reform. A related action in the Department of Social Services uses the federal SSBG funds to replace general fund appropriations in other programs.
 - *Automation of CSA Data.* Adds language directing six state agencies to incorporate data needed to meet CSA reporting requirements into the development and refinement of other automated systems.
 - *Reporting and Utilization Management Requirements.* Adds language requiring localities to have a utilization management process approved by the State Executive Council. Also incorporates specific reporting requirements for localities, beginning in the second year.
- **Virginia School for the Deaf and the Blind (Staunton)**
 - *Technical Adjustments.* Adds a net \$389,706 GF the first year and \$426,854 GF the second year for compensation actions and to make technical adjustments.
 - *Increases.* Adds \$52,176 GF the first year and \$65,287 GF the second year for increased operating needs and school bus replacement.
- **Virginia School for the Deaf and the Blind (Hampton)**
 - *Technical Adjustments.* Adds a net \$345,261 GF the first year and \$378,023 GF the second year for compensation actions and to make technical adjustments.
 - *Increases.* Adds \$8,700 GF the first year and \$21,811 GF the second year for school bus replacement.

Higher Education

The Governor's proposed 1998-2000 budget for higher education provides a net increase of \$203.0 million GF over the adjusted appropriation for current operations. The budget provides \$2.6 billion in general funds for higher education in the 1998-2000 biennial budget, an increase of 8.3 percent over the 1996-98 activity-based budget. New general fund initiatives total \$160.5 million for the biennium. The operating budgets also include \$42.6 million of maintenance reserve funding which was transferred from capital outlay to the operating budgets of the institutions. Nongeneral funds of \$4.98 billion are also recommended for higher education, an increase of 5.27 percent.

- ***Tuition and Fee Policy.*** Recommends the continuation of a freeze on increases in tuition and mandatory instructional fees for Virginia resident undergraduate students. No tuition increase limits are proposed for resident graduate and professional students, or non-resident students.

Several budget initiatives have a nongeneral fund tuition component, which must be derived from tuition revenues from new students and from increases to out-of-state students. The rate increases for non-resident students are pegged at 2.8 percent the first year, and 2.9 percent the second year. The funds are to be used for faculty salary increases, enrollment growth, Year 2000 compliance, and the operation and maintenance of new facilities.

- ***Faculty Salaries.*** Provides \$45.3 million from the general fund and \$39.3 million from nongeneral funds for the biennium for faculty salary increases. The funds provide an average increase of 4.1 percent per year across all institutions. Actual increases range from 2.25 percent to 12.64 percent, depending on the relationship of each institution to its peer group. A minimum increase of at least 2.25 percent was provided to each institution.

The increases were pegged to the salary average of the institution at the 60th percentile of the peer group. This marks a change from the calculation method that has been used since 1987.

Part-time faculty and graduate teaching assistant salary increases are funded at 2.25 percent. Increases for administrative faculty range from 2.25 percent to 3.42 percent, so as not to exceed the increase provided for instructional faculty.

**Faculty Salary Increases
Biennial Amounts**

	<u>GF</u>	<u>NGF</u>	<u>Percent Increase</u>
UVA	\$4,005,971	\$9,755,513	5.67%
VPI	6,467,867	6,508,874	4.16
VCU	3,406,761	4,786,635	2.85
ODU	1,909,583	2,317,059	3.03
GMU	3,227,804	3,856,817	3.91
CWM	4,203,793	3,504,012	9.73
JMU	4,378,818	1,658,975	6.27
CVC	437,679	661,063	12.64
CNU	639,982	161,933	2.25
LC	488,023	241,711	2.64
MWC	584,332	940,265	5.95
NSU	577,170	1,019,771	2.25
RU	669,175	911,721	2.25
VMI	0	871,143	4.88
VSU	58,619	862,440	2.44
RBC	123,558	24,610	2.25
VCCS	9,605,349	1,212,283	2.25
VPI Ext.	3,502,898	0	4.16
VIMS	<u>981,884</u>	<u>0</u>	<u>9.73</u>
TOTAL	\$45,269,266	\$39,294,825	4.10 (Avg)

- **Financial Aid.** Provides \$5.6 million from the general fund for the biennium to allow institutions to continue to meet 35 percent of the unmet need for state financial aid. Currently, the Commonwealth meets about 35 percent of unmet need. Additional funding is provided to address enrollment growth and updated student cost information.

Proposed language in the budget bill states that students must meet two criteria to continue to qualify for state aid: 1) maintain at least a 2.0 grade point average, and 2) not exceed 135 credit hours unless the State Council of Higher Education exempts special programs for a particular institution.

Financial Aid	
	<u>Biennial GF</u>
UVA	\$ 332,094
VPI	1,009,990
VCU	931,469
ODU	560,808
GMU	633,692
CWM	190,408
JMU	288,452
CNU	170,980
LC	168,019
MWC	42,711
NSU	306,130
RU	266,589
VMI	46,852
VSU	44,009
RBC	7,775
VCCS	<u>630,867</u>
TOTAL	\$5,630,845

- **Performance Funding.** Provides \$50 million GF of performance funding based on core performance measures as compared to national peers. The core measures are:
 - Six-year graduation rate;
 - Retention rate of first-time freshmen;
 - Instructional and library expenditures as a percentage of total expenditures;
 - Credit hours generated per full-time faculty member;
 - Utilization of instructional space; and
 - Research funding per faculty member.

Funds are to be used for high priority instructional initiatives, such as recruitment and retention of faculty, improvement of retention and graduation rates, instructional technology, or to address nonpersonal services.

The Virginia Community College System and Richard Bland College were not included in the performance funding initiative because they lack an appropriate peer group for comparative measures.

Performance Funding	
	<u>Biennial GF</u>
UVA	\$ 5,558,366
VPI	8,067,902
VCU	6,749,698
ODU	4,217,586
GMU	8,078,938
CWM	1,884,142
JMU	6,158,080
CNU	1,449,080
CVC	425,584
LC	1,322,768
MWC	996,790
NSU	982,210
RU	3,576,738
VMI	176,186
VSU	355,932
RBC	0
VCCS	<u>0</u>
TOTAL	\$50,000,000

- ***Maintenance Reserve.*** Transfers maintenance reserve funds, which had been appropriated in the capital outlay section of the budget, to the operating budgets of the institutions of higher education. Language in the proposed bill directs that the funds must be transferred to the capital appropriation prior to expenditure, and are subject to current guidance on the expenditure of maintenance reserve funds. General funds of \$42.6 million are provided, an increase of \$4.4 million over the 1996-98 biennium.

Maintenance Reserve	
	<u>Biennial GF</u>
UVA	\$ 8,334,508
VPI	9,407,674
VCU	5,979,000
ODU	1,841,050
GMU	1,157,104
CWM	2,463,916
JMU	1,392,290
CNU	262,722
CVC	300,786
LC	549,998
MWC	605,228
NSU	705,170
RU	782,020
VMI	1,957,736
VSU	1,149,754
RBC	360,054
VCCS	4,941,110
VIMS	<u>396,176</u>
TOTAL	\$42,586,296

- ***Technology Enhancement and Equipment Replacement.*** Proposes an allocation of \$50 million from the Higher Education Equipment Trust Fund for instructional technology. Funding would provide \$13.9 million to replace obsolete equipment; \$26.1 million for telecommunications infrastructure; \$4.3 million for equipment in two capital projects, and \$5.7 million for replacement of computing systems that are not Year 2000 compliant.

The general fund lease payments, which are reflected in the Treasury Board budget, are \$5.5 million GF in the second year.

Higher Education Equipment Trust Fund Allocation

Biennial GF

UVA	\$14,328,558
VPI	12,558,617
VCU	4,212,996
ODU	4,581,414
GMU	1,443,404
CWM	1,047,518
JMU	739,720
CNU	157,347
CVC	143,281
LC	147,226
MWC	169,330
NSU	1,674,656
RU	502,020
VMI	394,735
VSU	1,173,675
RBC	19,161
VCCS	6,314,842
VIMS	235,500
SWVHEC	<u>156,000</u>
 TOTAL	 \$ 50,000,000

- Year 2000 Compliance.** Provides \$11.9 million GF and \$10.5 million NGF for the biennium to allow the institutions, where requested, to address Year 2000 compliance issues in their financial and student information computing systems. Not all institutions requested funding for Year 2000 compliance. The agency requests were reviewed by the Council on Information Management (CIM), and the proposed funding reflects CIM's recommendations. The Higher Education Equipment Trust fund also includes \$5.7 million for equipment purchases to address Year 2000 compliance issues.

Year 2000 Compliance		
	Biennial <u>GF</u>	Biennial <u>NGF</u>
UVA	\$ 1,135,483	\$2,428,880
VPI	4,638,126	3,912,155
VCU	499,991	932,509
ODU	1,988,321	793,858
GMU	723,070	856,930
JMU	1,625,407	414,768
CNU	514,012	108,388
LC	209,478	93,782
MWC	112,172	187,828
NSU	199,409	300,591
RU	81,643	114,339
VSU	114,307	396,693
VIMS	<u>80,000</u>	<u>0</u>
TOTAL	\$11,921,419	\$10,540,721

- *New Facilities On-Line.* Provides \$7.7 million from the general fund and \$3.5 million from nongeneral funds for the biennium for the operation and maintenance of new facilities coming on-line. The funds include \$750,000 of general funds, with no nongeneral fund component, for maintenance of the clean room facility in the School of Engineering at Virginia Commonwealth University.

Operation and Maintenance of New Facilities

	<u>Biennial GF</u>	<u>Biennial NGF</u>
VCCS	\$3,716,996	\$ 482,549
UVA	78,087	176,913
VPI	652,321	637,499
VCU	1,804,366	353,634
GMU	869,820	1,091,847
MWC	458,474	739,860
SWVHEC	<u>124,000</u>	<u>0</u>
TOTAL	\$7,704,064	\$3,482,302

- **Virginia Community Colleges**

- *Adjustment for Nonpersonal Services.* Provides \$662,516 in the first year, and \$1.4 million in the second year from the general fund for library and other nonpersonal services expenditures.
- *Transfer of Lease Payments.* Transfers \$1.3 million of general funds in each year to the Treasury Board for consolidation of long-term capital lease payments for the construction of the Norfolk Campus of Tidewater Community College.

- **University of Virginia**

- *Increase Funding for Health Care Costs.* Provides \$748,437 from the general fund in each year to cover the state's share of increases in employer premiums for employees participating in the Qual Choice health care plan, sponsored by the University of Virginia. This recommendation provides Qual Choice with per employee support comparable to that provided to state employees covered by KeyAdvantage or other state programs.
- *Family Practice Salaries.* Provides \$60,578 the first year and \$212,873 the second year from the general fund to cover faculty salary increases for those employees in the family practice residency programs. This is a technical adjustment.

- *Graduate Financial Aid.* Provides \$5.0 million each year in non-general funds to allow the University to provide fellowships to qualified graduate students.

- **Virginia Polytechnic Institute and State University**
 - *Tobacco Research.* Provides \$242,341 the first year, \$312,103 the second year, and one position from the general fund to support research in the medicinal and biogenetic applications of tobacco for the reduction of human disease and illness.

- **Virginia Commonwealth University**
 - *Police and Security Enhancements.* Provides \$175,000 in general funds and \$140,000 in nongeneral funds in each year to provide nine additional patrol officers to cover the university grounds.

 - *Support for Biotechnology Center.* Provides \$150,000 in general funds each year to support marketing operations of the Virginia Biotechnology Center, located in Richmond. Funding for marketing support had been provided through the budget of the Economic Development Partnership.

 - *Winchester Family Practice Program.* Provides \$134,054 and two positions from the general fund in each year to support the establishment of a new family practice residency program in Front Royal. Start-up funds for the program were provided by the 1997 General Assembly.

 - *Family Practice Salaries.* Provides \$71,151 the first year and \$247,004 the second year from the general fund to cover faculty salary increases for those employees in the family practice residency programs. This is a technical adjustment.

 - *Virginia Executive Institute.* Transfers support for the Virginia Executive Institute and Commonwealth Management Institute programs from the general fund to nongeneral funds. The institutes would be self-supporting entities and generate sufficient revenues to cover operating expenses. General funds are reduced by \$90,700 in each year, with a corresponding increase in nongeneral funds.

 - *School of Engineering.* Proposes that the fund source for the operation and maintenance of facilities for the School of Engineering be changed from private funds to nongeneral funds.

- **Old Dominion University**
 - *Technology Workforce Training Center.* Provides \$2.6 million in general funds and \$2.6 million in nongeneral funds in each year to support the development of a Technology Workforce Training Center. The funding would be used to support training in the field of information technology. The nongeneral funds would be generated from students.
 - *Enhance Use of Instructional Technology.* Provides \$1.2 million in general funds in each year for a partnership with Gateway 2000 to provide classroom technology that includes audio, video, and data integration capabilities.
- **Richard Bland College**
 - *Enrollment Growth.* Provides \$66,295 from the general fund and \$15,998 from nongeneral funds the first year, \$69,349 from the general fund and \$12,944 from nongeneral funds the second year, and 2.02 faculty and staff positions to accommodate projected enrollment growth. The proposed budget recommends that each institution absorb 2 percent of its enrollment growth annually, beginning in 1996-97, or eight percent over a four-year period. Funding is recommended for those institutions whose enrollment growth is projected to exceed the eight percent threshold during the 1998-2000 biennium.
 - *Adjustment for Nonpersonal Services.* Provides \$14,642 from the general fund in the first year, and \$30,232 in the second year for library services and other nonpersonal services expenditures.
- **Virginia Institute of Marine Science**
 - *Support for Pfiesteria Research.* Provides \$998,353 the first year, \$556,746 the second year, and eleven positions from the general fund to study the Pfiesteria micro-organism.
 - *Campus Security.* Provides \$25,200 the first year and \$24,100 the second year from the general fund to provide a professional security officer on campus during daytime, weekend, and holiday hours.

- **James Madison University**
 - *Enrollment Growth.* Provides \$3.0 million from the general fund and \$769,879 from nongeneral funds the first year, \$2.7 million from the general fund and \$1.2 million from nongeneral funds the second year, and 87.59 faculty and staff positions to accommodate projected enrollment growth. The proposed budget recommends that each institution absorb 2 percent of its enrollment growth annually, beginning in 1996-97, or eight percent over a four-year period. Funding is recommended for those institutions whose enrollment growth is projected to exceed the eight percent threshold during the 1998-2000 biennium.

- **Christopher Newport University**
 - *Enrollment Growth.* Provides \$1.6 million from the general fund and \$219,188 from nongeneral funds the first year, \$1.7 million from the general fund and \$503,841 from nongeneral funds the second year, and 49.12 faculty and staff positions to accommodate projected enrollment growth. The proposed budget recommends that each institution absorb 2 percent of its enrollment growth annually, beginning in 1996-97, or eight percent over a four-year period. Funding is recommended for those institutions whose enrollment growth is projected to exceed the eight percent threshold during the 1998-2000 biennium.

- **Norfolk State University**
 - *Improve Retention and Graduation Rates.* Provides \$94,222 from the general fund in each year to support five counseling positions. These positions would provide increased advising services to students, in an attempt to assist the university in improving retention and graduation rates.
 - *Enrollment Management Plan.* Provides \$78,200 from the general fund in each year to support concentrated and expanded student recruitment activities.

- **Virginia Military Institute**
 - *Assimilation of Female Cadets.* Provides \$221,000 from the general fund in each year to support a Title IX coordinator, an additional police officer, the continuation and expansion of the exchange pro-

gram, additional female cadet uniforms, and marketing expenses to support the assimilation of female cadets.

- ***Funding for the VWIL Program.*** Provides \$72,200 the first year and \$110,200 the second year from the general fund to support a fourth class entering the Virginia Women's Institute for Leadership at Mary Baldwin College.

- **Virginia State University**

- ***Program for Small Farmers.*** Provides \$394,000 and six positions from the general fund each year to support a program designed to improve the economic viability of small-scale farmers by enhancing the Cooperative Service and agricultural research efforts at VSU.
- ***Faculty Improvement.*** Provides \$195,000 the first year and \$200,000 the second year from the general fund to help Virginia State increase the number of faculty with high academic credentials to at least 85 percent of the total teaching faculty. The funds will be used for recruitment efforts as positions become available. The actions are intended to reaffirm accreditation, and increase competitiveness among peer institutions.

- **State Council of Higher Education for Virginia**

- ***Tuition Assistance Grants.*** Increases the annual grant to an estimated 12,900 Virginia students attending Virginia independent colleges and universities from the current \$2,000 per student to \$2,600. Additional funding of \$8.0 million in each year is recommended to support the increase.
- ***Minority Doctoral Fellowships.*** Provides \$13,000 from the general fund in each year to provide scholarships to 15 minority doctoral students attending Virginia institutions of higher education.
- ***Women's Institute for Leadership.*** Provides additional general funds of \$171,672 in the first year and \$223,920 in the second year to support a fourth class at the Virginia Women's Institute for Leadership at Mary Baldwin College. The increased funding would provide support for an additional 25 in-state students in each year.

- **Southwest Virginia Higher Education Center**
 - *New Facility Coming On-Line.* Provides \$62,000 of additional general fund support in each year for operation and maintenance of the new center, which will open in 1998.
 - *Increase Nongeneral Funds.* Provides \$225,000 of nongeneral fund authority in each year, along with four positions, to provide security, student services, and special events assistance. The revenue will be generated from the use of the new facility for conferences, exhibitions, trade shows, and public meetings.

Other Education

- **Library of Virginia**

- *New Facility Coming On-Line.* Provides \$135,000 from the general fund in the second year for shelving, bar scanners, and equipment for the new State Records Center, which will open in 1999.
- *Increased Staff Support.* Increases staffing levels to meet projected customer demand for services, especially in the area of information technology. Funding of \$180,209 GF and \$101,504 NGF and eight positions are provided in the first year, and \$196,914 GF and \$110,864 NGF and eight positions in the second year.
- *Artwork Coordinator.* Provides \$76,475 from the general fund in the first year and \$79,651 the second year and one position to coordinate oversight and registration of paintings and sculptures placed in the care of the Library of Virginia.

- **Virginia Museum of Fine Arts**

- *Legal Advice for Copyright Protection.* Provides \$38,400 from the general fund in the first year to allow the museum to secure specialized legal services related to the reproduction and licensing of images and intellectual property created by museum staff.
- *Support Staff.* Provides \$338,127 the first year and \$317,419 the second year from the general fund, along with nine positions, to provide support in the areas of housekeeping, collection inventory control, marketing, conservation, and community affairs.
- *Upgrade Textile and Objects Storage.* Provides matching funds of \$50,000 from the general fund in each year to improve textile storage to comply with the standards set by the American Association of Museums.

- **Science Museum of Virginia**

- *Enhance Visitor Experience.* Provides \$140,000 the first year, \$100,000 the second year, and one position from the general fund to develop small demonstrations and a visitors' guide to improve visitor enjoyment and learning opportunities. The project will also include an assessment component.

- *Support Staff.* Provides \$646,000 in each year from the general fund, along with seven positions, to provide support in the areas of exhibit maintenance, agency financial management, and to contract for security and housekeeping services.
 - *Marketing Program.* Provides \$294,000 in each year from the general fund to allow the museum to implement an advertising and tourist promotion effort, in cooperation with other museums and cultural agencies in the Boulevard area.
 - *Refurbish Science Galleries.* Provides \$192,000 the first year, \$152,000 the second year, and one position for replacement of signs and exhibits, and development of an interactive exhibit on the Commonwealth's Outstanding Scientists and Industrialists.
 - *Develop a Plan for the Aviation Museum.* Provides \$30,000 the first year and \$20,000 the second year from the general fund for a planning grant to develop options for the potential renovation and expansion of the Virginia Aviation Museum.
- **Jamestown-Yorktown Foundation**
 - *2007 Celebration Activities.* Provides \$154,405 GF and \$18,730 NGF the first year, and \$294,874 GF and \$77,548 NGF the second year to plan, promote, and raise funds for the 400th anniversary of the landing at Jamestown, which will occur in 2007. Seed money of \$1.0 million in general funds is also provided in the second year as start-up funding for private fund raising efforts.
 - *Delivery of Educational Programs* Provides \$88,662 GF and \$113,972 NGF the first year, and \$86,159 GF and \$164,502 NGF the second year to upgrade the maritime program, interpreters and costumes, and visitors services staff.
 - *Increase Administrative Support.* Provides \$215,979 GF the first year, and \$434,318 GF and \$39,230 NGF the second year for operation of the education center, implementation of a technology plan, and to enhance safety and security operations. One-time funding of \$400,000 the first year and \$800,000 the second year from the general fund is provided for the computing equipment and systems recommended in the agency's technology plan.

- **Frontier Culture Museum**
 - *Maintain and Develop DeJarnette Property.* Provides \$50,000 of nongeneral funds in each year to pay for basic maintenance, upkeep, and utilities for the property, pending determination of how the property will be used.
 - *Additional Staff.* Provides \$45,500 from nongeneral funds in each year to provide two positions to support interpretive programs.
- **Melchers-Monroe Memorials**
 - *Additional General Fund Support.* Provides \$100,000 from the general fund in each year to support the preservation of the facility, gardens, and museum collection at the James Monroe Library.

Finance

The Governor's proposed 1998-2000 budget for Finance agencies contains a net increase of \$314.5 million GF and \$3.7 million NGF over the adjusted appropriation for current operations. No reductions from the current operating budget are recommended for these agencies.

The single largest increase is \$211.4 million GF for two payments into the Revenue Stabilization or "Rainy Day" Fund. An additional \$45.1 million is recommended for debt service on new debt issues for five higher education capital outlay projects, full-year debt service on bonds issued in FY 1998, and debt service on previously authorized bonds issued during the 1998-2000 biennium. Also included is \$37.7 million for lease payments for six capital lease projects, with two-thirds of the required funding transferred from other agencies. Funding is included for technology and equipment enhancements for the Finance agencies themselves, a total of \$929,000 GF for the biennium.

- **Secretary of Finance**

- *Accounting and Budgeting Computer Systems.* Includes \$330,000 GF the first year for a consultant to plan and design replacements for the state's current automated accounting and budgeting systems. The current accounting system, the Commonwealth Accounting and Reporting Systems (CARS), was purchased and implemented in fiscal year 1978, and updated in fiscal year 1986. The current program budgeting system (PROBUD), was purchased in fiscal year 1981, and updated in fiscal years 1985 and 1990.

- **Department of Accounts**

- *Updated Revenue Projections for Aid to Localities.* Projects an additional \$748,000 the first year and \$530,667 the second year for payments to localities from shared tax sources. The amount reflects increased alcoholic beverage control profits and decreased proceeds from the wine tax.
- *New Computers and Software.* Recommends \$92,521 GF the first year and \$78,069 GF the second year for software and upgraded personal computers. The initiative would allow the agency to standardize to the latest Microsoft software. The agency anticipates using the Master Equipment Lease Program to purchase the hardware, with payments over three years. A final payment will be required in FY 2001.

- *Publication Finishing Equipment.* Includes a one-time appropriation of \$25,000 GF the first year for publication finishing equipment to automatically bind and finish documents printed by the agency. Finishing is currently done manually.
 - *VELA Loan Service Reserve Fund.* Proposes language to establish in the budget a reserve fund and recommends an appropriation of \$544,778 NGF to the fund the first year. The fund would cover any claims from the residual reserve accounts and security pledges which remain a State responsibility from the privatization of the Virginia Education Loan Authority (VELA) and the State Education Assistance Authority. Similar action is recommended in HB/SB 29.
- **Department of Taxation**
 - *Continue Electronic Reconciliation of W-2s.* Recommends an additional \$243,506 GF in each year to continue the electronic reconciliation of withholding payments from employers with the amounts claimed on individual tax returns. The federal government, which previously paid for this activity, has announced that it will no longer fund the activity.
 - *Relocate Warehoused Tax Records and Interstate Audit Section.* Recommends \$323,088 GF the first year and \$73,606 GF the second year to relocate prior year tax records to a new warehouse, pay for additional warehousing lease costs, and move the Interstate Audit Section into the Department's headquarters building. Plans are for the current building now housing the tax records and the Interstate Audit section to be renovated as part of the Children's Museum in Richmond.
 - *Audit of Public/Private Partnership Act.* Includes \$300,000 GF the first year for an audit of the Public/Private Partnership Project. The Partnership allows the Department to enter into contracts with private vendors who would provide new technology and processes to update Taxation's current computer system. Private vendors would receive a portion of additional revenues collected from the new system.

The Council for Information Management has required the audit as a condition for certifying the procurement request to begin the project. The audit will be ongoing. Costs in fiscal year 2000 and subsequent years will be paid from additional revenues collected from the new computer system.

- ***Expand Electronic Fund Transfer Program.*** Proposes \$129,600 each year to expand the electronic fund transfer program, which allows taxpayers to remit their taxes electronically rather than by check. It is anticipated that the Department will mandate that selected filers pay electronically.
 - ***Printing Revised Forms and Instructions.*** Includes an additional \$99,000 GF each year for printing costs of revised tax forms and instructions. Any additional costs required to print a revised Motor Voter registration form and instructions will be funded from Central Accounts. Also, \$175,000 for printing all revised forms and instructions is included in HB/SB 29, to cover anticipated increases for the current fiscal year.
 - ***Building Management Costs.*** Proposes \$178,000 each year for the Department to contract for building management services at its Richmond headquarters building. Maintenance is currently provided by the Department of Motor Vehicles (DMV). It is anticipated that ownership of the building will be transferred by DMV to Taxation during the current fiscal year.
 - ***Increase NGF Appropriations.*** Includes an additional \$1.6 million NGF each year, reflecting increased activity in the Contract Collector Fund and the Court Debts Collection Program Fund.
- **Department of the Treasury**
 - ***Required Payments for the Revenue Stabilization Fund.*** Includes \$123.8 million GF for a payment to the Revenue Stabilization Fund, which is required to be made in the first year of the biennium. The introduced budget also includes a second payment to the fund (\$87.6 million GF), which will be required based on current estimates of tax collections for FY 1998.
 - ***New Wiring, Computers and Software.*** Recommends \$85,862 GF and \$47,983 NGF the second year to replace the existing cabling for the Department. The funding would also allow the Department to begin initial hardware and software purchases through the Master Equipment lease program.
 - ***Replace Security System.*** Proposes \$37,200 GF and \$22,800 NGF the second year to replace the existing cabling for the Department.

- *Additional Positions and New Bank Reconciliation Computer System.* Recommends two positions be added in the bank reconciliation unit to handle increased workload and operate a new bank reconciliation system that will replace the existing demand deposit accounting system. Because the new system will also address the Year 2000 problems with the current system, funding for the new system is located in Central Accounts. The agency will absorb the salary costs associated with the two new positions.
- **Treasury Board**
 - *General Obligation, VPBA and VCBA 21st Century Bond Program Debt Service Requirements.* Funds increases of \$12.8 million the first year and \$26.5 million GF the second year to reflect the cost of new debt issuances during the biennium and full-year costs for bonds issued in FY 1998. The Department of Treasury has assumed interest rates of 5.66 percent, 6.16 percent, and 6.16 percent for the G.O., VPBA, and VCBA bonds, respectively.
 - *Transfer of Capital Lease Payments.* Transfers to Treasury responsibility for making lease payments for six tax-supported capital lease projects currently managed by other state agencies, along with \$18.8 million GF the first year and \$18.9 million GF the second year. About two-thirds of this amount will be transferred from the other agencies. The other one-third is additional funding necessary to meet lease payments in the biennium.
 - *Higher Education Equipment & Technology.* Proposes additional funding of \$7.2 million GF the first year and \$3.4 million GF the second year to support debt service payments on the Spring, 1998, Higher Education Equipment Trust Fund bonds authorized in Chapter 924. An additional \$5.5 million GF the second year is recommended to support debt service payments on the first of two \$25.0 million equipment allocations proposed for the 1998-2000 biennium.
 - *Virginia College Building Authority 21st Century College Program Debt Service Requirements.* Recommends \$0.5 million GF the first year and \$5.3 million GF the second year to support debt service payments on five higher education capital projects proposed in HB/SB 29. The projects include the renovation of Swem Library at the College of William and Mary, the construction of the second CISAT academic building at James Madison University, a supplement for the John Tyler Community College's Midlothian Campus, the renovation and expansion of Byrd Hall at the Virginia In-

stitute of Marine Science, and the construction of a special collections library at the University of Virginia.

- **State Internal Auditor**

- ***Added Positions.*** Includes \$103,885 GF the first year and \$104,712 GF the second year to fund two additional positions. The positions were administratively transferred from the Department of Taxation to the State Internal Auditor's office in the current fiscal year. The positions are already filled, with funding provided by carry-forward balances. Position responsibilities include the coordination of training courses, and quality assurance reviews of internal audit programs in state agencies.
- ***Training Funds.*** Recommends \$100,000 GF in each year for the State Internal Auditor's Office to coordinate training for internal audit personnel in state agencies. The funding may be used to contract with organizations to provide training, for the Internal Auditor's Office to provide the training directly, or to subsidize internal audit programs in state agencies for the cost of their training.

Health and Human Resources

The Governor's proposed 1998-2000 budget for Health and Human Resources agencies contains a net increase of \$186.7 million GF over the adjusted appropriation for current operations. About 80 percent of this state spending is federally required: funding for inflation and increased utilization in Medicaid entitlements, \$121.7 million; and patient care improvements in mental health facilities, \$28.5 million.

State match for two new optional federal programs is also included: health insurance for poor children; and a "Welfare to Work" block grant. The \$64.5 million child health insurance package includes: \$10.4 million GF match; \$15.3 million in revenue from elimination of the non-profit tax preference for Trigon; \$16.1 million in new federal funds for child health care; \$18.5 million in federal Medicaid funds for outreach to unserved but Medicaid-eligible children; and \$4.2 million GF for additional eligibility determination staff.

The \$19.7 million "Welfare to Work" package provides \$6.6 million GF match and \$13.1 million in federal funds. This program would provide training and other services to welfare recipients who are difficult to place in jobs.

Other major spending recommendations include an additional \$29.5 million GF for community and institutional services for persons with mental disabilities. This increase is funded in part through \$10.0 million in savings based on the proposed closing of Piedmont Geriatric Hospital by July 1999. The introduced budget also includes \$14.2 million GF and \$7.1 million NGF for caseload increases in foster care and adoption subsidies for children with special needs.

A total of \$64.9 million in general fund savings is also proposed. Besides the \$10.0 million savings proposed by closing Piedmont, other major savings actions include: \$27.8 million by limiting Medicaid reimbursement for Medicare copayments and deductibles; and \$25.1 million by substituting federal welfare and other grants for general fund expenditures.

- **Department for the Aging**

- *Home-Delivered Meals.* Adds \$500,000 GF each year for home-delivered meals for frail elderly persons. With this addition, appropriations would now total \$6.1 million GF per year for this service.
- *Special Local Projects.* Initiates a \$100,000 GF per year pilot project that would provide companion services to disabled elderly persons in southwest Virginia. The introduced budget also adds \$55,000 GF

the first year and \$60,000 GF the second year for Jewish Family Service of Tidewater.

- **Department of Health Professions**

- *Medical Manpower Database.* Provides \$100,000 GF each year for the development of a database on availability of medical professionals for underserved areas of the state.
- *Non-General Fund Projects.* Adds \$40,000 NGF per year from licensing revenue for reviewing regulation needs of other health professions, and adds one position and funds (\$38,163 NGF in 1999 and \$42,736 NGF in 2000) for coordination of regulations and studies within the department.

- **Department of Health**

- *Safe Drinking Water Act Funds.* Adds \$2.4 million GF in the second year as state match for federal Safe Drinking Water Act funds. With this addition, the state match for the federal grant would total \$11.4 million GF for the biennium. The estimate of federal funds is adjusted downward by \$10 million each year, for a remaining balance of \$20 million per year. Language is also included that would set aside \$2 million each year in loans to the Coalfield Water Development Fund, to assist in financing new drinking water facilities in Southwest Virginia. In FY 1988, \$4.0 was set aside for the loan fund in Southwest Virginia.
- *Pfiesteria Research Unit.* Recommends a research unit within the department to study the effects of the Pfiesteria disease on seafood. Each year, \$482,100 GF is provided for this unit. The unit would include four staff using vacant positions within the department's maximum employment level.
- *Improvements in Local Health Facilities.* Provides \$604,111 GF the first year and \$631,200 GF the second year for rent increases that support facility improvements in 15 local health departments. The local match in the cooperative health department budget is increased by \$471,632 the first year and \$485,841 the second year.
- *New Office for the Norfolk Medical Examiner.* Provides \$93,100 GF the first year and \$677,540 GF the second year to move the Norfolk Medical Examiner's Office into a new facility and to pay increased rent.

- *Poison Control Centers.* Adds \$855,877 GF each year to support statewide poison control services. With this addition, total funding would equal \$1.9 million GF per year for the centers.
 - *Additional Chicken Pox Vaccines.* Provides \$349,848 GF each year to expand distribution of vaccines to children ages two to four. Currently, \$534,056 GF is provided per year to cover children from birth to age two.
 - *Match for Abstinence Education Grants.* Provides \$500,000 GF each year as state match for federal grants targeted to the reduction of teenage pregnancy through abstinence education. Changes in federal law now require state appropriations as match, rather than in-kind contributions previously allowed.
 - *Continued Fatherhood Initiative.* Adds \$100,000 GF each year for a pilot program that promotes fathers' involvement in child rearing. The FY 1998 budget provided \$100,000 NGF for this program.
 - *Increased Costs of Pap Smears.* Adds \$339,570 GF each year for increased costs of administering pap smears. The base budget includes \$699,993 each for this program.
- **Department of Medical Assistance Services**
 - *Health Insurance Program for Children.* Establishes a new health insurance program for low-income children who are not eligible for Medicaid. The program, called KidsCare, will provide health insurance coverage to 24,000 children between the ages of six through 18 whose family income does not exceed 175 percent of the federal poverty income level. Health insurance benefits for these children will be equivalent to insurance plans available to state employees, such as Key Advantage. Language is included in the introduced budget to implement the program, expedite eligibility determination, and establish an eligibility determination office in Norton, Virginia, by July 1, 1998.

The introduced budget proposes to fund KidsCare using the Virginia Children's Medical Security Insurance Plan Trust Fund and a portion of available new federal funds for a children's health insurance program. The state trust fund was created during the 1997 Session and is funded by revenue from the elimination of the non-profit tax preference for Trigon. The state trust fund will provide \$8.2 million for the KidsCare program over the biennium. Federal funding will provide \$16.1 million over the biennium, for a combined total of \$24.4 million.

**Funding for Children's Health Insurance and
Expanded Medicaid Outreach
(\$ in millions)**

	<u>GF</u>	<u>Va. Children's Medical Security Insurance Plan Trust Fund</u>	<u>Federal Child Health Ins. Funding</u>	<u>Federal Medicaid Funding</u>
KidsCare	\$ 0.0	\$ 8.3	\$16.1	\$ 0.0
Medicaid Outreach and Enrollment	10.4	6.2	0.0	18.5
DSS Eligibility Determination	<u>4.2</u>	<u>0.8</u>	<u>0.0</u>	<u>0.0</u>
Total	\$14.6	\$15.3	\$16.1	\$18.5

- ***Expand Outreach Efforts to Enroll Medicaid Eligible Low-Income Children.*** Participation in the new federal children's health insurance program requires the state to expand outreach efforts to identify and enroll children who are eligible for the Medicaid program. It is estimated that there are 82,000 children in Virginia who may qualify for Medicaid enrollment, but only 50 percent of these are likely to enroll in Medicaid. The Governor's proposed budget includes funding to expand outreach and enroll 20,500 additional low-income children in Medicaid in the first year and 12,300 additional children in the second year.

Required state match for Medicaid coverage for the additional low-income children will be partially supported by \$6.2 million from the Virginia Children's Medical Security Insurance Plan Trust Fund.

- ***Placement of Geriatric Patients in State Mental Health Facilities and in Private Nursing Homes.*** Proposes to close Piedmont Geriatric Hospital, effective June 30, 1999, and discharge 229 patients in state geriatric facilities to private nursing homes. The net savings to the Medicaid program is estimated at \$7.0 million GF and \$9.6 million NGF over the biennium.

Currently, Medicaid provides funding for a number of geriatric patients who reside in state mental health facilities. The Medicaid payment represents a state cost of approximately \$43,000 per patient per year. The introduced budget proposes capturing savings from the state cost of the Medicaid payment to provide a monthly supplement to private nursing homes that agree to admit these patients. The average monthly supplement is estimated at \$750 per patient.

- ***Revise Medicaid Payment Rates for Medicare Copayments and Deductibles.*** Proposes saving \$27.8 million GF and \$29.6 million in federal funds by revising the Medicaid payment rates for copayments and deductibles paid on behalf of persons who are dually eligible for Medicaid and Medicare. Currently, Medicaid reimburses providers the full amount of the Medicare copayment, coinsurance and deductibles in compliance with a previous United States District Court decision.

The federal Balanced Budget Act of 1997 clarifies that states now have the authority to limit Medicaid reimbursements for Medicare deductibles, coinsurance, and copayments to the difference between the Medicaid service rate and the Medicare payment. Language is also proposed directing the Office of the Attorney General to pursue any legal action necessary to obtain relief from the court's decision, in the event that questions arise about whether the court decision or new federal law applies to Virginia.

- ***Utilization and Inflation.*** Adds \$121.7 million GF and \$135.1 million in federal funds for increased demand and inflation in medical costs for the Medicaid program. This increase anticipates that Medicaid will grow 3.3 percent in FY 1999 and 4.7 percent in FY 2000.
- ***Transfer to Medicaid for Mental Health Services.*** Transfers general funds from the Department of Mental Health, Mental Retardation and Substance Abuse Services to this agency for Medicaid-covered mental health services provided by mental health facilities and community services boards. The amount transferred to the agency is \$41.1 million GF over the biennium.
- ***Transfer to Medicaid for Services to Individuals Subject to Involuntary Mental Commitment Proceedings.*** Transfers general funds from the Supreme Court to this agency for health care services for individuals subject to involuntary mental commitment proceedings. Medicaid pays for medical related care of indigent persons who are involuntarily committed. This transfer is consistent with recommendations from a JLARC study on involuntary civil com-

mitments. The amount transferred to the agency is \$17.0 million GF over the biennium.

- ***Air Ambulance Rates.*** Provides funding to increase Medicaid rates paid to private air ambulance service providers. A study of transportation rates by Virginia Commonwealth University School of Business recommended that air ambulance rates for Medicaid be raised to the median of state rates. The introduced budget proposes an increase of \$29,000 GF and \$31,000 NGF in each year of the biennium.
- ***Increase Dental Rates.*** Recommends \$3.1 million GF and \$3.3 million in federal funds to increase dental rates in the biennium. The increase is recommended to improve access to dental care for Medicaid recipients, based on the results of a recent study that was mandated by the 1997 General Assembly. The rate increase is based on Medicaid reimbursement for dental services at 75 percent of the usual, customary, and reasonable charges.
- ***Audit of Community Services Boards Costs.*** Adds \$290,580 GF and \$309,420 NGF the first year to conduct an audit of Medicaid cost records of 40 community services boards (CSBs). A study of Medicaid fee rates for services provided by CSBs indicated that the rates appear inconsistent with the actual costs to provide services. An audit of these costs is recommended to validate information reported by the CSBs to ensure Medicaid reimbursements reflect actual costs.
- ***Funding for a New Medicaid Claims Processing System.*** Increases funds to cover the cost of developing and operating a new claims processing system for Medicaid. A total of \$4.5 million GF and \$7.6 million NGF is proposed in the biennium. The department was in the process of procuring the new claims processing system in FY 1997 when the contract was canceled for non-performance. The department extended its current contract with First Health Services Corporation to continue the current claims payment system and the provision of new services until the new system is in place. The selection of a vendor is expected to be complete in January, 1998. The new system is projected to be operational by January 1, 2000.
- ***Implement the Medicare Premium Buy-in Program.*** Provides funding to begin paying Medicare Part B premiums for certain qualified low-income Medicare recipients. An increase of \$9.0 million in federal funds is proposed in the biennium to fund this effort. The federal Balanced Budget Act of 1997 provides the federal funds for states to make Medicare Part B premium payments for low-income Medicare beneficiaries who are not eligible for Medi-

caid. This program is a capped entitlement program. When federal funds are fully expended, states are not obligated to continue assistance. States are required to provide coverage on a first come, first serve basis.

- ***Enroll Dually Eligible Individuals in Voluntary HMOs.*** Includes language providing the Department of Medical Assistance Services with the authority to implement a sole source contract for one or more pilot projects to voluntarily serve persons who are eligible for both Medicare and Medicaid through a health maintenance organization (HMO). The program would focus on improved care coordination, streamlining administrative and oversight policies and procedures, and integrating the Medicare and Medicaid funding streams to eliminate cost shifting between the programs. The project would include long-term care services as well as services provided in the existing Medicaid HMO programs.
 - ***Managed Care Program for HIV/AIDS Patients.*** Includes language granting the department authority for implementing one or more managed care pilot programs to improve the care coordination for Medicaid recipients infected with HIV/AIDS. Current regulations for the MEDALLION and MEDALLION II managed care programs specifically exclude Medicaid patients who are in community-based care waiver programs, long-term care institutions, and with most types of third party insurance, such as Medicare, from participating in managed care programs. This language would allow the department to ensure this population receives a continuum of care through a managed care program.
 - ***Management of High Cost Medicaid Recipients.*** Language is proposed to allow the department to establish a program to more effectively manage Medicaid recipients who have the highest cost of care for the program. It requires the department to establish uniform eligibility criteria to determine how these recipients are determined and to what extent they will be managed. It also provides the department with the authority to seek any necessary waivers to implement the program from the federal Health Care Financing Administration and promulgate necessary regulations.
- **Dept. of Mental Health, Mental Retardation & Substance Abuse Services**
 - ***Discharge Dually Diagnosed Patients to Community.*** Proposes discharging to community care 85 patients in state facilities who have dual diagnoses of mental illness and mental retardation. An increase of \$5.4 million GF in the biennium is proposed to provide appropriate treatment and community supports.

- ***Medications for Mentally Ill Persons.*** Adds \$12.5 million GF for medications used to treat persons with schizophrenia, bi-polar disorder, and depression in state facilities and in the community. These medications would help stabilize persons at-risk of institutionalization or facilitate their transfer and treatment in community settings. Of this amount, \$5 million GF will be used to treat individuals in state facilities and \$7.5 million GF will be used to treat individuals in the community.
- ***Special Hospitalization Fund.*** Adds \$1.3 million GF in each year to implement a special hospitalization fund. This fund would pay for medical and/or surgical services in an acute care hospital setting, if necessary, for patients in state institutions. These costs were formerly paid by Medicaid but are now prohibited.
- ***Assertive Community Treatment Projects.*** Increases funding for Assertive Community Treatment (ACT) programs by \$4.8 million GF over the biennium. Funding will allow for the establishment of four additional ACT regional programs to provide services to adults with serious mental illnesses in the community to reduce hospitalizations.
- ***Continue Services for Mentally Retarded Persons Served by Waiver Programs.*** Increases funding for persons with mental retardation who are losing some services due to a change in Medicaid coverage. Increased funding of \$4.2 million GF in the biennium is proposed. This will ensure that mentally retarded persons will continue to receive specialized active treatment and vocational and day support services.
- ***Placement of Geriatric Patients in State Mental Health Facilities and Private Nursing Homes.*** Proposes to discharge a total of 229 geriatric patients from Piedmont Geriatric Hospital, Eastern State Hospital, and Catawba Hospital to private nursing homes. Any remaining geriatric patients at Piedmont who are not suitable for nursing home placement would be transferred to other state geriatric facilities.

The state share of Medicaid savings would be used to provide a monthly supplement to private nursing homes that agree to admit geriatric patients. General fund savings from reduced Medicaid payments to the facilities for geriatric patients and agency savings from the Piedmont closure are estimated to total \$13.9 million GF over the biennium. Over the biennium, these savings would be used to fund new medications (\$7.5 million GF); assertive com-

munity treatment programs (\$2.5 million GF); and separation costs of Piedmont employees (\$3.9 million).

- ***Compliance with U.S. Department of Justice Agreements.*** Increases funding to continue to meet U.S. Department of Justice settlement agreements at Eastern State Hospital and Northern Virginia Mental Health Institute. In addition, increases are provided to implement a plan of correction for Central State Hospital's civil and forensic units. An additional \$28.5 million GF and \$1.4 million NGF are proposed over the biennium.

Funding to comply with U.S. Department of Justice agreements and the plan of correction at Central State Hospital includes several components listed in the following table.

Cost of U.S. Department of Justice Agreements (\$ in millions)		
<u>Institution</u>	<u>GF</u>	<u>NGF</u>
No. Va. Mental Health Institute:		
64 FTE positions	\$5.6	
31 patient discharges and 522 community diversions	\$7.6	
Eastern State Hospital	3.2	\$1.4
Central State Hospital:		
58 FTE positions in civil unit	6.5	
Riverside Jail forensic diversions	8.6	
36 FTE positions in forensic step down unit	2.4	
14 FTE positions in forensic unit	2.6	
Apply savings from agency balances	(8.0)	
	<hr/>	<hr/>
Total	\$28.5	\$1.4

- **Department of Rehabilitative Services**

- ***Woodrow Wilson Rehabilitation Center.*** Adds \$200,000 GF the first year and language directing the agency to develop a master plan for the capital facilities of the Woodrow Wilson Rehabilitation Center. The plan is contingent upon the approval of the Secretary of

Health and Human Resources of a revision to the agency's strategic plan. This revision is to include a comprehensive assessment of the future of the Center in the statewide rehabilitative services system and the potential for service and facility coordination with the Department for the Visually Handicapped.

- ***Additional Positions for Disability Determination.*** Adds 20 additional positions to conduct disability determinations in compliance with federal standards for Social Security disability claims processing. The costs for the positions are paid by the federal government.

- **Department of Social Services**

Virginia is projected to receive \$162 million each year from the federal block grant on welfare reform (Temporary Assistance for Needy Families, TANF). As federally required, Virginia must spend at least \$128 million each year to draw the federal funds (Maintenance of Effort, MOE). The following table lists proposed spending in the introduced budget for each major item under TANF. The descriptions that follow highlight changes from FY 1998.

**Proposed Spending for Federal Welfare Block Grant
1998-2000 Biennium
(\$ in Millions)**

	<u>*MOE State</u>	<u>*MOE Local</u>	<u>TANF Federal</u>
TANF Benefits Payments	\$ 111.1		\$ 125.1
Unemployed Two-Parent Program	7.0		
State Administration	2.6		3.4
Information Systems	2.0		22.0
Local Administration	14.2	\$ 15.8	30.2
Employment Support Services	51.0		49.2
\$50 Child Support Pass-Through	9.1		
Transfer to Federal SSBG			15.4
Transfer to Child Care Fund			32.8
Child Care Maintenance of Effort	34.2	9.4	
Unallocated Funds to Reserve			46.4
Total	<u>\$ 231.2</u>	<u>\$ 25.2</u>	<u>\$ 324.5</u>

*Maintenance of Effort

Proposed Budget Actions Related to the Federal TANF Block Grant

- *Welfare Caseload Decline.* Reduces appropriations of the federal block grant on welfare reform (Temporary Assistance to Needy Families, TANF) by \$24.1 million NGF the first year and \$21.6 million NGF the second year to reflect declining welfare caseloads. Federal law requires "maintenance of effort" spending by states, so no further general fund savings will accrue as a result of the caseload decline.
- *Count Child Support Disregard toward State Match.* Saves \$4.9 million the first year and \$4.2 million the second year from the general fund, and replaces these funds with the same amount of federal funds from the welfare reform block grant. Virginia allows welfare recipients to retain up to \$50 per month collected on their behalf for child support payments while receiving welfare payments. States can count this cost toward the minimum state spending requirement -- "maintenance of effort" -- for the federal block grant. Since Virginia is already spending at the minimum required level, state spending on welfare payments can be decreased and replaced with federal funds.
- *Reduce Maintenance of Effort from 80% to 75%.* Saves \$2.1 million GF each year and replaces these funds with the same amount of federal funds from the welfare reform block grant. Because Virginia is expected to exceed mandated work participation rates in welfare, federal law allows state spending to be reduced from 80 to 75 percent of the 1995 state spending level.
- *Child Care for Working Poor Families.* Provides an additional \$5.0 million NGF each year from the federal block grant on welfare reform for child care subsidies to low-income families. The additional funds are estimated to serve an additional 1,300 families on waiting lists for these services.
- *Substitution of Federal Funds for State Funds.* Uses \$5.9 million NGF each year in federal funds from the TANF block grant and the Social Services Block Grant to offset general fund costs in other programs: child and adult care licensing, and adoption subsidies for children with special needs.
- *Reduction of Special Transportation Funds.* Eliminates continuation of \$2.5 million NGF in the base budget for special transportation projects for welfare recipients. The federal TANF block grant, which is included in the base budget and is the funding source for this program, is being redirected for other purposes.

- ***State Funded Welfare Program for Two-Parent Families.*** Adds language that would convert welfare for unemployed two-parent families from a state and federally funded program to a state-only program. As a result, Virginia would not be subject to some of the federal mandates currently associated with the program. While additional state funds would be required for the two-parent program, state funding could be reduced by the same amount in the single-parent program and replaced with federal funds. These actions would have no net impact on the budget. State and federal funding for the entire welfare-eligible population would remain the same.
- ***Unallocated Welfare Reform Federal Funds.*** Designates in language the expected balance in the federal welfare reform block grant. Respectively, the balances in 1998, 1999, and 2000 are listed as \$17.2 million, \$24.1 million, and \$22.3 million. Language also proposes to maintain a reserve of no less than \$20 million each year of the 1998-2000 biennium.

Other Proposed Budget Actions

- ***Federal "Welfare to Work" Block Grant.*** Provides \$2.6 million GF the first year and \$4.0 million GF the second year as match for a new federal "Welfare to Work" block grant. State funds would draw \$5.1 million the first year and \$8.0 million the second year in federal funds. This federal program provides training, job search skills, and other services to welfare recipients who are likely to be the most difficult to place in jobs.
- ***Electronic Benefits Transfer System.*** Provides funds to complete the electronic card system for payment of food stamps and welfare benefits. For each year of the biennium, \$2.3 million GF and \$3.4 million NGF is added.
- ***Increased Costs for IV-E Foster Care.*** Adds funds to meet caseload growth in the federal Title IV-E foster care program and to pay for those children that require intensive residential services. The introduced budget provides \$1.3 million GF and \$1.4 million NGF the first year, and \$2.4 million GF and \$2.6 million NGF the second year.
- ***Adoption Subsidies.*** Adds funds to pay adoptive families for the cost of caring for children with special needs. The introduced budget provides \$4.4 million GF and \$1.1 million NGF the first year, and \$6.1 million GF and \$2.0 million NGF the second year.

- ***Child Support Case Registry.*** Provides \$330,000 GF and \$495,000 NGF the first year, and \$147,000 GF and \$264,000 NGF the second year for a federally mandated registry of child support cases.
- ***Food Stamp Administration Improvements.*** Adds \$530,000 GF the first year for a total of \$950,000 GF dedicated to the reduction of the food stamp error rate, as part of an agreement with the U.S. Department of Agriculture. A projected excess of \$420,000 GF in the second year is removed, with the expectation that Virginia's error rate would no longer exceed the national average.
- ***Child and Adult Care Licensing.*** Adds eight positions, \$530,000 GF the first year, and \$1.2 million GF the second year to meet the state-required inspection interval of at least two times per year for child day care facilities.
- ***Additional Eligibility Determinations for Child Health Care.*** Adds funds to meet increased workloads in local departments of social services, which will be responsible for determining eligibility for the proposed new child health insurance program. The introduced budget provides \$1.2 million GF and \$847,387 NGF the first year, and \$3.0 million GF the second year. Five new positions are also added, with language proposing a new satellite office in Norton.
- ***Child Support Customer Service.*** Initiates an interactive voice response system for telephone calls on child support. The introduced budget provides \$306,000 GF and \$594,000 NGF the first year, and \$476,000 GF and \$924,000 NGF second year.
- ***Upgrade Automated Child Support System.*** Adds funds to expand capacity and upgrade technology in the automated child support enforcement system. The introduced budget provides \$2.8 million GF and \$5.5 million NGF the first year, and \$748,000 GF and \$1.5 million NGF the second year.
- ***Pass-Through of Past Due Child Support Collections.*** Provides to former welfare recipients an estimated \$4.4 million NGF the first year and \$6.8 million NGF the second year in collections of past due child support payments. New federal law requires states to pass these collections on to families. Previously, states could retain these funds as an offset to welfare payments.
- ***Child Support Enforcement Revenue Losses.*** Provides appropriations from the general fund to offset declining revenues allowed by federal law to be retained by the department for its child support enforcement operations. Besides the loss of pass-throughs noted

above, welfare caseload declines are also reducing revenue the department can retain for administration of support enforcement. The introduced budget provides an increase of \$3.2 million GF and a decrease of \$1.9 million NGF the first year, and an increase of \$1.1 million GF and a decrease of \$412,848 NGF second year.

- ***Auxiliary Grant Rate Increase.*** Increases the maximum payment rate for persons in adult care residences, who receive Supplemental Security Income (SSI), from \$725 to \$737 per month. In the second year, \$139,402 GF is added.
 - ***Reduced Utilization of General Relief.*** Projects reduced utilization of the General Relief program, and decreases funding by \$1.0 million GF each year. Remaining funding would provide \$6.0 million GF per year for localities that provide medical assistance, emergency financial assistance, and a range of other services to low-income and unemployed persons who do not qualify for other public assistance programs.
- **Governor's Employment and Training Department**
 - ***Increased Federal Training Funds.*** Provides \$8.5 million NGF the first year and \$8.7 million NGF the second year in additional federal funds for job training provided under the Job Training Partnership Act.
 - ***Workforce Information System.*** Provides federal grant funds, \$3.7 million NGF the first year and \$3.5 million NGF the second year, for a coordinated career information system.

Natural Resources

The Governor's proposed 1998-2000 budget for Natural Resources agencies contains a net general fund increase of \$47.7 million over the adjusted appropriation for current operations.

Over 98 percent of the general fund increase can be attributed to three agencies -- the Departments of Environmental Quality, Historic Resources, and Conservation and Recreation.

Proposed funding increases for the Department of Historic Resources center on grants to historic organizations -- \$5.9 million.

New funding for the Department of Environmental Quality (DEQ) is concentrated on water quality issues -- \$23.1 million to implement the Virginia Water Quality Improvement Act and \$7.0 million for combined sewer overflow projects in Richmond and Lynchburg.

For the Department of Conservation and Recreation (DCR), new general fund spending focuses on water quality issues (\$10.9 million), state park operations (\$1.3 million), and compliance with audit findings (\$351,203).

Nongeneral funds are slated to increase by \$1.8 million or less than 1 percent over the adjusted appropriation for current operations. Almost all of the increase is tied to DCR. The agency expects that more park visitation will increase admission, concession, and camping revenues.

- **Water Quality Improvements and the Chesapeake Bay**
 - *Meeting the 40 Percent Nutrient Reduction Goal by the Year 2000.* Recommends adding \$ 34.3 million GF for the 1998-2000 biennium to accelerate the Potomac-Shenandoah Tributary Strategy and thus achieve the state's commitment under the Chesapeake Bay Agreement. All but \$0.6 million is proposed to be appropriated in FY 1999. When combined with funding already in the agencies' base budgets, \$63.1 million will be deposited to the Virginia Water Quality Improvement Fund.
 - The three agencies responsible for this initiative are DEQ, DCR, and the Chesapeake Bay Local Assistance Department (CBLAD). Spending is targeted on point source nutrient reduction, nonpoint source nutrient reduction, and technical assistance provided by DCR and CBLAD to farmers, local

governments, planning district commissions, and soil and water conservation districts.

- Recommended spending for the *point source programs* managed by DEQ is \$43.1 million. Funds would be deposited to the Virginia Water Quality Improvement Fund and be available for allocation in both years -- \$23.2 million in FY 1999 and \$19.9 in FY 2000. The spending plan assumes the General Assembly will endorse major policy amendments in the 1998 Session to the Virginia Water Quality Improvement Act. These changes include provisions to: (1) permit the state to assume more than 50 percent of a locality's capital project cost for reasons other than fiscal stress; and (2) expand eligibility for state assistance to manufacturers and privately-owned or managed municipal wastewater treatment plants.
- Recommended spending for DCR's *nonpoint source programs* is \$19.97 million. Funds would be deposited to the Virginia Water Quality Improvement Fund. In FY 1999, \$10.0 million would be available for allocation. The FY 2000 amount would be \$9.7 million. As in the case for point source programs, statutory changes would be required in the 1998 Session to allow the state to assume more than 50 percent of a project's cost. In addition, the proposed spending would allocate almost 64 percent of the nonpoint money to the Potomac-Shenandoah river basin, leaving some 36 percent available for river basins in Southside and Southwest Virginia. The Virginia Water Quality Improvement Act requires that 50 percent of the nonpoint spending be distributed to areas not included in the Bay's drainage.
- Recommended spending for *technical assistance programs* is \$1.1 million for the biennium. Of this amount DCR would receive \$881,903 and eight positions to administer the nonpoint programs and to monitor and enforce nutrient reduction strategies carried out by localities, farmers, and soil and water conservation districts. The remaining \$262,698 pays for an additional position for CBLAD, as well as planning services for agricultural conservation.

**Water Quality Initiative
Additional Funds Over Base Budget**

<u>Agency</u>	<u>Program</u>	<u>1998-00 Appropriation</u>
DEQ	Point Source	\$23.1 million
DCR	Nonpoint Source and Tech. Assistance	10.0 million 0.9 million
CBLAD	Tech. Assistance	<u>0.3 million</u>
TOTAL		\$34.3 million

- **Department of Environmental Quality**
 - *Increase Funding for Elizabeth River Water Quality Monitoring.* Recommends \$300,000 GF each year for laboratory analyses of water and biological samples taken from the river. This amendment plus money included in the agency's base budget increases support for this activity to \$450,000 each year.
 - *Lynchburg and Richmond CSO Projects.* Provides \$7.0 million GF in FY 1999 to be deposited to the Combined Sewer Overflow Matching Fund. The two localities would each receive \$3.5 million to match an identical sum of federal money. The Lynchburg CSO program is projected to cost \$208.0 million. The most immediate portions of the Richmond program are costed at \$120.0 million.
 - *Reduce Match for Wastewater Revolving Loan Fund.* Decreases by \$2.0 million GF in FY 1999 and by \$148,413 GF in FY 2000 the amount of state match for federal dollars available through the Clean Water Act for local wastewater treatment and sewerage system improvements. The fund, which is administered by the Virginia Resources Authority, requires a 20 percent state match. The recommendation is based on DEQ's projections regarding future federal funding.
- **Department of Historic Resources**
 - *Grants to Historic and Commemorative Attractions.* Recommends new general fund spending of \$3.0 million in FY 1999 and \$2.9 mil-

lion in FY 2000. This is in addition to \$825,000 included in the agency's base budget each year and \$50,000 authorized for payment from the Economic Contingency Account for the Lincoln Theatre Foundation, Inc.

- **Department of Conservation and Recreation**

- *Support of State Park Operations.* Increases general fund support for the Divisions of Parks and Natural Heritage by \$647,890 in FY 1999 and \$676,795 in FY 2000. The appropriations would fill eight unfunded park ranger positions, cover a portion of the operating costs at the new parks, initiate a master equipment leasing program, and provide minimal maintenance for natural area preserves. Chippokes and Twin Lakes would each receive one ranger position. The remaining six positions would be distributed between Belle Isle, James River, Karlan, and Shenandoah State Parks. Increases nongeneral fund support from parks admission, concession, and camping fees by \$884,351 each year.
- *Privatizing State Parks.* Proposes new Budget Bill language to authorize DCR, at its discretion, to develop and issue proposals for management of three selected state parks by a private vendor. The 1997 Appropriation Act authorizes one pilot project, which is underway at the George Washington Grist Mill in Fairfax County. The pilot will be evaluated after the state's capital project at the site is completed in 1999.
- *Improving Management and Finances.* Recommends general fund spending of \$221,585 in FY 1999 and \$228,390 in FY 2000 to correct financial and management deficiencies identified by the Auditor of Public Accounts and to improve management information systems. The appropriations will be used to fill vacant positions and for part-time support.

- **Department of Game and Inland Fisheries**

- *Fiscal Integrity of the Game Protection Fund.* Does not address the Auditor's November 1996 findings that the agency faces an operating deficit in the 1998-2000 biennium. The Budget Bill includes \$4.1 million from the Game Protection Fund to improve the King and Queen Fish Hatchery, even though expenditures for capital programs will further reduce cash availability for operations.

Public Safety

The Governor's proposed 1998-2000 budget for the Office of Public Safety contains a net increase of \$109.7 million GF over the adjusted appropriation for current operations. Most of the increase is required due to the opening of new adult and juvenile correctional facilities. The opening dates for three of these new facilities are delayed 3-9 months after construction is completed. The opening date for Sussex II is proposed to be delayed beyond the 1998-2000 biennium, as is the opening date for a second private prison in Charlotte County.

The Department of Corrections accounts for \$44 million of the net funding increase. This includes \$68.6 million for opening the maximum-security facilities at Wallens Ridge and Red Onion, as well as corresponding increases in direct inmate costs. This total increase for Corrections is offset by reductions of \$10.7 million for closing St. Brides and the transfer of \$18.3 million to the Treasury Board, for application towards debt service for the Brunswick private prison and Wallen's Ridge.

The Department of Juvenile Justice accounts for another \$30.3 million of the net increase proposed for public safety spending. This includes \$12.9 million to open the new maximum security facility at Culpeper on a delayed and phased basis, \$4.7 million to expand military-style programs in state facilities, \$3.2 million for two new boot camps, and \$2.8 million to fund part of the required increase in the Virginia Juvenile Community Crime Control Act (VJCCCA) formula. Another \$4.3 million is provided for the state share of the capital cost of new regional or local juvenile detention homes.

Also recommended is \$2.6 million for the Department of Correctional Education to contract for private educational programs for the new Lawrenceville (adult) and Culpeper Juvenile Correctional Centers.

The budget, as introduced, also includes \$7.6 million for the forensics laboratory and DNA database, \$2.1 million for the Integrated Criminal Justice Information System, \$2.0 million to expand the Weed and Seed program, and \$250,000 to begin planning for the replacement of the State Police mobile radio system. Another \$17.9 million GF is recommended to replace transportation funds which have been utilized to offset part of the operating cost of the Department of State Police.

The budget, as introduced, also includes \$2.1 million for the proposed relocation of the Department of Military Affairs headquarters to Fort Pickett, plus another \$300,000 NGF (in the capital budget) for warehouse renovations at Fort Pickett.

- **Department of Criminal Justice Services**
 - *DNA Data Bank.* Provides \$4.0 million GF the first year and \$3.6 million GF the second year for six positions, equipment, and private vendor contracts to reduce the DNA profiling backlog, as well as other backlogs in current casework.
 - *Norfolk Laboratory.* Recommends \$382,254 GF the first year and \$2.3 million GF the second year, along with 16 positions for relocation and expansion of the southeastern forensic laboratory and medical examiner's office in Norfolk.
 - *Weed and Seed Program.* Recommends \$1.0 million GF and \$1.0 million NGF each year to expand the Weed and Seed Anti-Crime program.
 - *Integrated Criminal Justice Information System (ICJIS).* Proposes \$1.0 million GF the first year and \$1.2 million GF the second year for three positions, contract services, hardware and software to begin developing a computer platform for the exchange of information among diverse data bases. This is the first installment of a proposed multi-year project.
- **Commonwealth's Attorney's Services and Training Council**
 - *Videoconferencing.* Provides \$63,362 GF the first year and \$17,362 GF the second year for videoconferencing equipment and related costs to provide training sessions statewide.
- **Department of Fire Programs**
 - *Fiscal Management.* Recommends the transfer of two fiscal management positions and associated nongeneral funds to the Department of Criminal Justice Services. A recent audit recommended that fiscal management be transferred to a larger agency.
 - *Code Override Language.* Proposes to override the statutory authority of the Fire Programs Board to determine how interest from the Fire Programs Fund may be used. The proposed amendment requires that all such funds be distributed to localities. The Code of Virginia leaves this decision to the Fire Programs Board.

- **Department of State Police**

- *Replace Transportation Funds.* Adds \$9.0 million GF each year to replace an equal amount of transportation funds currently used to support State Police highway patrol operations.
- *Patrol Car Costs.* Provides authority for the Department to spend up to \$1.5 million NGF from excess balances that might accrue from the motor vehicle inspection program, to meet the increased purchase costs of highway patrol vehicles.
- *Communications System Replacement.* Recommends \$250,000 GF the first year to study replacement of the mobile radio communications system. A recent study by Virginia Tech pegged the replacement cost at \$148 million and recommended a system that could be shared by all state agencies at a 10-year total cost of \$376 million. The proposed funding would be used for further study of system requirements, including options for financing any recommended replacement system.
- *Communications Technicians.* Adds \$115,368 GF the first year and \$116,238 the second year, for three communication technicians to meet current workload demands.
- *Criminal Records Staff.* Proposes \$365,095 million GF the first year and \$367,645 the second year, for 15 positions to meet increasing criminal record workload demands.
- *Military Surplus Grant Costs.* Recommends \$96,546 GF the first year and \$96,287 GF the second year to assume the cost of a federal grant. The department serves as the coordinating agency to procure military surplus equipment for law enforcement agencies in Virginia. The federal grant which covers the cost of this program expires this year.

- **Department of Corrections**

- *Deferral of Prison Capacity.* Proposes a series of actions to bring prison capacity in line with the lower projection of inmate population during the next biennium. These actions include: (1) delaying the opening of Red Onion and Wallens Ridge; (2) mothballing Sussex II; (3) closing St. Brides; and (4) delaying the opening of a private prison in Charlotte County.

- (1) The introduced budget proposes that the opening of the Red Onion maximum security prison be delayed six months (from July 1998 until January 1999) and the opening of the Wallens Ridge maximum security prison be delayed four months (from October 1998 until January 1999.) Construction on both of these facilities is expected to be complete in May 1998.

The introduced budget recommends \$13.1 million GF the first year and \$13.2 million GF the second year to operate Red Onion. Funding of \$9.8 million GF the first year and \$14.9 million GF the second year with 402.5 positions is proposed to operate Wallens Ridge.

- (2) The introduced budget proposes \$0.6 million GF to mothball the Sussex II maximum security prison until some unspecified time in fiscal year 2000. Sussex II was originally slated to open in October, 1998. The recommended funds cover utilities and site security.
- (3) St. Brides Correctional Center is recommended for closure in January, 1998, for a savings of \$3.6 million GF the first year, \$7.2 million GF the second year, and the elimination of 198.5 positions.
- (4) The private medium-security prison in Charlotte County is recommended for deferral until July 1, 2001. It was to have been opened in January, 2000.

- ***Direct Inmate Costs.*** Adds \$6.7 million GF the first year and \$10.9 million GF the second year for the costs of food, clothing and medical care of inmates at new institutions funded to open during the biennium.
- ***Women's Correctional Center Staffing.*** Eliminates 13 positions saving \$0.4 million GF each year at the Virginia Correctional Center for Women in Goochland, due to the expected opening of the Fluvanna Correctional Center for Women and a subsequent projected decrease in population at VCCW.
- ***Medical Positions.*** Eliminates 89 authorized positions due to the expected outsourcing of medical services at the new Fluvanna Correctional Center for Women and the Sussex I maximum security prison.

- ***Grant Funded Positions.*** Adds \$1.4 million GF the first year and \$1.6 million GF the second year to assume the costs of federal grants that will expire for: (1) operation of the therapeutic drug treatment program at Indian Creek Correctional Center; (2) the Peninsula Day Reporting Center; and (3) the narcotics canine program. An expansion of the narcotics canine program by three positions is also proposed with these funds.
- ***Time Computation System.*** Recommends \$325,000 GF each year, along with \$911,190 NGF the first year, to develop a new inmate time computation system, on a phased-in basis. The present system is not sufficiently automated to handle the workload generated by the current and projected inmate population, without a large increase in clerical positions.
- ***Construction Matching Funds.*** Provides \$140,000 GF the first year to match federal funds for prison construction under the Violent Offender Incarceration/Truth-in-Sentencing Act.
- ***Bond Funded Positions.*** Recommends \$135,170 GF the first year and \$458,966 GF the second year to assume the cost of architectural and engineering staff currently funded with bond proceeds. These staff will be assigned to other projects.
- ***Diversion Centers.*** Reduces funding for establishing new diversion centers by \$254,413 GF each year.
- ***Henry County Jail.*** Provides \$188,000 GF as the state share of the cost of renovations to the Henry County Jail.
- ***Underground Storage Tanks.*** Proposes \$77,590 GF the first year and \$217,570 GF the second year to upgrade underground storage tanks at various facilities.
- ***Debt Service Payments.*** Transfers \$9.2 million GF each year to the Treasury Board for debt service payments on the Brunswick private prison and the Wallens Ridge prison. This is a technical change.
- ***Proposed Legislation.*** Adds \$465,300 million GF the first year as required by § 30-19.1:4, Code of Virginia, for the increased correctional costs resulting from legislation to be introduced by the Governor.

- **Department of Correctional Education**
 - *Lawrenceville Correctional Center.* Recommends \$599,062 GF the first year and \$220,865 GF the second year to contract for academic and vocational programs at the new adult prison in Brunswick County operated by the Corrections Corporation of America.
 - *Culpeper Juvenile Correctional Center.* Recommends \$1.0 million GF the first year and \$770,760 GF the second year to contract for academic and vocational programs at the new maximum-security juvenile facility at Culpeper County.
 - *Adult Detention Centers.* Recommends a transfer of existing funds from the Department of Corrections for the purpose of providing educational programs in adult detention centers. The amounts transferred (from Corrections to DCE) include \$38,698 GF the first year and \$39,364 GF the second year.
- **Department of Juvenile Justice**
 - *Culpeper Juvenile Correctional Center.* Recommends funds to open this new facility on a delayed, phased-in basis, due to slower-than expected growth in the offender population.
 - This facility was most recently planned to open in July, 1998. However, the budget as introduced proposes that the first housing unit open in October, 1998, with the second opening in April, 1999. The remaining two (of the four) housing units would not open until the 2000-2002 biennium.
 - The recommended funding amounts include \$5.3 million GF and \$1.2 million NGF the first year, and \$7.6 million GF and \$2.1 million NGF the second year. A total of 243.0 FTE positions are recommended, including 42.5 NGF positions. The nongeneral funds would be received from localities renting the 50 beds in the facility which are set aside for local detention purposes.
 - *Juvenile Boot Camps.* Recommends \$1.6 million GF the first year and \$1.7 million the second year to annualize the cost of the second of two new boot camps which are expected to open before June 30, 1998.

- **LEADER Program.** Recommends \$2.3 million GF the first year and \$2.4 million GF the second year for expansion of the LEADER program (Leadership, Education, Achievement, Discipline, Empowerment, and Responsibility). This program is intended to introduce military-style discipline in state juvenile correctional facilities.
- **VJCCCA.** Recommends \$1.4 million GF each year to fund part of the recalculation of the Virginia Juvenile Community Crime Control Act, as required in the 1997 appropriation act. These funds account for new arrest and cost data, but not for updating the hold harmless provision. The recommended total amount of VJCCCA is \$27.7 million GF each year.
- **Local Facility Capital Costs.** Recommends \$1.2 million GF the first year and \$3.1 million GF the second year for the state share of the capital costs for several new local and regional juvenile detention facilities.
 - The first year amount includes: Prince William Juvenile Detention Home (\$1,040,000 and \$82,553 in cost overruns); Hampton/Newport News Less Secure (\$76,530); and, Chaplin Youth Center (\$28,372 for land acquisition).
 - The second year amount includes \$3,120,000 for the Henrico-Goochland-Powhatan Regional Detention Home.
- **Local Facility Operating Costs.** Recommends \$515,153 GF the first year and \$487,960 GF the second year for the state share of the operating costs for the Prince William and Middle Peninsula Juvenile Detention Homes.
- **Wilderness Work Camp.** Recommends eliminating \$50,000 GF each year, in order to cancel plans for a new wilderness work camp. The budget, as introduced, suggests this program is no longer needed due to slower-than-expected growth in the offender population.
- **Intensive Parole Pilot Project.** Recommends \$174,374 GF the first year and \$172,970 GF the second year, and 4.0 FTE positions, to assume the cost of this project, for which a federal grant is expiring. The funds cover the cost of providing intensive institutional and community parole services to high-risk juvenile offenders, through Beaumont and Hanover Juvenile Correctional Centers and the Norfolk Court Services Unit.

- *Information Systems Unit.* Recommends \$469,985 GF the first year and \$402,735 GF the second year, and 6.0 FTE positions each year, to reorganize and expand the information systems unit.
- *Harriet Tubman House.* Recommends \$109,020 GF each year to maintain the current level of contract services provided by the Harriet Tubman House. This is an independent living center or halfway house operated on the grounds of the Virginia Methodist Children's Home in Richmond
- **Department of Emergency Services**
 - *Medical Monitoring of HAZMAT Teams.* Recommends \$85,000 GF each year for medical monitoring for persons working in Hazardous Materials Emergency Response Teams, as required by federal regulations.
 - *Search and Rescue Training.* Recommends \$76,974 GF each year for additional training for search and rescue teams.
 - *IFLOWS.* Recommends \$30,000 GF each year for maintenance of the Integrated Flood Warning System.
 - *Rent Increase.* Recommends \$69,000 GF the first year and \$74,000 the second year for administrative office space rent increases.
 - *Language Regarding Disaster Recovery Funds.* Recommends language in Item 507 B which requires that all funds transferred through the Governor's "sum sufficient" authority under § 44-146.28, Code of Virginia, must be recorded in a special fund account to be used only for Disaster Recovery. This is intended to enhance accountability for these funds.
- **Department of Military Affairs**
 - *Relocation of DMA Headquarters.* Recommends \$1.7 million GF the first year and \$400,500 GF the second year to move headquarters staff and equipment to Fort Pickett.
 - *Renovation of Warehouses at Fort Pickett.* The recommended capital budget includes an additional \$300,000 NGF the second year for renovation of warehouses at Fort Pickett.

The nongeneral funds are expected to be received from the sale of the Waller Road Supply Depot, which is assessed at \$1.2 million. The balance of the proceeds of the sale would be deposited into the general fund and the Conservation Resources Fund, pursuant to § 3-3.03 B in the budget, as introduced.

- ***National Guard Tuition Assistance.*** Recommends \$360,448 GF each year for tuition assistance for members of the Virginia National Guard. This would increase the total amount available for this program to \$750,000 GF per year.
- ***Assumption of Camp Pendleton Expenses.*** Recommends \$250,000 GF and \$285,000 NGF for the first year only, to permit continued operation of the State Military Reservation at Camp Pendleton in Virginia Beach, for one year. The federal government has eliminated its support for this facility.
- ***Army and Air National Guard Armories.*** Recommends \$226,300 GF and \$300,000 NGF the first year and \$239,600 GF and \$300,000 NGF the second year, for the increased operating and maintenance costs of armories across Virginia. The general fund amounts are based on a standard cost-sharing formula with the federal government.
- ***Joint Use Agreement for Richmond Airport.*** Recommends \$43,142 GF and \$124,527 NGF the first year and \$45,574 GF and \$131,823 NGF the second year, to fund the joint use agreement between the Richmond International Airport and the Virginia Air National Guard.

Transportation

The Governor's proposed 1998-2000 budget for Transportation agencies provides a net increase of \$474.7 million NGF over the adjusted appropriation for current operations. The budget provides \$5.28 billion in the 1998-2000 budget, an increase of 10 percent over the 1996-98 activity-based budget. Non-general funds account for more than 98 percent of the Transportation budget.

The recommended budget assumes passage of legislation proposed by the Governor that increases transportation revenues by an estimated \$78.4 million for the biennium. The legislation calls for the payment of the state motor fuels tax at the terminal -- the closest point of distribution. The collection and remittance of fuel taxes is currently made by wholesale distributors.

Performance-based funding incentives are recommended as a supplement to state financial assistance to local public transit operations.

- **Department of Transportation**

- ***Construction Program.*** Recommends an increase of \$194.7 million in the construction budget, bringing the total for 1998-2000 to \$2.35 billion. The budget anticipates that Federal revenues, currently about \$460.0 million in FY 1998, will approximate \$600.0 million a year in the next biennium based on assumed appropriation levels under consideration by Congress. It is expected that Congress in the 1998 session will adopt a transportation funding bill succeeding the Intermodal Surface Transportation Efficiency Act that expired last September 30.
- ***Maintenance.*** Proposes an increase of \$212.1 million in the maintenance budget, bringing the total for 1998-2000 to \$1.93 billion.
- ***Management Information System.*** Recommends \$22.4 million to continue an upgrade of the agency's automated systems -- a process called the "MIS Strategic Plan." Funds to resolve the Year 2000 issue also are included.
- ***Transfer of Funds.*** Proposes that \$6.2 million be transferred to the Transportation Trust Fund from Special Funds of the Department of Motor Vehicles.
- ***General Purposes.*** Recommends \$7.5 million for increases in administrative costs, the operation and maintenance of facilities, and the Geographic Information System.

- **Capital Outlay**

- ***National Air & Space Museum Extension.*** Provides \$9.5 million NGF for a portion of infrastructure costs and in-kind items agreed to by the state and the Smithsonian Institution for a new museum to be constructed adjacent to Dulles Airport. The source of funds is reserve fund proceeds and excess interest earned on Virginia Public Building Authority Bonds.
- ***Upgrade Operational Facilities.*** Provides \$8.3 million NGF for the first phase of a ten-year Capital Improvement Plan.
- ***New District/Residency Facilities.*** Provides \$5.9 million NGF to allow the expansion of operational and support facilities for activities such as administration, human resources, and environmental review.
- ***Central Warehouse.*** Provides \$4.5 million NGF to demolish the 80-year old central warehouse, and construct a new, smaller warehouse.

• **Department of Rail and Public Transportation**

- ***Performance-Based Incentive Supplement.*** Recommends an additional \$5.0 million each year from transportation revenues to encourage the improved performance of local public transit operations. The incentive funding also would be based on the enhancement of services to support the Virginia Initiative for Employment not Welfare (VIEW) program. The budget bill, as introduced, states that the basis for the incentive awards would be the mechanism developed as the result of a study that had been called for by the 1997 General Assembly. The study, conducted by a consultant, recommends that the performance of transit operations be evaluated according to service efficiency, service effectiveness, and local goal achievement. However, it is not clear how the incentive funds would be distributed. The funds for the incentive program would supplement the current cost-based program for financial assistance to local public transit. The budget, as introduced, provides about \$90.0 million a year in total funding for the current program.
- ***Paratransit Assistance.*** Provides \$800,000 each year from Oil Overcharge Trust Funds for "paratransit" services for the elderly and disabled.

- **Virginia Port Authority**
 - ***Debt Service.*** Recommends \$6.9 million each year from the Port's share of Transportation Trust Fund revenues for debt service on the issuance in 1997 of \$98.1 million in bonds to finance capital improvement. The Port's 4.2 percent share of Transportation Trust Fund revenues is \$53.0 million over the biennium.
 - ***General Purposes .*** Proposes \$370,000 in nongeneral funds to establish an internet web site, support international trade missions, and to increase promotion of the port's capabilities.
 - ***Port-Related Special Projects.*** Recommends \$3.1 million from the general fund to finance the state's share of a deep-draft dredging project in the Hampton Roads area (\$2.6 million), and to continue a study of developing a fourth terminal on Craney Island at Portsmouth (\$500,000). (This item is found in Central Appropriations.)

Central Appropriations

The Central Appropriations contain \$495.5 million in general funds used to supplement state agency budgets for unallocated or unbudgeted costs. These funds are designated for a variety of purposes, including state employee salary increases, economic contingencies to address emergencies, higher education equipment lease payments, the Governor's discretionary economic development "Deal Closing Fund", and the "Personal Property Tax Relief Fund."

Funding of \$260.0 million for the biennium is provided to phase in the proposed elimination of the personal property tax on personal vehicles. A language amendment indicates that the GF revenue estimates for 1998-2000 have been reduced by \$30.4 million, assuming that the General Assembly will enact proposals on: 1) the Higher Education Trust Fund Tax Credit, 2) the Recycling Credit, 3) the Retaliatory Tax Credit, 4) the Enterprise Zone Pool Size, and 5) the Historic Rehabilitation Tax Credit.

The budget, as introduced, contains \$138.7 million in general funds to provide compensation increases for state classified employees and state-supported local employees. State and state-supported employees are recommended to receive a 2.25% across-the-board salary adjustment in each year of the biennium. In addition, a new program of bonus payments is recommended for state classified employees. Funding for salary adjustments for college faculty and public school teachers is contained directly in the budgets of the higher education institutions and in public education.

Employer premium increases totaling \$30.2 million are recommended as part of a package designed to restore the financial stability of the state's self-insured health benefits program.

Recommendations of \$30.5 million for the biennium are included for the Governor's "Deal Closing Fund." Also included is: \$6.1 million for the Solar Photovoltaic Economic Development Incentive Grants, \$5.5 million for economic contingencies, and \$3.1 million for dredging of a deep anchorage at Craney Island in Hampton Roads.

Funding of \$13.7 million for the biennium is recommended to pay the cost of correcting year 2000 problems for information systems at non-higher education agencies. Funding for the year 2000 corrections in higher education is budgeted directly to the affected institutions.

The remaining \$7.7 million recommended for the Central Appropriations is designated for: the Higher Education Desegregation Plan (\$7.6 million), and Legal Defense (\$0.1 million).

- **Compensation Supplements**

- ***November 25, 1998 Salary Increase.*** Recommends \$27.2 million the first year and \$49.3 million the second year to provide a 2.25 percent salary increase for state employees on November 25, 1998 and state-supported local employees on December 1, 1998. The difference in effective dates is the result of the implementation of lag pay.

As proposed, the salary increase would be paid to employees with performance ratings of "meets expectations" or better. The \$45.3 million cost of merit-based increases for faculty is budgeted directly to the institutions of higher education. The \$97.1 million cost of a 2.25 percent increase for public school employees is budgeted directly in Direct Aid to Public Education.

- ***November 25, 1999 Salary Increase.*** Recommends \$28.1 million GF the second year to provide a 2.25 percent salary increase for state employees on November 25, 1999 and state-supported local employees on December 1, 1999. The difference in effective dates is the result of the implementation of lag pay.

As proposed, the salary increase would be paid to employees with performance ratings of "meets expectations" or better. The \$45.3 million GF cost of a merit-based increase for faculty is budgeted directly to the institutions of higher education. The \$97.1 million GF cost of a 2.25 percent increase for public school employees is budgeted directly in Direct Aid to Public Education.

- ***Bonus Program.*** Provides \$17.1 million in each year to implement a new performance bonus program for classified state employees.

As proposed, funding is provided for a 4 percent bonus which could be awarded to 10 percent of employees -- those with performance ratings of "Exceptional," and a 2 percent bonus which could be awarded to 40 percent of employees -- those with performance ratings of "Exceeds Expectations." The actual distribution of employees in each of these ratings is higher than funded in the budget, as introduced.

- ***Technical Adjustments for VRS Contributions.*** Technical adjustments to the agency benchmark budget required an additional \$21.6 million GF the first year and \$42.6 million GF the second year for increases in VRS rates. This increase is the net result of (1) miscellaneous actuarial adjustments; and (2) the five-year phase-in of pre-

funding for annual cost-of-living adjustments (COLAs), beginning in the second year.

- *Technical Adjustments for Group Life Insurance Premiums.* Technical adjustments to the agency budgets required an additional \$8.1 million GF the first year and \$8.3 million GF the second year to fully fund the VRS-approved premiums for the group life insurance program. The VRS actuary has recommended premium rates of 0.72 percent of salary for both years.

- **Economic Contingency**

- *Economic Contingency Fund.* Proposes an appropriation of \$3.5 million GF the first year and \$2.0 million the second year for the Economic Contingency Fund. This fund may be used to supplement the appropriations to state agencies in case of an emergency or an unexpected cost increase. In addition to this direct appropriation of \$5.5 million for the biennium, language authorizes the Governor to use up to \$1.0 million of the unappropriated general fund balance for purposes of economic contingency.
- *Deal Closing Fund.* Provides \$15.2 million GF in the first year and \$15.2 million GF in the second year for the "Deal Closing Fund". The fund may be used by the Governor for a variety of purposes to further economic development efforts. These activities are targeted to attract new industry to Virginia and to assist existing companies expand their employment and capital investment.
- *Solar Photovoltaic Incentive Grants.* Proposes to transfer \$1.6 million GF in the first year and \$4.5 million GF in the second year to the Department of Mines, Minerals and Energy, to encourage companies developing new solar panel manufacturing facilities to locate in Virginia. The amount of performance-based grants awarded to a company depends on the kilowatt equivalent amount of the solar panels manufactured in the state.
- *Hampton Roads Dredging.* Recommends \$2.6 million GF the first year to pay 50 percent of the cost of a deep channel in Hampton Roads.
- *Craney Island Study.* Adds \$250,000 GF the first year and \$250,000 GF the second year for a study that will develop recommendations on the future uses of Craney Island in Hampton Roads.

- **Information Systems Management**
 - *Year 2000 Corrections.* Provides \$12.1 million the first year and \$1.6 million the second year to pay the cost of correcting year 2000 problems for information systems at non-higher education agencies. Funding for the year 2000 corrections in higher education is budgeted directly to the affected institutions.
- **Higher Education Desegregation Plan**
 - *Higher Education Desegregation Plan.* Continues funding for the Higher Education Desegregation Plan at \$3.8 million GF each year.
- **Legal Defense**
 - *Legal Defense.* Continues funding for Legal Defense at \$50,000 each year.
- **Health Insurance Administration**
 - *Employer premium increases.* Provides \$15.1 million GF each year from the general fund for increases in the employer premiums for group health insurance. These amounts include the share of employer premium increases that would normally be born by non-general funds at the institutions of higher education.

This is one of several actions that are intended to restore the financial stability of the state's self-insured health benefits program by providing \$40.8 million in additional revenues annually:

Increased employee co-payments	\$8.5 million
Increased employee premiums	6.6 million
Increased GF premiums	15.1 million
Increased NGF premiums	<u>10.6 million</u>
Total	\$40.8 million
 - *Create a Health Insurance Fund Reserve.* A language amendment authorizes the transfer of the \$21.8 million set aside as a lag pay reserve by the 1997 General Assembly to the Health Insurance Fund as one of several actions designed to created a \$72.6 million reserve for claims incurred by employees but not yet billed to the health insurance program (IBNR).

Transfer lag pay reserve	\$21.8 million
1996-98 Interest Earnings on the HIF	10.0 million
Lag pay receivables*	18.0 million
Trigon receivable**	<u>22.8 million</u>
Total IBNR Reserve	\$72.6 million

In addition, language in Part III of the introduced bill provides a \$25.0 million line of credit with the State Treasury for an actuarial risk reserve.

* The introduction of lag pay in June 1997 produced one-time savings of \$18 million from health insurance premiums.

** The hospital discounts received from Trigon as the third party administrator of the state's self-insured health benefits program.

- **Refunds of Taxes and Fees**

- *Sum Sufficient.* Proposes to provide a sum sufficient appropriation from which to pay refunds of taxes and fees.

- **Personal Property Tax Relief Program**

- *Personal Property Tax Relief Program.* Provides \$100.0 million GF the first year and \$160.0 million GF the second year to phase in the proposed elimination of the personal property tax on personal vehicles.
- *Other Tax Reductions.* A language amendment indicates that the GF revenue estimates for 1998-2000 have been reduced by \$13.4 million the first year and \$17.0 million the second year for five other tax reduction proposals:

1) Higher Education Trust Fund Tax Credit	\$2.5	\$2.9
2) Recycling Credit	0.5	0.5
3) Retaliatory Tax Credit	2.5	2.5
4) Enterprise Zone Pool Size	7.4	10.2
5) Historic Rehabilitation Tax Credit	<u>0.5</u>	<u>0.5</u>
Total	\$13.4	\$17.0

Independent Agencies

The Governor's proposed 1998-2000 budget increases funding for Independent agencies by about \$5.4 million NGF. All of this increase is in the State Corporation Commission (\$2.4 million NGF), and the Virginia Retirement System (\$3.0 million NGF).

The State Corporation Commission will increase its net spending by about \$2.4 million NGF in the next biennium. Actual increases total \$4.0 million, but are offset by a \$1.6 million reduction in the amount recommended for computer enhancements in the Bureau of Financial Institutions. Just over a third of this increase -- \$1.4 million -- is for increased workload. Another third -- \$1.6 million -- is for implementation of the Commission's new pay plan. The remaining increase of \$1.6 million will fund a variety of information systems enhancements.

The Virginia Retirement System proposed spending increases of about \$3.0 million NGF in the next biennium. Almost half of this increase -- \$1.4 million -- is for increased workload. The remaining increase of \$1.6 million will fund a variety of information systems, and audit and customer service program enhancements.

- **State Corporation Commission**

- ***Workload Increases.*** Provides an additional \$713,564 NGF the first year and \$659,473 NGF the second year, and 16 FTE positions to address workload increases in the Bureaus of Insurance, and Financial Institutions and the Railroad Regulation Division.
- ***Geographic Information System.*** Recommends \$313,976 NGF the second year to acquire a Geographic Information System for the Communications and Energy Regulation Divisions.
- ***Commission Pay Plan.*** Provides \$811,448 NGF the first year and \$783,893 NGF the second year for the increased cost of the new SCC compensation plan.
- ***Securities Division Computer System Upgrade.*** Adds \$348,670 NGF the first year and \$74,263 NGF the second year to continue upgrading the computer systems supporting the Securities Division.
- ***Insurance Division Computer System Upgrade.*** Recommends \$276,140 NGF the first year to continue upgrading computer systems supporting the Securities Division.

- *Financial Division Computer System Savings.* Saves \$647,332 NGF the first year and \$967,635 NGF the second year by eliminating continued funding for computer systems upgrades for the Bureau of Financial Institutions.
- **Virginia Retirement System**
 - *Administrative & Workload Increases.* Provides an additional \$780,279 NGF the first year, \$652,083 NGF the second year and 4 FTE positions for increased workload due to recent legislative changes.
 - *Computer System Upgrades.* Adds \$327,932 NGF the first year and \$310,905 NGF the second year and 6 FTE positions for information systems enhancements related to member, retiree, and employer records.
 - *Customer Service Information Center.* Provides 327,990 NGF the first year and \$327,990 the second year to continue the retirement system's information center.
 - *Audit & Monitoring Function Increase.* Recommends an additional \$80,312 NGF the first year, \$238,454 NGF the second year and 2 FTE positions for improvements to the processing of retirement applications and refund requests.
 - *Social Security Assistance. for Disabled Members.* Adds \$200,000 NGF the first year and \$200,000 NGF the second year to establish a program to assist VRS members in obtaining social security benefits.
 - *Computer Operations Help Desk.* Recommends an additional \$51,700 NGF the first year and \$65,095 NGF the second year and 1 FTE position for management of the computer operations help desk, as recommended in a recent security study.
 - *State Aid Intercept.* Adds new language that will allow the VRS to recover delinquent accounts from local governments by offsetting state aid payments.
 - *Suspend Lease of Headquarters Building.* Saves \$277,575 NGF the first year and \$277,575 NGF the second year by suspending rent payments on the VRS headquarters building. The VRS owns the building, which is to be converted to a non-revenue producing asset.

Nonstate Agencies

- **Nonstate Agencies**

- Adds \$41.5 million GF for nonstate agencies in the biennium. These funds are grants to nonstate groups and organizations for historical and cultural purposes and must be matched by a local contribution. Exceptions to this requirement are noted with an asterisk (*).

<u>Nonstate Agency</u>	<u>FY 1999</u>	<u>FY 2000</u>
Appalachian Traditions	\$10,000	\$10,000
Art Museum of Western Virginia	265,000	200,000
Barter Theatre	300,000	250,000
Black History Museum and Cultural Center	250,000	275,000
Blue Ridge Institute, Inc.	35,000	35,000
Blue Ridge Zoological Society	183,000	183,000
Chrysler Museum	750,000	750,000
Council for America's First Freedom	500,000	500,000
Culpeper Cavalry Museum	5,000	5,000
Fredericksburg Area Museum	20,000	20,000
George C. Marshall Research Foundation	75,000	75,000
Hampton History Museum	500,000	500,000
Henricus Foundation	100,000	100,000
Historic Crab Orchard Museum	665,000	70,000
Historic Dumfries	35,000	35,000
History Museum of Western Virginia	50,000	50,000
Holiday Lake 4-H Center	525,000	525,000
Hopewell Preservation, Inc.	462,500	462,500
James Madison Museum	27,000	0
Jamestown 4-H Center	50,000	50,000
Jamestown Slave Museum	100,000	0
John Marshall Foundation	12,500	12,500
Julian Stanley Wise Foundation	50,000	50,000
Lewis Ginter Botanical Gardens	150,000	150,000
MacCallum More Museum & Gardens	60,000	60,000
Mariners' Museum	1,250,000	1,250,000
Mathematics and Science Center	75,000	75,000
Maymont Foundation	1,050,000	1,050,000
National D-Day Memorial Foundation	2,250,000	250,000
Norfolk Botanical Garden	200,000	250,000
Northern Va. 4-H Educational Center	50,000	50,000
Opera Roanoke	50,000	50,000
Peninsula Fine Arts	260,000	260,000
Piedmont Arts Association	37,500	37,500

<u>Nonstate Agency (Cont.)</u>	<u>FY 1999</u>	<u>FY 2000</u>
Rawls Museum of Arts	\$45,000	\$45,000
Reedville Fishermen's Museum	25,000	25,000
Richmond Children's Museum	1,100,000	1,100,000
Roanoke Higher Education Center	9,000,000	0
Science Museum of Western Virginia	950,000	450,000
Shenandoah Valley Discovery Museum	25,000	25,000
Smith Mountain Lake 4-H Center	50,000	50,000
Smithsonian Institution	500,000	500,000
Southeast 4-H Center	50,000	50,000
Southwest 4-H Center	50,000	50,000
Sports Virginia, Inc.	100,000	100,000
Tazewell County Historical Society	7,500	7,500
Theatre IV	25,000	25,000
Trail of the Lonesome Pine Outdoor Drama	10,000	10,000
Virginia Air and Space Center	325,000	325,000
Virginia Amateur Sports	100,000	100,000
Virginia Ballet Theater	15,000	15,000
Virginia Equine Center Foundation*	1,025,348	1,019,558
Virginia Foundation for Agriculture in Classroom	25,000	0
Virginia Living Museum	346,910	346,910
Virginia Marine Science Museum	100,000	100,000
Virginia Museum of Transportation	450,000	450,000
Virginia Recreational Facilities Authority	400,000	400,000
Virginia Special Olympics	150,000	150,000
Virginia Sports Hall of Fame	250,000	250,000
Virginia Symphony	50,000	50,000
Virginia Zoological Society	75,000	75,000
Western Va. Found. for the Arts and Sciences	500,000	500,000
William King Regional Arts Center	225,000	225,000
Wolf Trap Found. for Performing Arts	500,000	500,000
Women in Military Service Memorial	25,000	25,000
Nonstate 1998-2000 Biennial Total	\$26,902,258	\$14,609,468
*Proposed funding for this organization is not subject to the matching requirement.		

- **Historic Landmarks.** Adds \$5.9 million GF to the Department of Historic Resources in the Natural Resources section for restoration and maintenance of historic landmarks.

<u>Historic Landmarks</u>	<u>FY 1999</u>	<u>FY 2000</u>
Assoc. for the Preservation of Va. Antiquities	\$675,000	\$675,000
Kenmore Association	150,000	150,000
Virginia Historical Society	50,000	50,000
The Last Capitol of the Confederacy	95,000	55,000
Historic Gordonsville	10,000	10,000
J.E.B. Stuart Camp for Huguenot Springs		
Confederate Cemetery	12,000	0
The Corp. for Jefferson's Poplar Forest	1,000,000	1,000,000
Newtown Improvement and Civic Club, Inc. for		
Little England Chapel	25,000	25,000
Poe Foundation for the Poe Museum	30,000	45,000
Patrick Henry Memorial Foundation for Red Hill	25,000	25,000
Hanover County Branch, Assoc. for the Preser-		
vation of Va. Antiquities for Scotchtown	20,000	20,000
Valentine Museum	50,000	50,000
Woodrow Wilson Birthplace Foundation	65,000	65,000
Robert E. Lee Memorial Assoc. for Stratford	50,000	50,000
Woodlawn Plantation	25,000	25,000
Dodona Manor	500,000	500,000
Menokin Foundation	50,000	50,000
Lee Hall Mansion	25,000	25,000
Confederate Museum at Richmond	70,000	50,000
Lee-Fendall House in Alexandria	25,000	25,000
Preservation Alliance of Virginia	20,000	0
Virginia Assoc. of Museums	20,000	0
Historic Landmark 1998-2000 Biennial Total	\$2,992,000	\$2,895,000

Capital Outlay

The introduced budget provides \$716.5 million in additional support for capital construction, \$313.7 million of which would come from the general fund. These projects include \$193.0 million of high priority construction and renovation projects in higher education, as well as life safety and system replacement projects across state agencies.

Nongeneral fund projects include \$39.7 million for dorms and dining halls at colleges and universities backed with state-support 9(c) debt. Non-state supported debt of \$144.1 million from 9(d) bonds would be issued for parking and athletics facilities at colleges and universities.

House Bill/Senate Bill 29, which contains amendments to the 1996-98 biennium budget, also includes several capital project proposals. General funds of \$19.0 million are provided for improvements to buildings in Capitol Square. The proposals include renovations for the Finance Building, first floor of the old State Library and Archives, and the Executive Mansion. Funding is also provided under the state-supported 9(d) debt 21st Century College Program for five higher education projects: \$28.0 million for the College of Integrated Science and Technology at James Madison University; \$24.0 million for Swem Library at the College of William and Mary; \$10.0 million for a special collections library at the University of Virginia; \$4.2 million for renovations to Byrd Hall at the Virginia Institute of Marine Science; and \$0.3 million for equipment for the Midlothian Campus of John Tyler Community College. Bonds will be issued for these projects and the general fund will provide direct support for debt service in accordance with Section 10, Article 9(d) of the Constitution.

House Bill /Senate Bill 30	
Capital Outlay Recommendations	
(in millions)	
General Fund	\$313.7
Nongeneral Fund	
9(c) bonds	39.7
9(d) bonds	144.1
Other NGF	<u>219.0</u>
TOTAL	\$716.5

General Fund	\$313.7
Nongeneral Fund	
9(c) bonds	39.7
9(d) bonds	144.1
Other NGF	<u>219.0</u>

TOTAL	\$716.5
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- **Central Appropriations**

- *Maintenance Reserve.* Provides \$12.6 million GF the first year and \$12.2 million GF the second year to fund low-cost repairs aimed at maintaining or extending the useful life of a facility, such as roofs, heating and cooling, and electrical systems. The budget bill indicates that \$42.6 million of maintenance reserve funds are in the operating budgets of the institutions of higher education.

- *Central Account Appropriations.* Provides \$21.3 million GF for high priority health, safety, and code compliance capital needs (dollars in millions).

-- Handicapped Accessibility	\$6.0
-- Asbestos & Environmental Hazards	4.0
-- Underground Storage Tank Removal	2.0
-- Life, Health Safety Code Changes	<u>9.3</u>

TOTAL	\$21.3 million
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- **Department of General Services**

- *Building Security Improvements.* Provides \$25,000 GF and \$1.1 million NGF the first year, and \$765,000 GF the second year to install a centralized access system for the 41 buildings at the seat of government, and for security modifications to the James Monroe Building.

- *Central Warehouse.* HB/SB 29 adds language directing the Department of General Services to defer the previously authorized project to construct a new Central Distribution Warehouse. Instead, the language directs the agency to attempt to privatize the function or otherwise seek alternatives for the program.

- *Capitol Square Buildings.* HB/SB 29 provides \$19.2 million GF to renovate the Executive Mansion, the Finance Building, and a portion of the old State Library.

- **Department of Agriculture and Consumer Services**

- *Relocation of Regional Office.* Provides \$215,000 GF to plan the relocation of the Harrisonburg laboratory and office of the Department of Agriculture and Consumer Services.

- **Department of Forestry**
 - *Abingdon Mechanic Shop.* Provides \$376,000 GF for construction of a new regional office to store equipment and tree seedlings. The current shop would be renovated to serve as a forest fire operations center.

- **Virginia Community College System**
 - *Midlothian Campus of John Tyler Community College.* HB/SB 29 provides \$296,000 of general fund-backed 9(d) bonds, issued under the 21st Century College Program, for equipment for the new campus. The balance of the project was funded through the 21st Century College Program.
 - *Medical Education Campus.* Provides \$18.0 million GF and \$3.7 million NGF for a new medical education campus of Northern Virginia Community College. The funds would be used to acquire 21 acres and construct a 130,000 square foot facility.
 - *New Academic Building at Tidewater Community College.* Provides \$10.0 million GF and \$13.0 million NGF for construction of a new academic building on the Virginia Beach campus of Tidewater Community College. The nongeneral funds would come from the Virginia Beach Public Schools, which would share use of the facility.
 - *Humanities and Social Science Building.* Provides \$1.7 million GF for planning and renovation of instructional and support space at Piedmont Virginia Community College.
 - *Roof Repair.* Provides \$150,000 GF for the replacement of roofs on various buildings at Virginia Western Community College.

- **University of Virginia**
 - *Special Collections Library.* HB/SB 29 provides \$10.0 million 9(d) bonds backed by the GF, issued under the 21st Century College Program, and \$16.0 million from private funds for the construction of an 80,000 square-foot facility to house the University's rare book and manuscript collections.
 - *Clark Hall.* Provides \$18.9 million GF and \$7.6 million NGF for the renovation and construction of an 84,000 square foot addition to the Department of Environmental Science and Library. The ad-

dition will provide laboratory and research space for undergraduate education.

- ***Chiller Plant.*** Provides \$1.3 million GF and \$4.5 million NGF for the construction of a chilled water distribution system in the East Precinct Complex, which serves the University Hospital.
 - ***Steam Tunnels.*** Provides \$800,000 GF to repair and replace deteriorated heating tunnels located in the central grounds area.
 - ***Pavilion Balconies.*** Provides \$550,000 GF to reconstruct five of the six wooden balconies located in the historic buildings on the Lawn.
 - ***Rugby Road Apartments.*** Provides \$3.5 million of 9(c), state-supported debt to convert apartments to single-occupancy rooms for graduate housing. Debt service will be paid from housing revenues.
 - ***Expand Scott Stadium.*** Provides \$40.0 million of 9(d) debt, to be issued by the University, for the addition of 20,000 seats to Scott Stadium. Annual debt service will be paid through the interest earned on a private gift.
- **University of Virginia Medical Center**
 - ***Acquire Office Building.*** Provides \$9.0 million NGF to allow the Medical Center to acquire a new 50-bed musculoskeletal facility at the Fontaine Research Park. The project would be financed with 9(d) debt, with debt service paid from patient revenues.
- **Clinch Valley College**
 - ***Science Building.*** Provides \$9.7 million GF for the renovation of the existing science building, and construction of a 37,000 square foot addition for new laboratories for biology and chemistry.
 - ***Athletic Fields.*** Provides \$6.0 million NGF for the construction of a football, soccer, and intramural stadium. The project will be financed through 9(d) revenue bonds, with the debt service paid from interest earned from the investment of a private gift.

- **Virginia Polytechnic Institute and State University**
 - *Physics and Chemistry Building.* Provides \$1.4 million GF for planning in the first year, and \$22.0 million GF and \$1.8 million NGF in the second year for construction of a new physics and chemistry building, to house laboratories and lecture space.
 - *Dietrick Dining Hall HVAC.* Provides \$2.1 million of 9(c), state-supported debt for the replacement of the heating, cooling, and ventilation system. Debt service will be paid from dining hall revenues.
- **Virginia Polytechnic Institute and State University -- Cooperative Extension**
 - *Planning for Research Laboratory.* Provides \$1.2 million GF to plan a new 102,000 square foot Agriculture and Forestry Research Laboratory to house the College of Agriculture and Life Sciences and the College of Forestry and Wildlife Resources.
- **Virginia Commonwealth University**
 - *Sanger Hall.* Provides \$841,000 GF in the first year for planning, and \$9.3 million GF and \$3.1 million NGF in the second year for renovation of 500,000 square feet of instructional and research space. The renovation will include all major systems, and convert lecture and classrooms to electronic classrooms.
 - *Sciences Building.* Provides \$21.9 million GF and \$4.0 million NGF for the construction of a new 133,000 square foot facility for instruction in the sciences. The existing facility would be demolished.
 - *School of Social Work.* Provides \$8.0 million NGF for the first of a three-phase project for the School of Social Work. The facility will be operated as a public/private partnership between the University and a private tenant to enhance the social work instructional program. The project will be financed with 9(d) debt, with debt service to be paid from the rental income from the private tenant and university operating funds.
 - *Residence Hall.* Provides \$12.4 million of 9(c), state-supported debt for construction of a new 400-bed residence hall. As an alternative, language is included which allows the university to explore a joint

venture with private vendors for the project. Debt service will be paid from housing revenues.

- **Old Dominion University**

- *Constant Hall.* Provides \$800,000 GF in the first year, and \$9.1 GF and \$2.6 million NGF in the second year to renovate Constant Hall, and to construct an addition of about 46,500 square feet. The facility will provide classroom and administrative space.

- **George Mason University**

- *Academic IV, Fairfax Campus.* Provides \$18.0 million GF for the construction of a new classroom building to address deficits in classroom, class laboratories, and faculty offices. Nongeneral planning funds had been previously provided.

- **College of William & Mary**

- *Swem Library.* HB/SB 29 provides \$24.0 million of 9(d) bonds backed by the GF, issued under the 21st Century College Program, for the renovation of and addition to Swem Library. Planning funds had been provided for this project in prior years.
- *Underground Utilities.* Provides \$295,000 GF to upgrade the stormwater drainage system at various campus sites.
- *Residence Hall Renovations.* Provides \$6.7 million of 9(c), state-supported debt to renovate six dormitories and several fraternity units. Debt service will be paid from housing revenues.

- **Richard Bland College**

- *Repairs.* Provides \$630,000 GF to replace the boiler in the Library/Student Center and the HVAC systems in Ernst Hall. Funding of \$340,000 GF is provided to replace exterior lighting and upgrade the campus electrical system.

- **Virginia Institute of Marine Science**

- *Byrd Hall.* HB/SB 29 provides \$4.2 million of 9(d) bonds backed by the GF, issued under the 21st Century College Program, for the

renovation and expansion of Byrd Hall. This project will provide saltwater laboratory facilities and high containment laboratories for the conduct of Pfiesteria research.

- *Gloucester Point Bulkhead.* Provides \$862,000 GF to replace 1,530 feet of bulkhead at the Gloucester Point campus.

- **James Madison University**

- *College of Integrated Science and Technology, Phase II.* HB/SB 29 provides \$28.0 million of 9(d) bonds backed by the GF, issued under the 21st Century College Program, for the completion of the second academic building on the CISAT campus of JMU. Planning and infrastructure funding for this project had been provided in prior years.

- **Christopher Newport University**

- *Acquire Property on Shoe Lane.* Provides \$497,000 GF to allow the university to continue to acquire property on the perimeter of its campus.
- *Ratcliffe Gymnasium.* Provides \$2.5 million GF for planning, renovation, and construction of an addition to Ratcliffe Gymnasium to provide new instructional space.

- **Longwood College**

- *East, West, and Main Ruffner.* Provides \$9.1 million GF for planning and renovation of the college's main academic complexes. Renovations will include replacement of roofs, windows, mechanical systems, and restoration of brick exteriors.
- *Equipment for Hiner Building.* Provides \$1.6 million GF for equipment for the newly renovated business school building.

- **Mary Washington College**
 - *Goolrick Hall.* Provides \$2.2 million GF to replace the heating, ventilation and cooling systems in Goolrick Gymnasium.
 - *Residence Hall Renovations.* Provides \$1.5 million of 9(c), state-supported debt to upgrade HVAC systems in three of the college's residence halls. Debt service will be paid from housing revenues.
 - *Seacobeck Dining Hall.* Provides \$5.0 million of 9(c), state-supported debt to renovate and expand the main campus dining facility. Debt service will be paid from dining hall revenues.
- **Norfolk State University**
 - *Communications Building.* Provides \$3.6 million GF to plan and fund the renovation of outdated systems in the Communications Building.
- **Radford University**
 - *Walker Hall.* Provides \$2.6 million GF to replace outdated systems and correct building deficiencies in Walker Hall.
 - *Steam Distribution System.* Provides \$715,000 GF to construct a steam tunnel loop and upgrade piping to alleviate corrosion.
 - *Electrical Distribution System.* Provides \$400,000 GF and \$400,000 NGF to complete the second phase of a project to improve the primary electrical distribution system.
- **Virginia Military Institute**
 - *Scott-Shipp Hall.* Provides \$10.2 million GF to renovate building systems, address life/safety problems, and provide electronic classrooms in Scott-Shipp Hall.
- **Virginia State University**
 - *Johnston Memorial Library.* Provides \$1.3 million GF in the first year for the renovation of a temporary library facility and planning for the renovation of the library, and \$8.7 million GF in the second

year to fund the renovation of Johnston Library. The renovation will improve systems and space utilization.

- *Owens Hall.* Provides \$5.5 million GF for planning and the funding of renovations to Owens Hall to upgrade systems and reconfigure interior spaces.

- **Virginia Museum of Fine Arts**

- *Security & Access Systems.* Provides \$1.8 million GF for replacement of the current out-dated security and building access systems.
- *Fire Safety Study.* Provides \$200,000 GF for a study to evaluate the existing fire safety system, and the alternatives for replacement systems.

- **Science Museum of Virginia**

- *Fiber Optics.* Provides \$500,000 GF for installation of fiber optic telecommunications cable for voice, data, and video transmission.
- *Integrate Science Museum Campus.* Provides \$2.1 million GF to integrate outdoor and pedestrian areas to better link the Museum with the newly relocated Children's Museum.
- *East and West Terraces.* Provides \$919,000 GF to remodel and enclose existing terraces to support special museum activities and school groups.

- **Jamestown-Yorktown Foundation**

- *Education Center.* Provides \$1.2 million GF for completion of Phase II of the new Jamestown Education Center.
- *Cafe and Visitor Center.* Provides \$3.1 million GF to construct a replacement facility to house a cafe, visitor center, and administrative offices.
- *Addition to Jamestown Gallery.* Provides \$4.5 million GF to plan and construct new gallery space to join the visitor center to the Jamestown Gallery.

- *Expansion & Renovation of Jamestown Gallery.* Provides \$6.3 million GF to redesign and expand gallery space, and provide a multi-media center.
- *Preparation for 2007 Celebration.* Provides \$348,000 GF to develop a design concept for a monument to celebrate the 400th anniversary, and to plan a plaza to commemorate the event. Funding of \$694,000 GF is also provided to expand a parking lot and correct visitor safety problems.
- **Frontier Culture Museum of Virginia**
 - *Facility Repairs* Provides \$50,000 GF to plan a replacement maintenance facility for the museum, and \$33,000 to construct a road to provide an emergency access way.
- **Department of Taxation**
 - *Replace Office Panels.* Provides \$1.7 million GF to replace dated panels that define workspaces and provide electrical power for computers and office equipment.
- **Department of Mental Health, Mental Retardation and Substance Abuse Services**
 - *Boiler Plant.* Provides \$535,000 GF to plan for outsourcing the replacement of the coal fired boiler plant and steam lines at Southside Virginia Training Center.
 - *Boiler Plant & Steam Line Renovations.* Provides \$3.2 million GF to replace chillers at Southside Virginia Training Center, boilers at Southern Virginia Mental Health Institute, and hot water lines at Northern Virginia Training Center.
 - *Asbestos Removal.* Provides \$3.8 million GF to remove asbestos-containing materials at state mental health facilities.
- **Department for the Visually Handicapped**
 - *Charlottesville Workshop Renovation.* Provides \$5.0 million GF to renovate the manufacturing and training facility for the blind and visually impaired.

- **Virginia Museum of Natural History**
 - *New Museum.* Provides \$10.1 million GF to design and construct a new museum facility in the City of Martinsville.

- **Department of Corrections**
 - *Water Treatment Upgrades.* Provides \$1.6 million GF to replace the wastewater treatment plant at Pocahontas Correctional Unit to provide additional capacity, and \$1.1 million GF to upgrade the water treatment plant at Coffeewood Correctional Center.
 - *Renovations & Upgrades.* Provides \$1.7 million GF for a variety of small renovations at Brunswick and James River, an electrical system upgrade at Powhatan, replacement of boilers at the Virginia Correctional Center for Women, water tank replacement at Southampton, and laundry ventilation at Greenville.
 - *Locks, Window, and Fence Replacements.* Provides \$1.2 million GF to replace locking systems at five correctional centers, and \$500,000 GF to replace windows at Powhatan and Haynesville. Funding of \$500,000 GF is provided to replace the interior perimeter fence at Southampton.
 - *Steam Lines.* Provides \$1.0 million GF to repair steam and water lines at Tidewater, James River, and Powhatan Correctional Centers.
 - *Bland Isolation Project.* Provides \$369,000 GF to supplement the Bland Isolation Building project, which experienced unanticipated cost increases.

- **Department of Juvenile Justice**
 - *Fire Safety & Security Improvements* Provides \$1.0 million GF to install fire safety systems in juvenile facilities that lack them, and to upgrade those systems that do not meet building code requirements. Also provides \$598,000 GF to improve security systems at juvenile correctional centers.
 - *Wastewater Treatment.* Provides \$3.1 million GF to construct a wastewater plant at the Hanover Juvenile Correctional Center, and repair the Beaumont wastewater operations.

- *System Upgrades.* Provides \$2.6 million GF to make heating, ventilation, and air conditioning system upgrades at five juvenile correctional facilities.
- *Modular Offices.* Provides \$324,000 GF to construct a pre-engineered modular office for counseling support staff at the Hanover JCC.
- **Department of Emergency Systems**
 - *Cheatham Annex Cleanup.* Provides \$3.2 million GF and \$300,000 NGF to continue the environmental cleanup of Cheatham Annex, and abandoned fuel storage facility owned by the Commonwealth.
- **Department of Military Affairs**
 - *Fort Pickett Warehouse.* Provides \$300,000 NGF for renovation of warehouses at Fort Pickett. The nongeneral funds will come from the sale of a supply depot in Richmond.
- **Department of State Police**
 - *Headquarters & Emergency Operations Center.* Provides \$400,000 GF and \$400,000 NGF to plan for an addition to the current State Police headquarters building and a new Emergency Operations Center to be located in the basement of the facility.
- **Department of Transportation**
 - *National Air & Space Museum Extension.* Provides \$9.5 million NGF for a portion of infrastructure costs and in-kind items agreed to by the state and the Smithsonian Institution for a new museum to be constructed adjacent to Dulles Airport.
 - *Upgrade Operational Facilities.* Provides \$8.3 million NGF for the first phase of a ten-year Capital Improvement Plan.
 - *New District/Residency Facilities.* Provides \$5.9 million NGF to allow the expansion of operational and support facilities for activities such as administration, human resources, and environmental review.

- **Central Warehouse.** Provides \$4.5 million NGF to demolish the 80-year old central warehouse, and construct a new, smaller warehouse.

General Fund Capital Outlay Projects HB/SB 30

<u>Capital Outlay</u>	<u>Gen. Fund</u>
Central Appropriations	
Maintenance Reserve	24,814,000
Handicapped Access	384,000
Environmental Hazards	4,000,000
U'ground Storage Tank Remediation	2,000,000
Department of General Services	
Security Upgrades Seat of Government	790,000
Department of Ag. & Consumer Services	
Plan Harrisonburg Lab Replacement	215,000
Department of Forestry	
Const. Abingdon Shop & Cold Storage	376,000
Va. School Deaf & Blind-Staunton	
Handicapped Access	566,000
Life, Health, Safety Improvements	629,000
Va. School Deaf & Blind-Hampton	
Life, Health, Safety Improvements	500,000
Va. Community College System	
Life, Health, Safety Improvements	295,000
Va. Western Roof Repair & Replace	159,000
NVCC Medical Education Campus	18,000,000
Tidewater CC Va. Beach Building	10,000,000
Piedmont CC Humanities Phase II	1,704,000
University of Virginia	
Handicapped Access	318,000
Life, Health, Safety Improvements	1,400,000
Renovate Pavilion Balconies	550,000
Repair Steam Tunnels	800,000
Clark Hall Renovation/Addition	18,858,000
East-Precinct Chillers	1,290,000
Clinch Valley College	
Handicapped Access	126,000
Life, Health, Safety Improvements	175,000
Science Bldg. Renovation & Addition	9,726,000
Virginia Polytechnic Institute and SU	
Chemistry & Physics Building Const.	23,431,000

<u>Capital Outlay</u>	<u>Gen. Fund</u>
VPI Research & Cooperative Extension	
Plan Agric. & Forestry Research Lab	1,167,000
Virginia Commonwealth University	
Handicapped Access	332,000
Life, Health, Safety Improvements	2,000,000
New Science Building Construction	21,907,000
Sanger Hall Renovation	10,179,000
Old Dominion University	
Constant Hall Renovation & Addition	9,943,000
Life, Health, Safety Improvements	500,000
George Mason University	
Handicapped Access	880,000
Const. Academic Bldg. IV, Fairfax	17,988,000
College of William and Mary	
Handicapped Access	202,000
Life, Health, Safety Improvements	520,000
Upgrade Underground Utilities	295,000
Richard Bland College	
Replace Outside Lighting	340,000
Repair Boiler & Ventilation Systems	630,000
Virginia Institute of Marine Science	
Replace Gloucester Point Bulkhead	862,000
Christopher Newport University	
Acquire Shoe Lane Parcels	497,000
Renovate/Addition to Ratcliffe Gym	2,449,000
Longwood College	
Hiner Building Equipment	1,575,000
Renovate East, West & Main Ruffner	9,105,000
Norfolk State University	
Handicapped Access	524,000
Renovate Communications Building	3,593,000
Mary Washington College	
Renovate Combs Hall	388,000
Upgrade Goolrick HVAC	2,206,000
Radford University	
Handicapped Access	416,000
Improve Electrical Distribution System	400,000
Improve Steam Distribution	715,000
Renovate Walker Hall	2,563,000
Virginia Military Institute	
Renovate Scott-Shipp Hall	10,229,000
Virginia State University	
Handicapped Access	414,000

<u>Capital Outlay</u>	<u>Gen. Fund</u>
Life, Health, Safety Improvements	1,313,000
Renovate Johnston Memorial Library	10,047,000
Renovate Owens Hall	5,444,000
Science Museum of Virginia	
Install Fiber Optic Cable	500,000
Improve Museum Campus Area	2,105,000
Renovate East & West Terraces	919,000
Virginia Museum of Fine Arts	
Plan Fire Suppression Improvements	200,000
Access & Security System Upgrades	1,786,000
Jamestown-Yorktown Foundation	
Jamestown Settlement, Phase II	1,155,000
Jamestown Settlement Cafe	3,145,000
Visitor Center-Jamestown Gallery Link	4,513,000
Plan Park Entry for 2007 Celebration	694,000
Renovate & Expand Jamestown Gallery	6,305,000
Plan 2007 Monument	125,000
Plan Monument Plaza	223,000
Frontier Culture Museum	
Const. Maintenance Facility	50,000
Const. Emergency Accessway	33,000
Dept. of Taxation	
Improve Office Panels	1,693,000
Dept. of Mental Health, MR, & SAS	
Handicapped Access	1,620,000
Life, Health, Safety Improvements	2,000,000
Asbestos Abatement	7,579,000
Plan Boiler Replacement SVTC	535,000
Replace Boilers, Steam Lines, HVAC	3,237,000
Department for Visually Handicapped	
Renovate Charlottesville Workshop	5,000,000
Museum of Natural History	
Construct New Museum	10,100,000
Department of State Police	
Plan Hdqtrs./Emerg. Oper. Center	400,000
Department of Military Affairs	
Handicapped Access	110,000
Department of Corrections	
Expand & Renovate Housing	178,000
Improve James River CC Segregation	188,000
Powhatan Electrical Upgrade	577,000
VCCW Boiler Replacement	100,000
Southampton Water Storage Tank	516,000

<u>Capital Outlay</u>	<u>Gen. Fund</u>
Const. Deerfield Admin Building	60,000
Pocahontas Wastewater Treatment	1,551,000
Coffeewood Wastewater Treatment	1,120,000
Acquire Brunswick Warehouses	61,000
Locks & Cell Door Replacement	1,257,000
Window Frame Replacement	500,000
Steam & Water Line Repairs	1,065,000
Southampton Interior Security Fence	500,000
Bland Isolation Bldg. Construction	369,000
Department of Juvenile Justice	
Handicapped Access	108,000
Security Upgrades	598,000
HVAC Upgrades	2,599,000
Fire safety Improvements	1,000,000
Wastewater System Repairs	3,086,000
Hanover Modular Offices	324,000
Department of Emergency Services	
Cheatham Annex Cleanup	3,207,000
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TOTAL- GF CAPITAL OUTLAY	\$313,720,000

APPENDIX A

AID FOR PUBLIC EDUCATION -- 1998-99

DIVISION	AVERAGE DAILY MEMBERSHIP	1998-00 COMPOSITE INDEX	BASE DIRECT AID PAYMENTS *	RETIREE HEALTH CARE CREDIT **	2.25% SALARY SUPPLEMENT	SOL REMEDIATION	SOL MATERIALS	LEAD TEACHER/ TRAINING **	TOTAL
ACCOMACK	5,342	0.3185	19,369,004	69,446	152,904	176,559	72,811	191,323	20,032,047
ALBEMARLE	11,756	0.6233	24,355,975	176,340	172,711	63,834	88,570	361,385	25,218,815
ALLEGHANY	2,302	0.3157	7,863,177	41,342	64,586	40,928	31,505	110,500	8,152,038
AMELIA	1,773	0.3334	6,113,584	19,503	48,457	27,918	23,638	55,631	6,288,731
AMHERST	4,645	0.3168	15,469,746	46,450	123,765	71,546	63,469	143,707	15,918,683
APPOMAITOX	2,344	0.2908	8,258,876	28,128	68,157	41,642	33,247	75,623	8,505,673
ARLINGTON	17,935	0.8000	26,990,555	376,635	154,241	124,455	71,740	717,508	28,435,134
AUGUSTA	10,848	0.3585	32,481,691	151,872	257,483	95,459	139,180	361,271	33,486,956
BATH	897	0.8000	1,265,581	17,043	7,894	3,623	3,588	36,976	1,334,705
BEDFORD	9,544	0.3942	26,073,897	106,310	208,143	99,532	115,635	306,975	26,910,492
BLAND	955	0.2652	4,004,496	12,415	35,087	11,599	14,035	34,829	4,112,461
BOTETOURT	4,669	0.3963	14,070,610	60,697	115,566	29,796	56,374	140,510	14,473,553
BRUNSWICK	2,532	0.2685	10,017,261	27,852	77,791	101,728	37,043	90,365	10,352,040
BUCHANAN	4,467	0.2668	17,096,583	53,604	134,283	166,066	65,504	205,159	17,721,199
BUCKINGHAM	2,338	0.2758	9,344,963	28,056	74,500	69,051	33,864	75,828	9,626,262
CAMPBELL	8,595	0.3010	26,897,752	103,140	216,285	116,956	120,158	266,277	27,720,568
CAROLINE	3,776	0.3316	12,649,795	45,312	98,431	72,431	50,478	123,310	13,039,757
CARROLL	3,989	0.2963	14,040,049	47,868	115,089	79,038	56,141	137,533	14,475,718
CHARLES CITY	983	0.3756	3,535,058	13,762	28,234	23,050	12,276	41,509	3,653,889
CHARLOTTE	2,305	0.2510	8,755,275	25,355	72,511	56,219	34,529	67,989	9,011,878
CHESTERFIELD	50,616	0.4062	137,675,483	658,008	1,082,008	337,926	601,116	1,475,460	141,830,001
CLARKE	1,917	0.5241	4,815,979	23,004	37,404	11,188	18,246	61,514	4,967,335
CRAIG	717	0.3215	2,550,141	9,321	20,919	8,376	9,730	25,382	2,623,869
CULPEPER	5,370	0.4077	16,136,192	69,810	124,045	92,798	63,613	182,878	16,669,336
CUMBERLAND	1,324	0.3342	4,811,879	17,212	37,024	39,018	17,630	41,986	4,964,749
DICKENSON	2,940	0.2443	11,536,304	32,340	91,092	98,696	44,435	109,259	11,912,126
DINWIDDIE	4,313	0.2962	14,833,930	51,756	115,349	76,789	60,710	124,527	15,263,061
ESSEX	1,596	0.4544	4,695,813	22,344	35,702	29,008	17,416	52,960	4,853,243
FAIRFAX	142,752	0.7199	245,201,915	2,323,248	1,559,409	446,657	799,697	4,512,924	254,843,850
FAUQUIER	9,254	0.6000	20,037,640	120,302	144,362	48,254	74,032	326,346	20,750,936
FLOYD	1,916	0.3391	6,501,232	21,076	53,184	28,964	25,326	63,146	6,692,928
FLUVANNA	2,938	0.3968	8,810,753	38,194	69,116	30,114	35,444	86,773	9,070,394
FRANKLIN	7,017	0.3899	20,916,725	84,204	162,681	98,518	85,621	198,465	21,546,214
FREDERICK	10,368	0.3997	28,100,601	124,416	224,061	66,028	124,478	309,523	28,949,107
GILES	2,591	0.3197	8,802,726	36,274	72,269	38,027	35,253	87,006	9,071,555
GLOUCESTER	6,638	0.3245	21,284,750	79,656	170,391	96,800	89,679	198,861	21,920,137
GOOCHLAND	2,004	0.7975	3,058,180	30,060	17,856	8,808	8,116	68,704	3,191,724
GRAYSON	2,353	0.2534	9,598,357	32,942	80,810	47,639	35,135	82,192	9,877,075

AID FOR PUBLIC EDUCATION -- 1998-99

DIVISION	AVERAGE DAILY MEMBERSHIP	1998-00 COMPOSITE INDEX	BASE		RETIREE HEALTH CARE CREDIT **	2.25% SALARY SUPPLEMENT		SOL REMEDATION	SOL MATERIALS	LEAD TEACHER/ TRAINING **		TOTAL
			DIRECT AID PAYMENTS *									
GREENE	2,536	0.3177	9,049,149		32,968	74,403	29,150	34,606	91,129		9,311,405	
GREENSVILLE	1,602	0.2436	6,587,218		32,088	50,894	59,122	24,235	93,991		6,847,548	
HALIFAX	6,036	0.2380	23,874,352		78,468	197,776	166,000	91,989	234,501		24,643,086	
HANOVER	15,789	0.4774	37,764,710		189,468	297,048	73,873	165,027	413,133		38,903,259	
HENRICO	39,983	0.5225	96,423,663		559,762	706,400	323,560	381,838	1,097,724		99,492,947	
HENRY	8,964	0.3016	30,344,308		116,532	244,158	161,622	125,209	320,172		31,312,001	
HIGHLAND	333	0.5553	1,068,525		5,328	8,441	6,028	2,962	19,085		1,110,369	
ISLE OF WIGHT	4,896	0.3915	14,669,944		63,648	113,210	79,033	59,584	150,673		15,136,092	
JAMES CITY	7,260	0.6088	14,636,347			105,084	55,572	56,802			14,853,805	
KING GEORGE	2,913	0.3682	9,111,069		34,956	71,777	39,654	36,809	93,662		9,387,927	
KING QUEEN	944	0.4085	3,477,284		15,104	27,919	29,392	11,168	34,829		3,595,696	
KING WILLIAM	1,762	0.3811	5,725,115		21,144	46,892	21,486	21,810	55,345		5,891,792	
LANCASTER	1,609	0.6384	3,242,614		20,917	22,109	22,426	11,636	44,706		3,364,408	
LEE	3,989	0.1861	17,751,469		55,846	142,852	159,911	64,933	158,669		18,333,680	
LOUDOUN	25,544	0.6776	44,931,118		383,160	321,180	35,789	164,708	621,679		46,457,634	
LOUISA	4,068	0.6626	7,954,831		52,884	53,529	35,947	27,451	125,004		8,249,646	
LUNENBURG	1,926	0.2346	7,983,800		21,186	63,389	72,701	29,483	71,801		8,242,360	
MADISON	1,885	0.3919	5,899,470		22,620	46,997	20,723	22,925	69,086		6,081,821	
MATHEWS	1,337	0.4829	3,741,114		17,381	29,729	12,358	13,827	42,225		3,856,634	
MECKLENBURG	5,005	0.3329	17,308,122		60,060	140,231	119,047	66,777	177,782		17,872,019	
MIDDLESEX	1,433	0.5756	3,534,329		20,062	26,759	15,632	12,163	48,522		3,657,467	
MONTGOMERY	9,274	0.3744	28,578,248		120,562	226,271	130,967	116,036	316,555		29,488,639	
NELSON	1,911	0.5038	5,409,576		26,754	40,774	24,738	18,965	72,855		5,593,662	
NEW KENT	2,359	0.4445	6,741,659		30,667	53,727	15,645	26,208	70,183		6,938,089	
NORTHAMPTON	2,296	0.3129	8,582,843		32,144	64,681	86,956	31,552	84,211		8,882,387	
NORTHUMBERLAND	1,559	0.6365	3,265,773		17,149	21,534	22,896	11,334	49,286		3,387,972	
NOTTOWAY	2,528	0.2563	10,034,704		32,864	80,843	82,001	37,601	80,227		10,348,240	
ORANGE	3,820	0.4245	11,336,576		53,480	90,135	50,524	43,968	134,117		11,708,800	
PAGE	3,577	0.3252	12,048,965		39,347	98,964	57,765	48,275	120,743		12,414,059	
PATRICK	2,676	0.3013	9,126,508		29,436	76,659	42,504	37,394	85,403		9,397,904	
PITTSYLVANIA	9,242	0.2868	32,333,474		110,904	257,064	171,494	131,828	293,797		33,298,561	
POWATAN	3,395	0.4131	9,630,521		44,135	77,708	20,079	39,851	87,789		9,900,083	
PRINCE EDWARD	2,650	0.3146	9,143,927		29,150	70,836	74,796	36,326	94,798		9,449,833	
PRINCE GEORGE	5,423	0.2736	18,456,066		59,653	145,753	66,780	78,785	158,736		18,965,773	
PRINCE WILLIAM	49,852	0.4158	144,842,361		648,076	1,135,818	392,707	582,471	1,368,701		148,970,134	
PULASKI	5,036	0.3184	16,704,929		65,468	130,436	90,646	68,651	163,698		17,223,828	
RAPPAHANNOCK	1,081	0.7089	2,101,996		12,972	13,846	3,873	6,294	35,354		2,174,335	
RICHMOND	1,338	0.3467	4,191,693		17,394	33,216	24,564	17,482	41,413		4,325,762	

AID FOR PUBLIC EDUCATION -- 1998-99

DIVISION	AVERAGE DAILY MEMBERSHIP	1998-00 COMPOSITE INDEX	BASE DIRECT AID PAYMENTS *	RETIREE HEALTH CARE CREDIT **	2.25% SALARY SUPPLEMENT	SOL REMEDATION	SOL MATERIALS	LEAD TEACHER/ TRAINING **	TOTAL
ROANOKE	14,031	0.4280	38,664,153	224,496	304,978	52,840	160,515	480,974	39,887,956
ROCKBRIDGE	3,019	0.4067	9,175,056	42,266	75,229	37,958	35,823	118,310	9,484,642
ROCKINGHAM	10,664	0.3644	31,940,538	138,632	250,787	108,303	135,561	351,127	32,924,948
RUSSELL	4,343	0.2520	16,033,514	56,459	126,694	111,953	64,971	153,631	16,547,222
SCOTT	3,736	0.2178	15,046,206	44,832	125,659	92,067	58,446	130,014	15,497,224
SHENANDOAH	5,417	0.3966	16,250,464	70,421	127,476	50,953	65,372	180,397	16,745,083
SMYTH	5,239	0.2678	18,665,682	73,346	149,604	110,496	76,720	185,092	19,260,940
SOUTHAMPTON	2,941	0.3063	10,249,325	38,233	79,567	68,598	40,803	97,813	10,574,339
SPOTSYLVANIA	17,078	0.3913	48,236,098	222,014	384,629	107,902	207,908	464,990	49,623,541
STAFFORD	18,770	0.3530	54,779,821	262,780	437,191	112,809	242,884	504,114	56,339,599
SURRY	1,169	0.8000	1,820,334	22,211	10,521	9,660	4,676	41,986	1,909,388
SUSSEX	1,550	0.3369	5,746,556	24,800	45,223	56,504	20,556	56,681	5,950,320
TAZEWELL	7,622	0.2691	26,942,146	99,086	211,695	179,649	111,418	252,870	27,796,864
WARREN	4,673	0.4073	13,179,504	51,403	102,478	39,310	55,394	145,563	13,573,652
WASHINGTON	7,527	0.3287	23,488,221	90,324	181,904	127,168	101,058	246,005	24,234,680
WESTMORELAND	2,106	0.3975	6,608,687	21,060	48,217	55,964	25,377	65,412	6,824,717
WISE	7,362	0.2245	26,749,889	95,706	211,242	187,412	114,185	242,340	27,600,774
WYTHE	4,356	0.3163	14,574,848	56,628	122,106	71,490	59,564	152,247	15,036,883
YORK	11,314	0.3894	30,811,863	147,082	248,700	66,916	138,167	310,353	31,723,081
ALEXANDRIA	10,800	0.8000	16,829,086	226,800	90,720	87,312	43,200	423,835	17,700,953
BRISTOL	2,430	0.3613	7,999,378	38,880	65,186	46,636	31,041	97,522	8,278,643
BUENA VISTA	1,059	0.2501	4,166,335	13,767	34,942	18,310	15,883	37,167	4,286,404
CHARLOTTESVILLE	4,224	0.5310	11,798,881	84,480	81,223	82,236	39,621	180,110	12,266,551
CLIFTON FORGE	651	0.2519	2,436,345		20,455	9,006	9,740		2,475,546
COLONIAL HEIGHTS	2,806	0.4871	6,827,773	39,284	51,811	19,092	28,784	94,087	7,060,831
COVINGTON	929	0.3475	3,024,521	13,935	24,853	15,212	12,123	37,248	3,127,892
DANVILLE	7,875	0.3000	26,359,227	110,250	198,450	244,860	110,250	262,470	27,285,507
FALLS CHURCH	1,481	0.8000	2,077,802	28,139	12,440	2,614	5,924	54,234	2,181,153
FREDERICKSBURG	2,206	0.6328	5,106,032	37,502	33,212	29,958	16,201	85,165	5,308,070
GALAX	1,291	0.3608	3,744,286	16,783	29,707	22,580	16,504	40,159	3,870,019
HAMPTON	23,363	0.2885	74,896,337	327,082	581,797	502,812	332,455	729,173	77,369,656
HARRISONBURG	3,501	0.5477	8,405,321	56,016	60,173	50,414	31,670	134,603	8,738,197
HOPEWELL	4,222	0.2712	14,778,972	54,886	113,849	114,546	61,540	138,363	15,262,156
LYNCHBURG	9,381	0.3915	29,681,571	121,953	222,625	200,592	114,167	327,548	30,668,456
MARTINSVILLE	2,686	0.3294	8,740,421	37,604	68,447	59,364	36,025	103,534	9,045,395
NEWPORT NEWS	31,879	0.2901	106,500,056	446,306	814,712	835,946	452,618	927,032	109,976,670
NORFOLK	36,274	0.2905	128,399,420	580,384	952,247	1,261,985	514,728	1,144,129	132,852,893
NORTON	787	0.3484	2,435,473	11,018	18,461	15,860	10,256	25,382	2,516,450

AID FOR PUBLIC EDUCATION -- 1998-99

DIVISION	AVERAGE DAILY MEMBERSHIP	1998-00 COMPOSITE INDEX	BASE DIRECT AID PAYMENTS *	RETIREE HEALTH CARE CREDIT **	2.25% SALARY SUPPLEMENT	SOL REMEDICATION	SOL MATERIALS	LEAD TEACHER/ TRAINING **	TOTAL
PETERSBURG	6,188	0.2319	24,843,987	86,632	185,367	250,621	95,060	202,773	25,664,440
PORTSMOUTH	17,470	0.2309	68,371,726	244,580	550,883	624,646	268,724	565,380	70,625,939
RADFORD	1,568	0.3412	4,864,058	23,520	39,254	15,994	20,660	51,051	5,014,537
RICHMOND CITY	26,656	0.4320	83,288,658	479,808	575,343	839,378	302,812	933,235	86,419,234
ROANOKE CITY	13,352	0.4157	41,253,815	213,632	304,261	331,349	156,031	465,487	42,724,575
STAUNTON	2,890	0.4075	8,803,574	46,240	66,781	59,319	34,247	109,598	9,119,759
SUFFOLK	11,019	0.3276	37,246,695	143,247	288,958	261,433	148,184	320,573	38,409,090
VIRGINIA BEACH	76,860	0.3466	226,864,281	1,076,040	1,807,932	850,635	1,004,406	2,295,967	233,899,261
WAYNESBORO	3,006	0.3831	8,670,468	36,072	66,758	54,322	37,088	99,283	8,963,991
WILLIAMSBURG	758	0.8000	1,218,746	120,270	5,458	2,416	3,032	245,871	1,595,793
WINCHESTER	3,284	0.5439	7,778,841	55,828	56,918	34,316	29,957	124,093	8,079,953
FAIRFAX CITY	2,451	0.8000	3,464,341		20,098	5,226	9,804		3,499,469
FRANKLIN CITY	1,725	0.2883	6,297,395	22,425	47,880	58,116	24,554	61,085	6,511,455
CHESAPEAKE CITY	36,425	0.3560	107,442,790	509,950	844,477	438,245	469,154	1,010,432	110,715,048
LEXINGTON	625	0.4163	1,884,587	6,250	15,687	5,201	7,296	16,747	1,935,768
EMPORIA	1,072	0.3154	3,554,216		28,622	35,137	14,678		3,632,653
SALEM	4,044	0.4412	10,271,328	64,704	81,352	25,604	45,196	126,483	10,614,667
BEDFORD CITY	1,087	0.3319	3,299,115		26,144	13,337	14,524		3,353,120
POQUOSON	2,472	0.3384	7,023,353	27,192	57,242	8,040	32,710	71,233	7,219,770
MANASSAS CITY	6,146	0.4557	17,281,058	79,898	140,501	44,330	66,905	183,240	17,795,932
MANASSAS PARK	1,745	0.3388	6,155,381	22,685	50,767	26,000	23,076	49,701	6,327,610
COLONIAL BEACH	709	0.3029	2,434,236	7,799	20,264	18,554	9,885	23,379	2,514,117
WEST POINT	796	0.3327	2,601,404	10,348	22,309	7,882	10,623	31,012	2,683,578
	1,109,560		3,113,715,089	15,703,002	23,755,308	15,250,387	12,459,159	34,782,001	3,215,664,946

* Base Direct Aid Payment Accounts include: Basic Aid, Textbooks, Vocational SOQ, Gifted, Special Ed SOQ, Remedial Ed SOQ, Early Reading, Remedial Summer School, ESL, Truancy, K-3, At Risk, Maintenance, Sales Tax, Add'l Ret., Fringe Benefits.

** The funding for some cities/counties has been combined with the appropriate counties/cities.

APPENDIX B

AID FOR PUBLIC EDUCATION -- 1999-00

DIVISION	AVERAGE DAILY MEMBERSHIP	1998-00 COMPOSITE INDEX	BASE DIRECT AID PAYMENTS *	RETIREE HEALTH CARE CREDIT **	2.25% SALARY SUPPLEMENT	SOL REMEDATION	SOL MATERIALS	NEW	
								ELEMENTARY TEACHERS	TOTAL
ACCOMACK	5,305	0.3185	19,480,801	68,965	455,535	196,537	72,307	131,568	20,405,713
ALBEMARLE	12,021	0.6233	25,243,511	180,315	538,869	64,300	90,566	164,792	26,282,353
ALLEGHANY	2,283	0.3157	7,885,292		190,595	41,348	31,245	56,853	8,205,333
AMELIA	1,788	0.3334	6,198,630	19,668	150,177	30,185	23,838	43,374	6,465,872
AMHERST	4,626	0.3168	15,577,249	46,260	376,098	74,365	63,210	115,014	16,252,196
APPOMATTOX	2,355	0.2908	8,376,827	28,260	203,760	48,764	33,403	60,780	8,751,794
ARLINGTON	18,305	0.8000	28,106,436	402,710	472,269	139,969	73,220	133,229	29,327,833
AUGUSTA	10,910	0.3585	33,020,259	152,740	811,857	98,172	139,975	254,695	34,477,698
BATH	901	0.8000	1,301,562	18,020	23,967	2,432	3,604	6,558	1,356,143
BEDFORD	9,825	0.3942	27,076,330	109,440	648,766	104,153	119,040	216,601	28,274,330
BLAND	926	0.2652	3,943,726	12,038	102,064	16,331	13,608	24,762	4,112,529
BOTETOURT	4,758	0.3963	14,480,615	61,854	361,923	28,188	57,448	104,531	15,094,559
BRUNSWICK	2,532	0.2685	10,097,227	27,852	233,372	95,601	37,043	67,403	10,558,498
BUCHANAN	4,261	0.2668	16,496,149	51,132	381,148	178,933	62,483	113,693	17,283,538
BUCKINGHAM	2,384	0.2758	9,612,701	28,608	229,624	74,032	34,530	62,829	10,042,324
CAMPBELL	8,658	0.3010	27,354,189	103,896	659,662	124,420	121,039	220,239	28,583,445
CAROLINE	3,789	0.3316	12,833,359	45,468	308,973	83,262	50,651	92,164	13,413,877
CARROLL	3,992	0.2963	14,149,282	47,904	342,719	84,039	56,183	102,230	14,782,357
CHARLES CITY	974	0.3756	3,523,311	13,636	86,968	21,345	12,163	22,132	3,679,555
CHARLOTTE	2,343	0.2510	8,966,237	25,773	221,118	61,166	35,098	63,864	9,373,256
CHESTERFIELD	51,355	0.4062	141,218,719	667,615	3,323,911	349,910	609,892	1,109,741	147,279,788
CLARKE	1,957	0.5241	4,972,324	23,484	113,623	11,270	18,627	33,893	5,173,221
CRAIG	723	0.3215	2,594,868	9,399	63,282	8,436	9,811	17,852	2,703,648
CULPEPER	5,434	0.4077	16,504,673	70,642	383,008	99,027	64,371	117,128	17,238,849
CUMBERLAND	1,375	0.3342	5,027,305	17,875	118,096	41,432	18,310	33,315	5,256,333
DICKENSON	2,859	0.2443	11,342,031	31,449	272,229	106,564	43,211	78,625	11,874,109
DINWIDDIE	4,453	0.2962	15,435,591	53,436	372,949	79,564	62,680	114,051	16,118,271
ESSEX	1,607	0.4544	4,781,564	22,498	110,474	27,544	17,536	31,907	4,991,523
FAIRFAX	144,569	0.7199	253,334,301	2,352,816	4,818,759	467,590	809,876	1,473,625	263,256,967
FAUQUIER	9,310	0.6000	20,491,571	121,030	443,156	50,923	74,480	135,522	21,316,682
FLOYD	1,941	0.3391	6,645,411	21,351	165,482	29,057	25,656	46,683	6,933,640
FLUVANNA	3,072	0.3968	9,278,867	39,936	226,070	28,489	37,061	67,434	9,677,857
FRANKLIN	7,123	0.3899	21,439,610	85,476	504,106	110,807	86,915	158,148	22,385,062
FREDERICK	10,690	0.3997	29,232,714	128,280	699,476	70,205	128,344	233,531	30,492,550
GILES	2,607	0.3197	8,936,813	36,498	223,466	40,373	35,471	64,542	9,337,163
GLOUCESTER	6,673	0.3245	21,619,611	80,076	522,883	103,909	90,152	164,038	22,580,669
GOOCHLAND	2,060	0.7975	3,194,140	30,900	55,481	10,595	8,343	15,181	3,314,640
GRAYSON	2,388	0.2534	9,826,089	33,432	247,820	57,142	35,658	64,882	10,265,023

AID FOR PUBLIC EDUCATION -- 1999-00

DIVISION	AVERAGE DAILY MEMBERSHIP	1998-00 COMPOSITE INDEX	BASE DIRECT AID PAYMENTS *	RETIREE HEALTH CARE CREDIT **	2.25% SALARY SUPPLEMENT	SOL REMEDATION	SOL MATERIALS	NEW ELEMENTARY TEACHERS	TOTAL
GREENE	2,615	0.3177	9,398,472	33,995	230,164	33,690	35,684	64,930	9,796,935
GREENSVILLE	1,582	0.2436	6,548,791	31,692	150,775	62,005	23,932	43,547	6,860,742
HALIFAX	5,954	0.2380	23,710,723	77,402	585,266	162,321	90,739	165,106	24,791,557
HANOVER	16,416	0.4774	39,586,057	196,992	935,111	77,647	171,580	312,202	41,279,589
HENRICO	40,763	0.5225	99,511,208	570,682	2,257,863	347,876	389,287	708,334	103,785,250
HENRY	8,917	0.3016	30,534,574	115,921	741,088	171,505	124,553	226,632	31,914,273
HIGHLAND	321	0.5553	1,052,780	5,136	24,696	6,072	2,855	5,195	1,096,734
ISLE OF WIGHT	4,992	0.3915	15,099,422	64,896	361,478	85,569	60,753	110,544	15,782,662
JAMES CITY	7,365	0.6088	15,064,093	35,508	322,693	59,669	57,624	104,850	15,608,929
KING GEORGE	2,959	0.3682	9,348,307	15,296	222,470	41,790	37,390	68,034	9,753,499
KING QUEEN	956	0.4085	3,555,463	15,296	86,518	29,607	11,309	20,578	3,718,771
KING WILLIAM	1,821	0.3811	5,960,510	21,852	145,385	23,670	22,540	41,014	6,214,971
LANCASTER	1,604	0.6384	3,290,666	20,852	67,281	22,590	11,600	21,107	3,434,096
LEE	3,931	0.1861	17,618,682	55,034	425,526	170,999	63,989	116,432	18,450,662
LOUDOUN	27,905	0.6776	49,213,996	418,575	1,070,592	36,910	179,931	327,398	51,247,402
LOUISA	4,134	0.6626	8,208,158	53,742	165,983	39,170	27,896	50,759	8,545,708
LUNENBURG	1,879	0.2346	7,852,519	20,669	191,279	77,954	28,764	52,338	8,223,523
MADISON	1,866	0.3919	5,928,213	22,392	142,974	22,716	22,694	41,294	6,180,283
MATHEWS	1,342	0.4829	3,803,437	17,446	89,519	12,448	13,879	25,254	3,961,983
MECKLENBURG	4,971	0.3329	17,409,741	59,652	417,835	124,366	66,323	120,679	18,198,596
MIDDLESEX	1,460	0.5756	3,645,661	20,440	82,410	14,471	12,392	22,549	3,797,923
MONTGOMERY	9,370	0.3744	29,195,963	121,810	697,563	139,677	117,237	213,322	30,485,572
NELSON	1,882	0.5038	5,389,266	26,348	124,202	28,120	18,677	33,984	5,620,597
NEW KENT	2,445	0.4445	7,041,714	31,785	165,700	17,563	27,164	49,427	7,333,353
NORTHAMPTON	2,252	0.3129	8,436,635	31,528	188,777	94,055	30,947	56,310	8,838,252
NORTHUMBERLAND	1,561	0.6365	3,325,284	17,171	65,821	23,063	11,348	20,649	3,463,336
NOTTOWAY	2,542	0.2563	10,175,117	33,046	251,435	89,407	37,810	68,797	10,655,612
ORANGE	3,814	0.4245	11,468,504	53,396	267,785	54,504	43,899	79,878	11,967,966
PAGE	3,609	0.3252	12,279,385	39,699	297,113	62,342	48,707	88,626	12,815,872
PATRICK	2,685	0.3013	9,252,171	29,535	228,873	47,095	37,520	68,271	9,663,465
PITTSYLVANIA	9,225	0.2868	32,555,248	110,700	782,933	174,923	131,585	239,429	33,994,818
POWHATAN	3,610	0.4131	10,295,624	46,930	252,126	22,120	42,374	77,103	10,736,277
PRINCE EDWARD	2,662	0.3146	9,271,980	29,282	217,120	83,856	36,491	66,397	9,705,126
PRINCE GEORGE	5,426	0.2736	18,452,148	59,686	457,208	78,690	78,829	143,435	19,269,996
PRINCE WILLIAM	51,355	0.4158	150,581,432	667,615	3,660,194	441,466	600,032	1,091,800	157,042,539
PULASKI	5,011	0.3184	16,805,684	65,143	406,444	93,610	68,310	124,295	17,563,486
RAPPAHANNOCK	1,094	0.7089	2,169,230	13,128	43,311	3,138	6,369	11,589	2,246,765
RICHMOND	1,354	0.3467	4,282,730	17,602	102,610	20,944	17,691	32,191	4,473,768

AID FOR PUBLIC EDUCATION -- 1999-00

DIVISION	AVERAGE DAILY MEMBERSHIP	1998-00 COMPOSITE INDEX	BASE DIRECT AID PAYMENTS *	RETIREE HEALTH CARE CREDIT **	2.25% SALARY SUPPLEMENT	SOL REMEDATION	SOL MATERIALS	NEW ELEMENTARY TEACHERS	TOTAL
ROANOKE	14,139	0.4280	39,432,715	226,224	938,151	53,226	161,750	294,316	41,106,382
ROCKBRIDGE	3,026	0.4067	9,291,529	42,364	226,211	34,516	35,907	65,334	9,695,861
ROCKINGHAM	10,687	0.3644	32,381,143	138,931	760,778	115,098	135,853	247,194	33,778,997
RUSSELL	4,276	0.2520	15,874,586	55,588	380,615	115,133	63,969	116,396	16,606,287
SCOTT	3,701	0.2178	15,045,425	44,412	373,445	107,151	57,898	105,350	15,733,681
SHENANDOAH	5,472	0.3966	16,595,014	71,136	392,915	53,170	66,036	120,157	17,298,428
SMYTH	5,245	0.2678	18,856,669	73,430	468,527	115,969	76,808	139,757	19,731,160
SOUTHAMPTON	2,980	0.3063	10,487,161	38,740	246,000	73,289	41,345	75,229	10,961,764
SPOTSYLVANIA	17,749	0.3913	50,530,804	230,737	1,253,243	120,039	216,076	393,166	52,744,065
STAFFORD	19,793	0.3530	58,128,247	277,102	1,434,280	115,723	256,121	466,031	60,677,504
SURRY	1,162	0.8000	1,855,428	23,240	32,304	9,730	4,648	8,457	1,933,807
SUSSEX	1,562	0.3369	5,847,140	24,992	137,756	57,025	20,715	37,693	6,125,321
TAZEWELL	7,467	0.2691	26,713,737	97,071	633,085	185,789	109,153	198,611	27,937,446
WARREN	4,711	0.4073	13,445,617	51,821	312,727	43,304	55,844	101,612	14,010,925
WASHINGTON	7,540	0.3287	23,775,270	90,480	566,899	136,492	101,232	184,199	24,854,572
WESTMORELAND	2,121	0.3975	6,727,876	21,210	152,070	56,475	25,558	46,505	7,029,694
WISE	7,212	0.2245	26,458,219	93,756	648,777	193,685	111,858	203,534	27,709,829
WYTHE	4,364	0.3163	14,749,784	56,732	364,007	71,894	59,673	108,580	15,410,670
YORK	11,563	0.3894	31,780,622	150,319	769,580	67,300	141,207	256,937	33,165,965
ALEXANDRIA	11,041	0.8000	17,551,064	40,992	284,858	91,122	44,164	80,359	18,092,559
BRISTOL	2,402	0.3613	8,009,885	242,902	193,304	52,685	30,683	55,830	8,585,289
BUENA VISTA	1,064	0.2501	4,213,924	38,432	106,120	20,683	15,958	29,036	4,424,153
CHARLOTTESVILLE	4,202	0.5310	11,912,261	13,832	240,430	92,489	39,415	71,718	12,370,145
CLIFTON FORGE	645	0.2519	2,406,006	88,242	60,798	9,068	9,650	17,560	2,591,324
COLONIAL HEIGHTS	2,829	0.4871	6,973,608	39,606	158,158	19,232	29,020	52,804	7,272,428
COVINGTON	922	0.3475	3,034,817	13,830	73,396	15,324	12,032	21,893	3,171,292
DANVILLE	7,799	0.3000	26,429,876	109,186	595,064	239,742	109,186	198,672	27,681,726
FALLS CHURCH	1,516	0.8000	2,165,980	30,320	38,203	2,634	6,064	11,034	2,254,235
FREDERICKSBURG	2,208	0.6328	5,217,835	39,744	98,915	31,248	16,216	29,505	5,433,463
GALAX	1,311	0.3608	3,839,749	17,043	93,855	22,742	16,760	30,496	4,020,645
HAMPTON	23,441	0.2885	75,948,273	328,174	1,817,932	549,497	333,565	606,946	79,584,387
HARRISONBURG	3,515	0.5477	8,561,554	184,421	187,432	53,605	31,797	57,856	8,945,473
HOPEWELL	4,242	0.2712	14,989,446	55,146	358,622	128,832	61,831	112,507	15,706,384
LYNCHBURG	9,330	0.3915	29,948,011	121,290	692,631	219,164	113,546	206,605	31,301,247
MARTINSVILLE	2,654	0.3294	8,752,390	37,156	206,454	65,869	35,595	64,768	9,162,232
NEWPORT NEWS	32,172	0.2901	108,492,938	450,408	2,489,440	876,514	456,778	831,140	113,597,218
NORFOLK	36,491	0.2905	130,323,621	583,856	2,899,721	1,411,969	517,807	942,187	136,679,161
NORTON	778	0.3484	2,438,281	10,892	56,778	18,028	10,139	18,448	2,552,566

AID FOR PUBLIC EDUCATION -- 1999-00

DIVISION	AVERAGE DAILY MEMBERSHIP	1998-00 COMPOSITE INDEX	BASE DIRECT AID PAYMENTS *	RETIREE HEALTH CARE CREDIT **	2.25% SALARY SUPPLEMENT	SOL REMEDIAL	SOL MATERIALS	NEW ELEMENTARY TEACHERS	TOTAL
PETERSBURG	6,196	0.2319	25,092,867	86,744	566,339	302,790	95,183	173,192	26,317,115
PORTSMOUTH	17,393	0.2309	68,789,965	243,502	1,631,989	689,775	267,539	486,806	72,109,576
RADFORD	1,598	0.3412	5,001,472	23,970	122,120	16,112	21,055	38,311	5,223,040
RICHMOND CITY	26,435	0.4320	83,838,314	502,265	1,741,749	943,134	300,302	546,420	87,872,184
ROANOKE CITY	13,470	0.4157	42,096,419	215,520	960,204	384,865	157,410	286,419	44,100,837
STAUNTON	2,872	0.4075	8,870,946	45,952	207,603	63,590	34,033	61,926	9,284,050
SUFFOLK	11,287	0.3276	38,485,385	146,731	903,136	300,867	151,788	276,188	40,264,095
VIRGINIA BEACH	77,381	0.3466	230,738,674	1,083,334	5,511,121	908,221	1,011,215	1,839,976	241,092,541
WAYNESBORO	3,007	0.3831	8,782,271	36,084	202,197	56,702	37,100	67,507	9,181,861
WILLIAMSBURG	769	0.8000	1,261,727	122,010	17,226	2,432	3,076	5,597	1,412,068
WINCHESTER	3,307	0.5439	7,951,874	59,526	174,965	38,236	30,166	54,890	8,309,657
FAIRFAX CITY	2,482	0.8000	3,593,647		60,561	5,264	9,928	18,065	3,687,465
FRANKLIN CITY	1,719	0.2883	6,348,482	22,347	145,586	58,419	24,468	44,522	6,643,824
CHESAPEAKE CITY	37,007	0.3560	110,293,914	518,098	2,597,743	439,423	476,650	867,298	115,193,126
LEXINGTON	604	0.4163	1,862,256	6,040	45,480	5,237	7,051	12,830	1,938,894
EMPORIA	1,059	0.3154	3,570,131		86,274	35,509	14,500	26,383	3,732,797
SALEM	4,119	0.4412	10,574,651	65,904	250,885	25,791	46,034	83,762	11,047,027
BEDFORD CITY	1,119	0.3319	3,430,039		81,489	15,414	14,952	27,206	3,569,100
POQUOSON	2,482	0.3384	7,127,238	27,302	172,420	8,096	32,842	59,758	7,427,656
MANASSAS CITY	6,345	0.4557	18,009,352	82,485	435,152	42,956	69,072	125,681	18,764,698
MANASSAS PARK	1,833	0.3388	6,507,911	23,829	164,829	26,318	24,240	44,106	6,791,233
COLONIAL BEACH	718	0.3029	2,488,540	7,898	61,063	18,689	10,010	18,215	2,604,415
WEST POINT	818	0.3327	2,700,088	10,634	68,777	7,938	10,917	19,864	2,818,218
	1,124,134		3,183,522,150	15,979,061	73,339,234	16,399,230	12,599,140	22,925,032	3,324,763,847

* Base Direct Aid Payment Accounts include: Basic Aid, Textbooks, Vocational SOQ, Gifted, Special Ed SOQ, Remedial Ed SOQ, Early Reading, Remedial Summer School, ESL, Truancy, K-3, At Risk, Maintenance, Sales Tax, Add'l Ret., Fringe Benefits.

** The funding for some cities/counties has been combined with the appropriate counties/cities.

APPENDIX C

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
LEGISLATIVE BRANCH			
Legislative Branch			
FY 1997-98 Adjusted Appropriation	87,459,231	5,352,217	597.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	87,459,231	5,352,217	597.00
% Net Change	0.00%	0.00%	0.00%
JUDICIAL BRANCH			
Supreme Court			
FY 1997-98 Adjusted Appropriation	367,649,849	1,340,950	2,287.56
Attorneys Fees for Indigent Criminal Defense	1,868,851	0	0.00
Criminal Fund Growth	20,654,108	0	0.00
Contract to Increase Mediation Services	200,000	0	0.00
Employer Share Social Security Cap Increase	197,904	0	0.00
Magistrate Positions (Stafford, Louisa, Page)	83,656	0	1.40
HB 30/SB 30 Total	390,654,368	1,340,950	2,288.96
% Net Change	6.26%	0.00%	0.06%
Judicial Inquiry & Review Commission			
FY 1997-98 Adjusted Appropriation	776,393	0	3.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	776,393	0	3.00
% Net Change	0.00%	NA	0.00%
Virginia State Bar			
FY 1997-98 Adjusted Appropriation	2,940,000	16,934,520	70.50
Consumer Real Estate Protection Act Enforce	0	109,770	1.00
Attorney General Legal Fees	0	51,384	0.00
Salary Adjustments (4% across the board)	0	170,000	0.00
HB 30/SB 30 Total	2,940,000	17,265,674	71.50
% Net Change	0.00%	1.96%	1.42%
State Board of Bar Examiners			
FY 1997-98 Adjusted Appropriation	1,676,413	0	4.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	1,676,413	0	4.00
% Net Change	0.00%	NA	0.00%
Public Defender Commission			
FY 1997-98 Adjusted Appropriation	31,142,606	0	280.50
Juvenile Detention Hearing Representation	93,370	0	1.00
Computer Systems Improvements	154,000	0	0.00
Albermarle/Ch'ville Public Defender Office	(1,181,188)	0	(10.00)
HB 30/SB 30 Total	30,208,788	0	271.50
% Net Change	(3.00%)	NA	(3.21%)
Virginia Criminal Sentencing Commission			
1997-98 Appropriation - Chapter 924	1,411,938	70,000	10.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	1,514,710	70,000	10.00
% Net Change	0.00%	0.00%	0.00%
Judicial Branch			
FY 1997-98 Adjusted Appropriation	405,699,971	18,345,470	2,655.56

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Governor's Recommendations	22,070,701	331,154	(6.60)
HB 30/SB 30 Total	<u>427,770,672</u>	<u>18,676,624</u>	<u>2,648.96</u>
% Net Change	5.44%	1.81%	(0.25%)

EXECUTIVE OFFICES

Office of the Governor

FY 1997-98 Adjusted Appropriation	4,523,279	0	35.00
Governor's Recommendations	<u>0</u>	<u>0</u>	<u>0.00</u>
HB 30/SB 30 Total	<u>4,523,279</u>	<u>0</u>	<u>35.00</u>
% Net Change	0.00%	NA	0.00%

Office of the Lieutenant Governor

FY 1997-98 Adjusted Appropriation	610,757	0	6.00
Governor's Recommendations	<u>0</u>	<u>0</u>	<u>0.00</u>
HB 30/SB 30 Total	<u>610,757</u>	<u>0</u>	<u>6.00</u>
% Net Change	0.00%	NA	0.00%

Attorney General & Dept. of Law

FY 1997-98 Adjusted Appropriation	26,514,331	10,934,198	269.00
Governor's Recommendations	<u>0</u>	<u>0</u>	<u>0.00</u>
HB 30/SB 30 Total	<u>26,514,331</u>	<u>10,934,198</u>	<u>269.00</u>
% Net Change	0.00%	0.00%	0.00%

Secretary of the Commonwealth

FY 1997-98 Adjusted Appropriation	2,443,508	0	21.00
Governor's Recommendations	<u>0</u>	<u>0</u>	<u>0.00</u>
HB 30/SB 30 Total	<u>2,443,508</u>	<u>0</u>	<u>21.00</u>
% Net Change	0.00%	NA	0.00%

Virginia Liaison Office

FY 1997-98 Adjusted Appropriation	427,866	212,191	4.00
Governor's Recommendations	<u>0</u>	<u>0</u>	<u>0.00</u>
HB 30/SB 30 Total	<u>427,866</u>	<u>212,191</u>	<u>4.00</u>
% Net Change	0.00%	0.00%	0.00%

Interstate Organization Contributions

FY 1997-98 Adjusted Appropriation	438,802	0	0.00
Governor's Recommendations	<u>0</u>	<u>0</u>	<u>0.00</u>
HB 30/SB 30 Total	<u>438,802</u>	<u>0</u>	<u>0.00</u>
% Net Change	0.00%	NA	NA

Executive Offices

FY 1997-98 Adjusted Appropriation	34,958,543	11,146,389	335.00
Governor's Recommendations	<u>0</u>	<u>0</u>	<u>0.00</u>
HB 30/SB 30 Total	<u>34,958,543</u>	<u>11,146,389</u>	<u>335.00</u>
% Net Change	0.00%	0.00%	0.00%

ADMINISTRATION

Secretary of Administration

FY 1997-98 Adjusted Appropriation	1,817,644	0	15.00
Governor's Recommendations	<u>0</u>	<u>0</u>	<u>0.00</u>
HB 30/SB 30 Total	<u>1,817,644</u>	<u>0</u>	<u>15.00</u>
% Net Change	0.00%	NA	0.00%

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Virginia Veterans' Care Center			
FY 1997-98 Adjusted Appropriation	0	348,650	2.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	348,650	2.00
% Net Change	NA	0.00%	0.00%
Council on Human Rights			
FY 1997-98 Adjusted Appropriation	585,164	38,000	4.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	585,164	38,000	4.00
% Net Change	0.00%	0.00%	0.00%
Department of Personnel & Training			
FY 1997-98 Adjusted Appropriation	8,307,797	2,876,356	67.00
Implement New Payroll and Personnel System	466,585	0	5.00
HB 30/SB 30 Total	8,774,382	2,876,356	72.00
% Net Change	5.62%	0.00%	7.46%
Department of Employee Relations Counselors			
FY 1997-98 Adjusted Appropriation	1,891,185	45,322	13.00
Increased Administrative Support	54,684	0	0.00
Information System Needs	6,300	0	0.00
HB 30/SB 30 Total	1,952,169	45,322	13.00
% Net Change	3.22%	0.00%	0.00%
Department of General Services			
FY 1997-98 Adjusted Appropriation	45,073,032	16,095,939	674.00
Stability of Workers Comp. and Liability Funds	11,712,000	0	0.00
Environmental Lab. Certification	0	814,722	0.00
Virginia War Memorial Foundation	874,924	0	0.00
Transfer to Common. Competition Council	(585,194)	0	(4.00)
HB 30/SB 30 Total	57,074,762	16,910,661	670.00
% Net Change	26.63%	5.06%	(0.59%)
State Board of Elections			
FY 1997-98 Adjusted Appropriation	17,072,810	0	24.00
New Virginia Voter Registration System	150,000	0	0.00
HB 30/SB 30 Total	17,222,810	0	24.00
% Net Change	0.88%	NA	0.00%
Compensation Board			
FY 1997-98 Adjusted Appropriation	860,986,439	8,400,000	15.00
Fully Fund 1997-98 New Jail Positions	13,737,795	0	0.00
Increased Positions for New Jails	13,368,561	0	0.00
Computer Operations and Local Reporting Systems	711,087	0	0.00
Automated Systems Support	716,020	0	1.00
Part-time Commonwealth's Attorneys to Full-time.	614,066	0	0.00
Master Deputy Program	824,652	0	0.00
Law Enforcement Deputies @ 1:2000	1,530,746	0	0.00
Law Deputies @ 1:1500	16,114,167	0	0.00
Population Based Salary Increases	102,214	0	0.00
Payments for State Inmates in Local Jails	(24,151,764)	0	0.00
Jail Contract Bed Program	(19,460,933)	0	0.00
HB 30/SB 30 Total	865,093,050	8,400,000	16.00
% Net Change	0.48%	0.00%	6.67%

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Commission on Local Government			
FY 1997-98 Adjusted Appropriation	1,224,306	0	7.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	1,224,306	0	7.00
% Net Change	0.00%	NA	0.00%
Department of Information Technology			
FY 1997-98 Adjusted Appropriation	14,820,560	0	346.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	14,820,560	0	346.00
% Net Change	0.00%	NA	0.00%
Council on Information Management			
FY 1997-98 Adjusted Appropriation	1,295,333	0	7.00
Year 2000 Project Office	1,253,956	0	9.00
Geographic Information Network Division	0	101,895	0.00
HB 30/SB 30 Total	2,549,289	101,895	16.00
% Net Change	96.81%	NA	128.57%
Department of Veterans' Affairs			
FY 1997-98 Adjusted Appropriation	5,172,196	230,000	56.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	5,172,196	230,000	56.00
% Net Change	0.00%	0.00%	0.00%
Charitable Gaming Commission			
FY 1997-98 Adjusted Appropriation	0	4,681,616	21.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	4,681,616	21.00
% Net Change	NA	0.00%	0.00%
Commonwealth Competition Council			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Transfer from DGS	585,194	0	4.00
HB 30/SB 30 Total	585,194	0	4.00
% Net Change	NA	NA	NA
Office of Administration			
FY 1997-98 Adjusted Appropriation	958,246,466	32,715,883	1,251.00
Governor's Recommendations	18,625,060	916,617	15.00
HB 30/SB 30 Total	976,871,526	33,632,500	1,266.00
% Net Change	1.94%	2.80%	1.20%
COMMERCE AND TRADE			
Secretary of Commerce & Trade			
FY 1997-98 Adjusted Appropriation	1,115,236	0	7.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	1,115,236	0	7.00
% Net Change	0.00%	NA	0.00%
Dept. of Housing & Community Dev.			
FY 1997-98 Adjusted Appropriation	53,118,382	137,296,371	123.00
Increase Enterprise Zone Incentives	3,400,000	0	0.00
Support Richmond Centre Expansion	10,000,000	0	0.00
Partially Restore Regional Competitiveness	6,000,000	0	0.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Eliminate Virginia Enterprise Initiative	(998,911)	0	0.00
Eliminate Regional Competitiveness Funding	(12,000,000)	0	0.00
HB 30/SB 30 Total	59,519,471	137,296,371	123.00
% Net Change	12.05%	0.00%	0.00%
VA Economic Development Partnership			
FY 1997-98 Adjusted Appropriation	63,662,924	0	0.00
Semiconductor Endowment Fund Commitment	8,000,000	0	0.00
Host Southeast U.S.-Korea Econ. Conference	250,000	0	0.00
Develop Prospect Decision Support System	1,320,000	0	0.00
Restore National Business Development Funds	400,000	0	0.00
Fund Performance Compensation	743,323	0	0.00
Obtain New Software to Track Active Projects	100,000	0	0.00
Increase International Marketing Efforts	600,000	0	0.00
Increase International Advertising	200,000	0	0.00
Increase Cooperative Tourism Advertising	500,000	0	0.00
HB 30/SB 30 Total	75,776,247	0	0.00
% Net Change	19.03%	NA	NA
Department of Business Assistance			
FY 1997-98 Adjusted Appropriation	28,383,694	4,103,642	40.00
Increase Staffing for Administration	140,125	0	2.00
Increase VA Small Business Growth Fund	500,000	0	0.00
Increase Workforce Services Training	6,000,000	0	0.00
Use Interest Revenue for Loan Pgm. Admin.	0	150,000	0.00
Fund National Red Cross Convention	100,000	0	0.00
Fund Virginia-Israel Advisory Board	300,000	0	0.00
HB 30/SB 30 Total	35,423,819	4,253,642	42.00
% Net Change	24.80%	3.66%	5.00%
Dept. of Minority Business Enterprise			
FY 1997-98 Adjusted Appropriation	502,940	1,931,279	18.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	502,940	1,931,279	18.00
% Net Change	0.00%	0.00%	0.00%
Department of Labor and Industry			
FY 1997-98 Adjusted Appropriation	13,572,365	9,281,274	188.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	13,572,365	9,281,274	191.00
% Net Change	0.00%	0.00%	1.60%
Dept. of Occupation & Profession Reg.			
FY 1997-98 Adjusted Appropriation	0	18,272,858	128.00
Fund Automated Phone Information System	0	92,000	0.00
HB 30/SB 30 Total	0	18,364,858	128.00
% Net Change	NA	0.50%	0.00%
Dept. of Agriculture & Consumer Ser.			
FY 1997-98 Adjusted Appropriation	47,212,965	35,879,288	526.00
Increase International Marketing Efforts	170,000	0	0.00
Expand Domestic Marketing Operations	230,000	0	1.00
Expand Meat, Poultry, & Ratite Inspections	92,206	72,206	2.00
Bolster VA's Finest Trademark Program	100,000	0	0.00
Increase Pesticide Services Compliance	0	188,526	2.00
Expand Metrology Lab - ISO 9000 Standards	0	100,000	1.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Continue Seafood Marketing Campaign	100,000	0	0.00
HB 30/SB 30 Total	47,905,171	36,240,020	532.00
% Net Change	1.47%	1.01%	1.14%
Virginia Agriculture Council			
FY 1997-98 Adjusted Appropriation	0	580,668	0.00
Increase Research Grant Awards	0	100,000	0.00
HB 30/SB 30 Total	0	680,668	0.00
% Net Change	NA	17.22%	NA
Milk Commission			
FY 1997-98 Adjusted Appropriation	0	1,358,977	10.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	1,358,977	10.00
% Net Change	NA	0.00%	0.00%
Dept. of Mines, Minerals & Energy			
FY 1997-98 Adjusted Appropriation	20,897,107	28,356,657	250.00
Use Solar Photovoltaic Federal Grant	0	2,300,000	0.00
HB 30/SB 30 Total	20,897,107	30,656,657	250.00
% Net Change	0.00%	8.11%	0.00%
Virginia Employment Commission			
FY 1997-98 Adjusted Appropriation	0	734,758,075	950.00
Implement 4 Phases of VA Career Connections	0	2,701,250	0.00
Improve Technology and Automation	0	6,582,000	0.00
Fund Year 2000 Compliance	0	3,170,000	0.00
Implement New Accounting System	0	530,000	0.00
Decrease Position Level	0	0	(9.00)
HB 30/SB 30 Total	0	747,741,325	941.00
% Net Change	NA	1.77%	(0.95%)
Department of Forestry			
FY 1997-98 Adjusted Appropriation	24,547,548	17,282,021	334.00
Replace Forest Fire Fighting Vehicles	1,510,548	0	0.00
Reduce Position Level	0	0	(14.00)
HB 30/SB 30 Total	26,058,096	17,282,021	320.00
% Net Change	6.15%	0.00%	(4.19%)
Virginia Racing Commission			
FY 1997-98 Adjusted Appropriation	0	2,988,231	8.00
Additional Clerical Positions	0	104,522	2.00
Increase Breeders Fund Appropriation	0	4,800,000	0.00
HB 30/SB 30 Total	0	7,892,753	10.00
% Net Change	NA	164.13%	25.00%
Innovative Technology Authority			
FY 1997-98 Adjusted Appropriation	20,654,474	0	0.00
Maintain CIT Building Complex	73,425	0	0.00
Fund VA Commercial Space Flight Authority	500,000	0	0.00
HB 30/SB 30 Total	21,227,899	0	0.00
% Net Change	2.78%	NA	NA
Commerce & Trade			
1997-98 Appropriation - Chapter 924	277,239,294	990,525,944	2,582.00
Governor's Recommendations	24,759,057	22,453,901	(10.00)

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
HB 30/SB 30 Total	301,998,351	1,012,979,845	2,572.00
% Net Change	10.35%	2.11%	(0.39%)
EDUCATION			
Secretary of Education			
FY 1997-98 Adjusted Appropriation	1,073,044	0	5.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	1,073,044	0	5.00
% Net Change	0.00%	NA	0.00%
Department of Education			
FY 1997-98 Adjusted Appropriation	52,696,387	42,341,270	272.00
SOL Testing Program	7,981,786	0	1.00
Develop SOL Test in World Geography	276,000	0	0.00
Develop SOL Test in Physics	335,000	0	0.00
Develop SOL Test in Calculus	335,000	0	0.00
School Report Card Development	3,070,549	0	4.00
Needs Assessment Information Systems	688,500	0	3.00
Develop Teacher Training	1,689,255	0	0.00
Additional Federal Funding/Driver's Education	0	200,000	0.00
Additional Teacher Certification Fees	0	400,000	0.00
Establish Appropriation for Trust and Agency	0	50,000	0.00
Phase-out Literacy Passport Test	(2,736,571)	0	0.00
HB 30/SB 30 Total	64,335,906	42,991,270	280.00
% Net Change	22.09%	1.54%	2.94%
Direct Aid to Public Education			
FY 1997-98 Adjusted Appropriation	6,083,223,580	733,614,978	0.00
Rebenchmark SOQ Costs	231,107,071	0	0.00
Revised Sales Tax Projections	128,014,000	0	0.00
Teacher Salary Increase by 2.25 Percent	97,094,542	0	0.00
1,000 New Elementary Teachers	22,925,028	0	0.00
Teacher Training on New SOLs	34,782,000	0	0.00
Remediation Assistance/ New SOLs	31,649,617	0	0.00
SOL Materials/Textbooks	25,058,299	0	0.00
Retiree Health Care Benefit (1996 GA Action)	31,682,063	0	0.00
Eliminate Literary Fund Diversion by 2000	23,289,383	(23,289,383)	0.00
Teacher Liability Insurance	1,577,414	0	0.00
Increase for Dropout Prevention Program	1,000,000	0	0.00
Increase for Achievable Dream Program	270,000	0	0.00
Federal Funds for Charter Schools	0	5,000,000	0.00
Update: At-risk 4-yr-old Program	16,896,038	0	0.00
Update: Regional Special Education Programs	20,025,023	0	0.00
Update: K-3 Class Size Reduction Program	16,619,629	0	0.00
Update: Remedial Summer School Programs	16,831,661	0	0.00
Update: Programs for At-risk Students	7,036,539	0	0.00
Update: Hospitals/Clinics/Detention Homes	4,175,900	0	0.00
Update: Homework Assistance Program	2,103,927	0	0.00
Update: English as a Second Language Prgms.	1,301,726	0	0.00
Update: Alternative Education Programs	1,078,772	0	0.00
Update: Homebound Instruction	914,749	0	0.00
Update: Reading Remediation Program	798,154	0	0.00
Update: Truancy/Safe Schools	278,286	0	0.00
Update: Maintenance Supplement Payments	219,506	0	0.00
Update: Indian Children Payments	12,968	0	0.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Update: Existing Governor's Schools	870,959	0	0.00
Operation of 3 New Governor's Schools	2,180,396	0	0.00
Increase NGF for Debt Service/ Techn. Bonds	0	21,849,954	0.00
Adjustment-Reflect Actual Federal Payments	0	51,050,000	0.00
Federal Fund Increase for Adult Literacy	0	4,000,000	0.00
Federal Fund Increase Title II Eisenhower	0	4,000,000	0.00
Adjustment to Reflect Actual NGF	0	1,090,000	0.00
HB 30/SB 30 Total	6,803,017,230	797,315,549	0.00
% Net Change	11.83%	8.68%	NA
Comprehensive Services Act for At-Risk Youth and Families			
FY 1997-98 Adjusted Appropriation	201,149,096	18,839,996	0.00
Caseload Growth	10,673,958	0	0.00
Incentive Fund for Meeting Performance Goals	1,000,000	0	0.00
Reporting & Utilization Management Req.	Language		
NGF Switch	See Social Services		
HB 30/SB 30 Total	212,823,054	18,839,996	0.00
% Net Change	5.80%	0.00%	NA
School for the Deaf & Blind (Staunton)			
FY 1997-98 Adjusted Appropriation	10,797,396	1,094,574	144.00
Increase Operating Funds	86,952	0	0.00
Replace School Buses	30,511	0	0.00
HB 30/SB 30 Total	10,914,859	1,094,574	144.00
% Net Change	1.09%	0.00%	0.00%
School for the Deaf & Blind (Hampton)			
FY 1997-98 Adjusted Appropriation	11,985,296	924,050	130.00
Replace School Buses	30,511	0	0.00
HB 30/SB 30 Total	12,015,807	924,050	130.00
% Net Change	0.25%	0.00%	0.00%
Department of Education			
FY 1997-98 Adjusted Appropriation	6,359,851,755	796,814,868	546.00
Governor's Recommendations	743,255,101	64,350,571	8.00
HB 30/SB 30 Total	7,103,106,856	861,165,439	554.00
% Net Change	11.69%	8.08%	1.47%
HIGHER EDUCATION			
Council of Higher Education			
FY 1997-98 Adjusted Appropriation	89,744,110	5,950,680	44.00
Increase TAG from \$2,000 to \$2,600	15,916,000	0	0.00
4th Class - Va. Women's Inst. for Leadership	395,592	0	0.00
Minority Doctoral Scholarships	26,000	0	0.00
HB 30/SB 30 Total	106,081,702	5,950,680	44.00
% Net Change	18.20%	0.00%	0.00%
Virginia Community College System			
FY 1997-98 Adjusted Appropriation	483,891,599	331,894,530	7,390.88
Additional Funds for Nonpersonal Services	2,030,422	1,212,283	0.00
Faculty Salary Increase to 60th Percentile	9,605,349	0	0.00
Financial Aid to 35 Percent of Need	630,867	0	0.00
Operation and Maintenance of New Facilities	3,716,996	482,549	0.00
Transf. Maint. Reserve from C.O. to Operating	4,941,110	0	0.00
Trans. TCC Norfolk Lease Paym'ts to T Board	(2,566,801)	0	0.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
HB 30/SB 30 Total	502,249,542	333,589,362	7,390.88
<i>% Net Change</i>	3.79%	0.51%	0.00%
University of Virginia			
FY 1997-98 Adjusted Appropriation	269,082,272	769,151,701	5,761.50
Faculty Salary Increase to 60th Percentile	4,005,971	9,755,512	0.00
Financial Aid to 35 Percent of Need	332,094	0	0.00
Operation and Maintenance of New Facilities	78,087	176,913	0.00
Transf. Maint. Reserve from C.O. to Operating	8,334,508	2,700,000	0.00
Funding for Performance	5,558,366	0	0.00
Salary Increase for Family Practice	273,451	0	0.00
Year 2000 Computer Compliance	1,135,483	2,428,880	0.00
QualChoice Employer Premium Increase	1,496,874	0	0.00
Financial Aid for Graduate Students	0	9,900,000	0.00
Transfer Positions from Hospital to Academic	0	0	31.00
Adjust Aux. Enterprise & Research Budgets	0	27,150,000	14.00
HB 30/SB 30 Total	290,297,106	821,263,006	5,806.50
<i>% Net Change</i>	7.88%	6.78%	0.78%
University of Virginia Medical Center			
FY 1997-98 Adjusted Appropriation	0	875,456,700	3,518.38
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	875,456,700	3,518.38
<i>% Net Change</i>	NA	0.00%	0.00%
Clinch Valley College			
FY 1997-98 Adjusted Appropriation	15,735,094	16,139,890	226.54
Faculty Salary Increase to 60th Percentile	437,679	661,063	0.00
Transf. Maint. Reserve from C.O. to Operating	300,786	125,000	0.00
Funding for Performance	425,584	0	0.00
HB 30/SB 30 Total	16,899,143	16,925,953	226.54
<i>% Net Change</i>	7.40%	4.87%	0.00%
Virginia Tech. - Instructional Division			
FY 1997-98 Adjusted Appropriation	308,717,967	643,111,351	5,194.05
Faculty Salary Increase to 60th Percentile	6,467,867	6,508,874	0.00
Financial Aid to 35 Percent of Need	1,009,990	0	0.00
Operation and Maintenance of New Facilities	652,321	637,499	0.00
Transf. Maint. Reserve from C.O. to Operating	9,407,674	6,035,000	0.00
Funding for Performance	8,067,902	0	0.00
Year 2000 Computer Compliance	4,638,126	3,912,155	0.00
Tobacco Research	554,444	0	1.00
Adjust Funding for Auxiliary Enterprises	0	15,315,096	48.00
HB 30/SB 30 Total	339,516,291	675,519,975	5,243.05
<i>% Net Change</i>	9.98%	5.04%	0.94%
Virginia Tech. - Va. Coop. & Agr. Exp. Station Division			
FY 1997-98 Adjusted Appropriation	101,980,063	34,353,180	1,163.12
Faculty Salary Increase	3,502,898	0	0.00
HB 30/SB 30 Total	105,482,961	34,353,180	1,163.12
<i>% Net Change</i>	3.43%	0.00%	0.00%
Virginia Commonwealth University			
FY 1997-98 Adjusted Appropriation	293,710,302	550,048,516	4,871.46
Faculty Salary Increase to 60th Percentile	3,406,761	4,786,635	0.00
Financial Aid to 35 Percent of Need	931,469	0	0.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Operation and Maintenance of New Facilities	1,804,366	353,634	0.00
Transf. Maint. Reserve from C.O. to Operating	5,979,000	610,000	0.00
Funding for Performance	6,749,698	0	0.00
Salary Increase for Family Practice	318,155	0	0.00
Year 2000 Computer Compliance	499,991	932,509	0.00
Police and Security Enhancements	350,000	280,000	9.00
Virginia Biotechnology Center Operating	300,000	0	0.00
Winchester Family Practice Program	268,108	0	2.33
Reclassify Selected Local Accounts	0	8,100,000	140.00
Transfer Positions from Hospital to Academic	0	0	0.00
Adjust Aux. Enterprise & Research Budgets	0	38,658,588	90.00
Shift Va. Exec. Inst. Funding from GF to NGF	(181,400)	181,400	0.00
HB 30/SB 30 Total	314,136,450	603,951,282	5,112.79
<i>% Net Change</i>	<i>6.95%</i>	<i>9.80%</i>	<i>4.95%</i>
Old Dominion University			
FY 1997-98 Adjusted Appropriation	141,376,964	184,726,232	2,225.49
Faculty Salary Increase to 60th Percentile	1,909,583	2,317,059	0.00
Financial Aid to 35 Percent of Need	560,808	0	0.00
Transf. Maint. Reserve from C.O. to Operating	1,841,050	440,000	0.00
Funding for Performance	4,217,586	0	0.00
Technology Workforce Training Center	5,220,000	5,220,000	0.00
Year 2000 Computer Compliance	1,988,321	793,858	0.00
Enhance Instructional Technology	2,330,392	0	2.00
HB 30/SB 30 Total	159,444,704	193,497,149	2,227.49
<i>% Net Change</i>	<i>12.78%</i>	<i>4.75%</i>	<i>0.09%</i>
George Mason University			
FY 1997-98 Adjusted Appropriation	162,266,069	347,299,104	2,628.02
Faculty Salary Increase to 60th Percentile	3,227,804	3,856,817	0.00
Financial Aid to 35 Percent of Need	633,692	0	0.00
Operation and Maintenance of New Facilities	869,820	1,091,847	0.00
Transf. Maint. Reserve from C.O. to Operating	1,157,104	837,000	0.00
Funding for Performance	8,078,938	0	0.00
Salary Increase for Family Practice	0	0	0.00
Year 2000 Computer Compliance	723,070	856,930	0.00
Adjust Aux. Enterprise & Research Budgets	0	20,500,000	0.00
HB 30/SB 30 Total	176,956,497	374,441,698	2,628.02
<i>% Net Change</i>	<i>9.05%</i>	<i>7.82%</i>	<i>0.00%</i>
College of William & Mary			
FY 1997-98 Adjusted Appropriation	75,701,295	188,943,434	1,362.45
Faculty Salary Increase to 60th Percentile	4,203,793	3,504,012	0.00
Financial Aid to 35 Percent of Need	190,408	0	0.00
Transf. Maint. Reserve from C.O. to Operating	2,463,916	0	0.00
Funding for Performance	1,884,142	0	0.00
HB 30/SB 30 Total	84,443,554	192,447,446	1,362.45
<i>% Net Change</i>	<i>11.55%</i>	<i>1.85%</i>	<i>0.00%</i>
Richard Bland College			
FY 1997-98 Adjusted Appropriation	7,356,937	5,695,026	98.19
Additional Funds for Nonpersonal Services	44,874	0	0.00
Positions for Enrollment Growth	135,644	28,942	2.02
Faculty Salary Increase to 60th Percentile	123,558	24,610	0.00
Financial Aid to 35 Percent of Need	7,775	0	0.00
Transf. Maint. Reserve from C.O. to Operating	360,054	0	0.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
HB 30/SB 30 Total	8,028,842	5,748,578	100.21
<i>% Net Change</i>	9.13%	0.94%	2.06%
Virginia Institute of Marine Science			
FY 1997-98 Adjusted Appropriation	27,300,437	23,900,282	333.77
Faculty Salary Increase to 60th Percentile	981,884	0	0.00
Transf. Maint. Reserve from C.O. to Operating	396,176	0	0.00
Year 2000 Computer Compliance	80,000	0	0.00
Campus Security	49,300	0	1.00
Pfiesteria Research	1,555,099	0	11.00
HB 30/SB 30 Total	30,362,896	23,900,282	345.77
<i>% Net Change</i>	11.22%	0.00%	3.60%
James Madison University			
FY 1997-98 Adjusted Appropriation	93,971,278	258,851,670	2,020.30
Faculty Salary Increase to 60th Percentile	4,378,818	1,658,975	0.00
Financial Aid to 35 Percent of Need	288,452	0	0.00
Transf. Maint. Reserve from C.O. to Operating	1,392,290	0	0.00
Funding for Performance	6,158,080	0	0.00
Positions for Enrollment Growth	5,749,175	1,939,409	50.59
Year 2000 Computer Compliance	1,625,407	414,768	0.00
Adjust Aux. Enterprise & Research Budgets	0	34,115,322	117.50
HB 30/SB 30 Total	113,563,500	296,980,144	2,188.39
<i>% Net Change</i>	20.85%	14.73%	8.32%
Christopher Newport University			
FY 1997-98 Adjusted Appropriation	33,621,023	42,777,670	529.92
Faculty Salary Increase to 60th Percentile	639,982	161,933	0.00
Financial Aid to 35 Percent of Need	170,980	0	0.00
Transf. Maint. Reserve from C.O. to Operating	262,722	0	0.00
Funding for Performance	1,449,080	0	0.00
Positions for Enrollment Growth	3,312,306	722,669	49.12
Year 2000 Computer Compliance	514,012	108,388	0.00
Adjust Auxiliary Enterprise Funding	0	4,216,390	8.00
Enhance Research Budget	0	1,310,770	1.00
HB 30/SB 30 Total	39,970,105	49,297,820	588.04
<i>% Net Change</i>	18.88%	15.24%	10.97%
Longwood College			
FY 1997-98 Adjusted Appropriation	30,122,700	57,315,356	540.94
Faculty Salary Increase to 60th Percentile	488,023	241,711	0.00
Financial Aid to 35 Percent of Need	168,019	0	0.00
Transf. Maint. Reserve from C.O. to Operating	549,998	679,000	0.00
Funding for Performance	1,322,768	0	0.00
Year 2000 Computer Compliance	209,478	93,782	0.00
Nongeneral Funds for Debt Service	0	551,225	0.00
HB 30/SB 30 Total	32,860,986	58,881,074	540.94
<i>% Net Change</i>	9.09%	2.73%	0.00%
Mary Washington College			
FY 1997-98 Adjusted Appropriation	26,773,738	59,598,622	556.16
Faculty Salary Increase to 60th Percentile	584,332	940,265	0.00
Financial Aid to 35 Percent of Need	42,711	0	0.00
Operation and Maintenance of New Facilities	458,474	739,860	0.00
Transf. Maint. Reserve from C.O. to Operating	605,228	200,000	0.00
Funding for Performance	996,790	0	0.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Year 2000 Computer Compliance	112,172	187,828	0.00
HB 30/SB 30 Total	29,573,445	61,666,575	556.16
% Net Change	10.46%	3.47%	0.00%
Melchers-Monroe Memorials			
FY 1997-98 Adjusted Appropriation	574,028	220,000	6.00
General Support	200,000	0	0.00
HB 30/SB 30 Total	774,028	220,000	6.00
% Net Change	34.84%	0.00%	0.00%
Norfolk State University			
FY 1997-98 Adjusted Appropriation	61,647,543	119,015,608	1,004.75
Faculty Salary Increase to 60th Percentile	577,170	1,019,771	0.00
Financial Aid to 35 Percent of Need	306,130	0	0.00
Transf. Maint. Reserve from C.O. to Operating	705,170	2,270,000	0.00
Funding for Performance	982,210	0	0.00
Year 2000 Computer Compliance	199,409	300,591	0.00
Enrollment Management Plan	156,400	0	0.00
Improve Retention and Graduation Rates	188,444	0	0.00
HB 30/SB 30 Total	64,762,476	122,605,970	1,004.75
% Net Change	5.05%	3.02%	0.00%
Radford University			
FY 1997-98 Adjusted Appropriation	68,155,107	105,265,598	1,223.04
Faculty Salary Increase to 60th Percentile	669,175	911,721	0.00
Financial Aid to 35 Percent of Need	266,589	0	0.00
Transf. Maint. Reserve from C.O. to Operating	782,020	1,931,000	0.00
Funding for Performance	3,576,738	0	0.00
Year 2000 Computer Compliance	81,643	114,339	0.00
HB 30/SB 30 Total	73,531,272	108,222,658	1,223.04
% Net Change	7.89%	2.81%	0.00%
Virginia Military Institute			
FY 1997-98 Adjusted Appropriation	25,782,780	39,991,936	435.85
Faculty Salary Increase to 60th Percentile	0	871,143	0.00
Financial Aid to 35 Percent of Need	46,852	0	0.00
Transf. Maint. Reserve from C.O. to Operating	1,957,736	368,000	0.00
Funding for Performance	176,186	0	0.00
Year 2000 Computer Compliance	0	12,280	0.00
Nongeneral Fund Purposes	0	106,357	0.00
Assimilation of Female Cadets	442,000	0	2.00
4th Class - Va. Women's Inst. for Leadership	182,400	0	0.00
HB 30/SB 30 Total	28,587,954	41,349,716	437.85
% Net Change	10.88%	3.40%	0.46%
Virginia State University			
FY 1997-98 Adjusted Appropriation	43,394,956	81,258,476	785.81
Faculty Salary Increase to 60th Percentile	58,619	862,440	0.00
Financial Aid to 35 Percent of Need	44,009	0	0.00
Transf. Maint. Reserve from C.O. to Operating	1,149,754	1,664,000	0.00
Funding for Performance	355,932	0	0.00
Improve Economic Viability of Small Farmers	788,000	0	6.00
Year 2000 Computer Compliance	114,307	396,693	0.00
Nongeneral Fund Purposes	0	142,592	0.00
Increase No. of Faculty With Term. Degrees	395,000	0	0.00
HB 30/SB 30 Total	46,300,577	84,324,201	791.81

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
<i>% Net Change</i>	6.70%	3.77%	0.76%
Southwest Va. Higher Education Center			
FY 1997-98 Adjusted Appropriation	1,680,937	45,971	6.50
Services at New Facility	0	450,000	4.00
Operation and Maintenance of New Facility	124,000	0	0.00
HB 30/SB 30 Total	1,804,937	495,971	10.50
<i>% Net Change</i>	7.38%	978.88%	61.54%
Medical College of Hampton Roads			
FY 1997-98 Adjusted Appropriation	24,832,930	0	0.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	24,832,930	0	0.00
<i>% Net Change</i>	0.00%	NA	NA
Southeastern Univ. Research Assoc.			
FY 1997-98 Adjusted Appropriation	1,642,550	0	0.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	1,642,550	0	0.00
<i>% Net Change</i>	0.00%	NA	NA
Higher Education			
FY 1997-98 Adjusted Appropriation	2,389,062,679	4,741,011,533	41,927.12
Governor's Recommendations	203,041,769	240,077,887	589.56
HB 30/SB 30 Total	2,592,104,448	4,981,089,420	42,516.68
<i>% Net Change</i>	8.50%	5.06%	1.41%
OTHER EDUCATION			
The Library of Virginia			
FY 1997-98 Adjusted Appropriation	50,088,792	9,837,658	171.00
Artwork Coordinator Position	156,126	0	1.00
Enhance General Staffing Level	377,123	212,368	8.00
Maintain and Operate Records Center	135,000	0	0.00
HB 30/SB 30 Total	50,757,041	10,050,026	180.00
<i>% Net Change</i>	1.33%	2.16%	5.26%
Virginia Museum of Fine Arts			
FY 1997-98 Adjusted Appropriation	14,878,909	8,748,240	146.50
Specialized Legal Services	38,400	0	0.00
Additional Housekeepers	196,372	0	4.00
Assistant Registrar	114,487	0	1.00
Administrative/Clerical Support	80,219	0	1.00
Improve Storage Facilities	50,000	0	0.00
Conservator Support Positions	139,050	0	2.00
Community Affairs Staffing	125,418	0	1.00
HB 30/SB 30 Total	15,622,855	8,748,240	155.50
<i>% Net Change</i>	5.00%	0.00%	6.14%
Science Museum of Virginia			
FY 1997-98 Adjusted Appropriation	5,414,810	5,923,299	69.00
Improve Demonstration Projects & Services	250,000	0	1.00
Strengthen Financial Management	416,000	0	4.00
Improve Exhibit Maintenance	676,000	0	3.00
Advertising and Promotion	588,000	0	2.50
Contract for Security/Housekeeping	200,000	0	0.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Refurbish Journey Into Science Galleries	344,000	0	1.00
Develop Plan for Virginia Aviation Museum	50,000	0	0.00
HB 30/SB 30 Total	7,938,810	5,923,299	80.50
% Net Change	46.61%	0.00%	16.67%
Jamestown-Yorktown Foundation			
FY 1997-98 Adjusted Appropriation	9,099,678	7,725,745	120.00
Improve Educational Program	174,821	278,474	7.00
Enhance Fund Raising Capability	164,000	96,278	3.00
Promote the 2007 Celebration	145,000	0	0.00
Administrative Support	650,297	39,230	3.00
Planning the 2007 Celebration	140,279	0	1.00
Technological Equipment	1,200,000	0	0.00
Seed Money for 2007 Monument	1,000,000	0	0.00
HB 30/SB 30 Total	12,574,075	8,139,727	134.00
% Net Change	38.18%	5.36%	11.67%
Frontier Culture Museum			
FY 1997-98 Adjusted Appropriation	2,705,022	1,006,650	39.00
Develop/Maintain DeJarnette Property	0	100,000	0.00
Additional Staff	0	45,500	2.00
HB 30/SB 30 Total	2,705,022	1,152,150	41.00
% Net Change	0.00%	14.45%	5.13%
Gunston Hall			
FY 1997-98 Adjusted Appropriation	1,081,433	412,146	10.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	1,081,433	412,146	10.00
% Net Change	0.00%	0.00%	0.00%
Virginia Commission for the Arts			
FY 1997-98 Adjusted Appropriation	6,376,269	958,400	5.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	6,376,269	958,400	5.00
% Net Change	0.00%	0.00%	0.00%
Virginia College Building Authority			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Governor's Recommendations	Language		
HB 30/SB 30 Total	0	0	0.00
% Net Change	NA	NA	NA
Other Education			
FY 1997-98 Adjusted Appropriation	89,644,913	34,612,138	560.50
Governor's Recommendations	7,410,592	771,850	45.50
HB 30/SB 30 Total	97,055,505	35,383,988	606.00
% Net Change	8.27%	2.23%	8.12%
Office of Education			
FY 1997-98 Adjusted Appropriation	8,839,632,391	5,572,438,539	43,038.62
Governor's Recommendations	953,707,462	305,200,308	643.06
HB 30/SB 30 Total	9,793,339,853	5,877,638,847	43,681.68
% Net Change	10.79%	5.48%	1.49%

FINANCE

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Secretary of Finance			
FY 1997-98 Adjusted Appropriation	780,320	0	4.00
Design Replacement Information Systems	330,000	0	0.00
HB 30/SB 30 Total	1,110,320	0	4.00
% Net Change	42.29%	NA	0.00%
Department of Planning & Budget			
FY 1997-98 Adjusted Appropriation	9,479,125	0	66.00
FTE Position Reduction	0	0	(1.00)
HB 30/SB 30 Total	9,479,125	0	65.00
% Net Change	0.00%	NA	(1.52%)
Department of Accounts			
FY 1997-98 Adjusted Appropriation	149,897,886	4,530,880	134.00
VELA Loan Servicing Reserve Fund.	0	544,778	0.00
Upgrade and Standardize Desktop Technology	170,590	0	0.00
Automated Publication Finishing Equipment	25,000	0	0.00
Aid to Localities	1,278,667	0	0.00
Transfer Portion of Funding for Agency Rent	(36,872)	0	0.00
HB 30/SB 30 Total	151,335,271	5,075,658	134.00
% Net Change	0.96%	12.02%	0.00%
Department of Taxation			
FY 1997-98 Adjusted Appropriation	159,398,176	3,597,947	842.00
Expand Electronic Fund Transfer Program	259,200	0	0.00
Relocate Warehoused Tax Records	396,694	0	0.00
Continue Electronic W-2 Program	487,012	0	0.00
Printing Costs of Tax Forms	198,000	0	0.00
Building Management Costs	356,000	0	0.00
Audit of Public/Private Partnership Project	300,000	0	0.00
Increase NGF appropriation	0	165,000	0.00
Increase NGF appropriation	0	3,030,976	0.00
Transfer Unfunded Positions	0	0	(5.00)
HB 30/SB 30 Total	161,395,082	6,793,923	837.00
% Net Change	1.25%	88.83%	(0.59%)
Department of the Treasury			
FY 1997-98 Adjusted Appropriation	11,959,095	6,235,345	89.00
Staff for Bank Reconciliation	0	0	1.00
Unclaimed Property Customer Service	0	80,478	1.00
Purchase Bank Reconciliation System - Year 2000	0	0	1.00
Replace Facility Security System.	37,200	22,800	0.00
Replace Information Technology Equipment	85,862	47,983	0.00
Revenue Stabilization Fund	211,434,000	0	0.00
Increase in Rent Allocation	36,872	0	0.00
Recommended Increases	0	0	0.00
HB 30/SB 30 Total	223,553,029	6,386,606	92.00
% Net Change	1,769.31%	2.43%	3.37%
Treasury Board			
FY 1997-98 Adjusted Appropriation	308,826,903	9,730,670	0.00
Debt Service for Higher Ed. Equip. Trust Fund	10,565,399	0	0.00
Technology Program Debt Service	5,462,500	0	0.00
Treasury Board Debt Service	39,263,109	(190,036)	0.00
Centralize Capital Lease Payments	37,651,959	0	0.00
VCBA 21st Century Prog. Capital Project Debt.	5,795,259	0	0.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
HB 30/SB 30 Total	407,565,129	9,540,634	0.00
% Net Change	31.97%	(1.95%)	NA
Department of the State Internal Auditor			
FY 1997-98 Adjusted Appropriation	864,269	0	5.00
Add Two Positions	208,597	0	2.00
Training for Internal Auditors	200,000	0	0.00
HB 30/SB 30 Total	1,272,866	0	7.00
% Net Change	47.28%	NA	40.00%
Finance			
FY 1997-98 Adjusted Appropriation	641,205,774	24,094,842	1,140.00
Governor's Recommendations	314,505,048	3,701,979	(1.00)
HB 30/SB 30 Total	955,710,822	27,796,821	1,139.00
% Net Change	49.05%	15.36%	(0.09%)
HEALTH & HUMAN RESOURCES			
Secretary of Health & Human Resources			
FY 1997-98 Adjusted Appropriation	1,205,396	0	7.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	1,205,396	0	7.00
% Net Change	0.00%	NA	0.00%
Department for the Aging			
FY 1997-98 Adjusted Appropriation	22,463,522	35,962,788	22.00
Jewish Family Service of Tidewater	115,000	0	0.00
Increase Home Delivered Meals	1,000,000	0	0.00
Southwest Va. Companion Care Pilot	200,000	0	0.00
HB 30/SB 30 Total	23,778,522	35,962,788	22.00
% Net Change	5.85%	0.00%	0.00%
Board for People with Disabilities			
FY 1997-98 Adjusted Appropriation	267,029	2,613,499	6.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	267,029	2,613,499	6.00
% Net Change	0.00%	0.00%	0.00%
Dept. for the Rights of Virginians with Disabilities			
FY 1997-98 Adjusted Appropriation	417,488	3,109,552	19.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	417,488	3,109,552	19.00
% Net Change	0.00%	0.00%	0.00%
Dept. for Deaf & Hard-of-Hearing			
FY 1997-98 Adjusted Appropriation	2,304,276	275,114	14.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	2,304,276	275,114	14.00
% Net Change	0.00%	0.00%	0.00%
Department of Health Professions			
FY 1997-98 Adjusted Appropriation	0	21,645,755	119.00
Coordination of Regulations	0	80,899	0.00
Medical Manpower Database	400,000	0	0.00
Review Regulatory Needs of Other Professions	0	80,000	0.00
HB 30/SB 30 Total	400,000	21,806,654	119.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
% Net Change	NA	0.74%	0.00%
Department of Health			
FY 1997-98 Adjusted Appropriation	238,643,528	535,719,183	3,748.00
Fatherhood Campaign	200,000	0	0.00
Added Chicken Pox Vaccines	699,696	0	0.00
Increase Funding for Local Health Facilities	1,235,311	957,203	0.00
Norfolk Medical Examiner Office	770,640	0	0.00
Pfiesteria Research Unit	964,200	0	0.00
Match for Safe Drinking Water Act	2,388,480	(20,000,000)	0.00
Match for Abstinence Education Grants	1,000,196	0	0.00
Increased Cost of Pap Smears	679,140	0	0.00
Poison Control Centers	1,711,754	0	0.00
HB 30/SB 30 Total	248,292,945	516,676,386	3,748.00
% Net Change	4.04%	(3.55%)	0.00%
Dept. of Medical Assistance Services			
FY 1997-98 Adjusted Appropriation	2,327,496,208	2,498,975,875	319.00
Fund State Children's Health Ins. Program	0	24,451,861	0.00
Medical Coverage for Low-Income Children	10,433,029	25,076,745	0.00
Utilization and Inflation	121,694,847	135,124,190	0.00
Medicaid Transfer for Mental Health Svs.	41,112,622	21,375,061	0.00
Medicaid Transfer for Inv. Civil Commitmts.	17,000,000	0	0.00
Increase Air Ambulance Rates	58,000	62,000	0.00
Increase in Dental Rates	3,104,905	3,310,190	0.00
Audit Community Services Boards	290,580	309,420	0.00
Medicaid Management Information System	4,569,166	7,637,198	0.00
Implement Medicare Pmium Buy-in Prog.	0	9,000,000	0.00
Payment Rate Change /Medicare Copay/Ded.	(27,838,000)	(29,662,000)	0.00
Transfer Piedmont Patients to Nursing Homes	(6,941,980)	(9,615,825)	0.00
HB 30/SB 30 Total	2,490,979,377	2,685,664,389	319.00
% Net Change	7.02%	7.47%	0.00%
Dept. of Mental Health, Mental Retardation & Substance Abuse Services			
FY 1997-98 Adjusted Appropriation	591,402,034	578,735,332	9,796.00
Dischg 85 Dually Diag. Patients to Community	5,388,048	0	0.00
Atypical Medications in Facilities	4,998,000	0	0.00
Establish 4 ACT Programs	4,800,000	0	0.00
Atypical Medications in Community	7,500,000	0	0.00
Facility Special Hospitalization Fund	2,600,000	0	0.00
Convert SPO Consumers to Waiver(HCFA Rules)	4,171,696	0	0.00
Piedmont Employee Separation Costs	3,900,000	0	0.00
CRIPA-NVMHI Continue funding for 64 FTEs	5,639,136	0	64.00
CRIPA-NVMHI Discharges & Diversions	7,631,744	0	0.00
CRIPA-ESH Continue Staffing Current Level	3,200,000	1,400,000	10.00
CRIPA-CSH Civil Unit Staffing	6,503,716	0	58.00
CRIPA-CSH Jail Diversions to Riverside	8,566,033	0	0.00
CRIPA-CSH Forensic Step Down Unit	2,366,436	0	36.00
CRIPA-CSH Forensic Unit Staffing	2,595,332	0	14.00
Statewide POMS Implementation	1,481,157	0	2.00
ESH Pharmacy Project	904,186	0	0.00
SWVMHI Pharmacy Project	1,070,816	0	0.00
Closure of Piedmont	(6,958,020)	(18,231,740)	(355.00)
Use Agency Balances to Offset CRIPA Req.	(8,000,000)	0	0.00
HB 30/SB 30 Total	647,785,312	563,878,594	9,625.00
% Net Change	9.53%	(2.57%)	(1.75%)

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Department of Rehabilitative Services			
FY 1997-98 Adjusted Appropriation	39,819,925	155,158,510	684.50
Develop Woodrow Wilson Rehab. Master Plan	200,000	0	0.00
Staffing for Eligibility Determination	0	0	20.00
HB 30/SB 30 Total	40,019,925	155,158,510	704.50
% Net Change	0.50%	0.00%	2.92%
Woodrow Wilson Rehab. Center			
FY 1997-98 Adjusted Appropriation	10,165,859	36,262,726	367.50
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	10,165,859	36,262,726	367.50
% Net Change	0.00%	0.00%	0.00%
Department of Social Services			
FY 1997-98 Adjusted Appropriation	484,860,189	1,583,493,531	1,552.00
Electronic Benefits Transfer Project	4,568,986	6,853,492	0.00
Foster Care Growth & Residential Costs	3,653,643	3,972,283	0.00
Adoption Subsidies-Special Needs Children	10,454,171	3,117,590	0.00
Child Support Case Registry	477,000	759,000	0.00
Improve Accuracy of Food Stamp Eligibility	110,000	0	0.00
Added Licensing Staff for Adult and Child Care	1,773,756	0	8.00
Eligibility for Children's Health Initiative	4,152,613	847,387	5.00
Added Child Care Subsidies for Working Poor	0	10,000,000	0.00
Enhanced Child Support Customer Service	782,000	1,518,000	0.00
Upgrade Automated Child Support System	3,570,000	6,930,000	0.00
Past-Due Support: Former Welfare Recipients	0	11,178,011	0.00
Increase Auxiliary Grants	139,402	0	0.00
Child Support Enforcement Revenue Loss	4,264,122	(2,358,477)	0.00
New "Welfare-to-Work" for Hard to Employ	6,569,966	13,139,935	0.00
Substitute Federal TANF Grant for GF	(11,800,000)	11,800,000	0.00
Reduce TANF for Caseload Decline	0	(45,689,860)	0.00
Projected Decline in Use of General Relief	(2,000,000)	0	0.00
Child Support Pass-through for TANF MOE	(9,100,000)	9,100,000	0.00
Assume TANF Maintenance of Effort at 75%	(4,260,734)	4,260,734	0.00
HB 30/SB 30 Total	498,215,114	1,618,921,626	1,565.00
% Net Change	2.75%	2.24%	0.84%
Dept. for the Visually Handicapped			
FY 1997-98 Adjusted Appropriation	11,892,368	23,737,778	166.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	11,892,368	23,737,778	166.00
% Net Change	0.00%	0.00%	0.00%
Va. Rehab. Center for the Blind			
FY 1997-98 Adjusted Appropriation	480,138	2,493,738	26.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	480,138	2,493,738	26.00
% Net Change	0.00%	0.00%	0.00%
Gov. Employment & Training Dept.			
FY 1997-98 Adjusted Appropriation	1,278,400	86,507,528	33.00
Added Job Training Partnership Act Funds	0	17,115,618	0.00
Consolidated Workforce Information System	0	7,137,500	0.00
GF Share of DIT Telecommunications Charges	2,000	0	0.00
HB 30/SB 30 Total	1,280,400	110,760,646	33.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
<i>% Net Change</i>	0.16%	28.04%	0.00%
Health & Human Resources			
FY 1997-98 Adjusted Appropriation	3,732,696,360	5,564,690,909	16,879.00
Governor's Recommendations	244,787,789	212,631,091	(138.00)
HB 30/SB 30 Total	3,977,484,149	5,777,322,000	16,741.00
<i>% Net Change</i>	6.56%	3.82%	(0.82%)
NATURAL RESOURCES			
Secretary of Natural Resources			
FY 1997-98 Adjusted Appropriation	900,824	0	5.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	900,824	0	5.00
<i>% Net Change</i>	0.00%	NA	0.00%
Department of Environmental Quality			
FY 1997-98 Adjusted Appropriation	88,919,583	149,167,061	765.00
Elizabeth River water quality monitoring	600,000	0	0.00
Virginia Water Quality Improvement Act	23,100,000	0	0.00
Lynchburg/Richmond Sewer Overflow	7,000,000	0	0.00
Reduce Wastewater Revolving Fund match	(2,161,533)	0	0.00
HB 30/SB 30 Total	117,458,050	149,167,061	765.00
<i>% Net Change</i>	32.09%	0.00%	0.00%
Chippokes Plantation Farm Foundation			
FY 1997-98 Adjusted Appropriation	0	158,000	0.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	158,000	0.00
<i>% Net Change</i>	NA	0.00%	NA
Department of Historic Resources			
FY 1997-98 Adjusted Appropriation	6,141,594	1,700,380	40.00
Oakwood Cemetery	22,940	0	0.00
Wage position for VDOT project	31,540	0	0.00
Full-time information systems manager	106,522	0	1.00
Coordinate key statewide organizations	110,450	0	0.00
Grants to historic organizations	5,887,000	0	0.00
HB 30/SB 30 Total	12,300,046	1,700,380	41.00
<i>% Net Change</i>	100.27%	0.00%	2.50%
Department of Conservation and Recreation			
FY 1997-98 Adjusted Appropriation	52,624,022	23,952,608	340.00
Implement corrective audit plan	351,203	0	0.00
Information systems staff	99,132	0	0.00
Operation new bond-fund facilities	1,324,685	1,768,702	0.00
VWQIA technical support staff	881,863	0	8.00
Dam safety study	90,000	0	0.00
Increase Va. Outdoors Foundation operating	17,766	0	0.00
Virginia Water Quality Improvement Act	9,970,000	0	0.00
Remove Open Space Preservation Trust funds	(450,000)	0	0.00
HB 30/SB 30 Total	64,908,671	25,721,310	348.00
<i>% Net Change</i>	23.34%	7.38%	2.35%
Department of Game & Inland Fisheries			
FY 1997-98 Adjusted Appropriation	0	67,193,093	423.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	Gen. Fund	Non-gen. Fund	Total FTE
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	67,193,093	423.00
% Net Change	NA	0.00%	0.00%
Marine Resources Commission			
FY 1997-98 Adjusted Appropriation	15,188,429	8,716,040	147.00
Newspaper publication costs	76,156	0	0.00
Mgmt. information systems staff	189,692	0	1.00
Potomac River Fisheries Comm. dues	31,116	0	0.00
HB 30/SB 30 Total	15,485,393	8,716,040	148.00
% Net Change	1.96%	0.00%	0.68%
Chesapeake Bay Local Assistance Department			
FY 1997-98 Adjusted Appropriation	4,299,498	0	18.00
Agricultural water quality protection	169,000	0	0.00
VWQIA technical support staff	93,698	0	1.00
Assume Polecat Creek Project grant costs	120,000	0	0.00
HB 30/SB 30 Total	4,682,196	0	19.00
% Net Change	8.90%	NA	5.56%
Virginia Museum of Natural History			
FY 1997-98 Adjusted Appropriation	4,208,347	822,106	34.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	4,208,347	822,106	34.00
% Net Change	0.00%	0.00%	0.00%
Natural Resources			
FY 1997-98 Adjusted Appropriation	172,282,297	251,709,288	1,772.00
Governor's Recommendations	47,661,230	1,768,702	11.00
HB 30/SB 30 Total	219,943,527	253,477,990	1,783.00
% Net Change	27.66%	0.70%	0.62%
PUBLIC SAFETY			
Secretary of Public Safety			
FY 1997-98 Adjusted Appropriation	843,038	0	4.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	843,038	0	4.00
% Net Change	0.00%	NA	0.00%
Department of Criminal Justice Services			
FY 1997-98 Adjusted Appropriation	225,467,351	61,769,708	300.00
Increase Assett Forfeiture revenue	0	1,000,000	0.00
Increase Private Security revenue	0	150,000	0.00
O & M for new Norfolk crime laboratory	2,716,782	0	0.00
Crime laboratory DNA program enhancement	7,649,764	0	0.00
Integrated Criminal Justice Info. Sys. (ICJIS)	2,129,372	0	0.00
Expand Weed and Seed program	2,000,000	2,000,000	0.00
Transfer Dept. Fire Programs fiscal mgmt.	0	201,963	2.00
PAPIS Veto	(3,210,458)	0	0.00
Richmond lab moving costs	(800,000)	0	0.00
O & M for new Richmond crime laboratory	(324,664)	0	0.00
HB 30/SB 30 Total	235,628,147	65,121,671	327.00
% Net Change	4.51%	5.43%	9.00%

Commonwealth's Attorneys' Services Council

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
FY 1997-98 Adjusted Appropriation	893,127	0	3.00
Commonwealth's Attorneys videoconferencing	80,724	0	0.00
HB 30/SB 30 Total	973,851	0	3.00
% Net Change	9.04%	NA	0.00%
Department of Fire Programs			
FY 1997-98 Adjusted Appropriation	0	25,456,583	22.00
Fire Programs Fund revenue increase	0	1,164,760	0.00
Convert part-time to full time positions	0	0	0.00
Transfer fiscal mgmt. to Criminal Justice Services	0	(201,963)	(2.00)
HB 30/SB 30 Total	0	26,419,380	23.00
% Net Change	NA	3.78%	4.55%
Department of State Police			
FY 1997-98 Adjusted Appropriation	257,035,719	67,047,968	2,462.00
Communications technicians	231,606	0	3.00
Communications system replacement study	250,000	0	0.00
Criminal records staff	732,740	0	15.00
Increased patrol car costs	0	3,000,000	0.00
Assume military surplus grant	190,833	0	0.00
Lease/purchase computer mainframe	157,481	0	0.00
Supplant transportation funds with GF	17,923,230	(17,923,230)	0.00
Remove unspecified one-time activity costs	(1,200,000)	0	0.00
HB 30/SB 30 Total	275,321,609	52,124,738	2,480.00
% Net Change	7.11%	(22.26%)	0.73%
Department of Corrections			
FY 1997-98 Adjusted Appropriation	1,206,246,681	83,141,827	12,493.25
Mothball Sussex II prison until FY 2000	623,422	0	0.00
Match federal funds for prison construction	140,000	0	0.00
Open Wallens Ridge Prison January, 1999	24,686,121	0	402.50
Open Red Onion Prison January, 1999	26,291,100	0	0.00
New prison inmate costs (food, clothing etc.)	17,597,050	0	0.00
Upgrade underground storage tanks	295,160	0	0.00
Assume bond cost of capital unit positions	594,136	0	0.00
Assume grant cost and expand K-9 program	520,774	0	3.00
Assume grant cost of Indian Creek TC program	1,697,440	0	0.00
Assume grant cost of Day Reporting Center	776,892	0	0.00
Develop new inmate time computation system	650,000	911,190	0.00
Henry County Jail capital reimbursement	188,000	0	0.00
Deposit to Corrections Special Reserve Fund	465,300	0	0.00
Close St. Brides Prison (January, 1999)	(10,728,509)	0	(198.50)
Reduce Va. Corr. Ctr. for Women staffing	(823,660)	0	(13.00)
Eliminate Fluvanna, Sussex medical positions	0	0	(89.00)
Transfer Brunswick prison debt service	(5,739,724)	0	0.00
Transfer Wallens Ridge prison debt service	(12,623,084)	0	0.00
Transfer Southampton Det. Ctr. education funds	(78,062)	0	0.00
Reduce funding for diversion centers	(508,826)	0	0.00
HB 30/SB 30 Total	1,250,270,211	84,053,017	12,598.25
% Net Change	3.65%	1.10%	0.84%
Department of Correctional Education			
FY 1997-98 Adjusted Appropriation	76,758,823	3,383,110	722.55
Transfer funds for adult detention centers	78,062	0	0.00
Private education at Lawrenceville CC	819,927	0	0.00
Private education at Culpeper Juv CC	1,775,000	0	0.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
HB 30/SB 30 Total	79,431,812	3,383,110	722.55
% Net Change	3.48%	0.00%	0.00%
Virginia Parole Board			
FY 1997-98 Adjusted Appropriation	1,571,379	0	9.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	1,571,379	0	9.00
% Net Change	0.00%	NA	0.00%
Department of Juvenile Justice			
FY 1997-98 Adjusted Appropriation	341,320,972	4,329,646	2,380.00
Expand military-style LEADER program	4,674,054	0	63.00
Assume cost of intensive parole pilot project	347,344	0	4.00
Open Culpeper Juvenile Correctional Center	12,884,595	3,374,352	243.00
Open two additional boot camps	3,258,355	0	0.00
Maintain contract for Harriet Tubman House	218,040	0	0.00
Fund Juv Comm. Crime Control formula	2,820,232	0	0.00
Fund operating cost of new detention homes	1,003,113	0	0.00
Fund capital cost of new detention homes	4,319,083	0	0.00
Reorganize information systems unit	872,720	0	6.00
Cancel plans for wilderness work camp	(100,000)	0	0.00
HB 30/SB 30 Total	371,618,508	7,703,998	2,696.00
% Net Change	8.88%	77.94%	13.28%
Department of Alcoholic Beverage Control			
FY 1997-98 Adjusted Appropriation	0	469,190,904	903.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	469,190,904	903.00
% Net Change	NA	0.00%	0.00%
Department of Emergency Services			
FY 1997-98 Adjusted Appropriation	5,284,370	11,226,992	74.00
Increase search and rescue training	153,948	0	0.00
Maintain Integrated Flood Warning System	60,000	0	0.00
Medical monitoring of HAZMAT teams	170,000	0	0.00
Building rent increase	143,000	0	0.00
Revised estimate of indirect cost recoveries	0	(28,400)	0.00
HB 30/SB 30 Total	5,811,318	11,198,592	74.00
% Net Change	9.97%	(0.25%)	0.00%
Department of Military Affairs			
FY 1997-98 Adjusted Appropriation	8,937,001	26,887,657	242.50
Relocate HQ to Fort Pickett	2,118,000	0	0.00
Camp Pendleton-replace federal funds	250,000	285,000	0.00
Army & Air Guard-facilities operations	465,900	600,000	0.00
Joint Use Agreement-Richmond Airport	88,716	256,350	0.00
National Guard tuition assistance	720,896	0	0.00
HB 30/SB 30 Total	12,580,513	28,029,007	242.50
% Net Change	40.77%	4.24%	0.00%
Public Safety			
FY 1997-98 Adjusted Appropriation	2,124,358,461	752,434,395	19,615.30
Governor's Recommendations	109,691,925	(5,209,978)	467.00
HB 30/SB 30 Total	2,234,050,386	747,224,417	20,082.30
% Net Change	5.16%	(0.69%)	2.38%

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
TRANSPORTATION			
Secretary of Transportation			
FY 1997-98 Adjusted Appropriation	0	788,629	4.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	788,629	4.00
% Net Change	NA	0.00%	0.00%
Department of Aviation			
FY 1997-98 Adjusted Appropriation	100,198	38,919,099	32.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	100,198	40,856,699	32.00
% Net Change	0.00%	4.98%	0.00%
Department of Transportation			
FY 1997-98 Adjusted Appropriation	90,000,000	4,073,970,961	10,262.00
Additional Funds for Support Services	0	4,446,000	0.00
Additional Funds for Operating Physical Plant	0	1,481,931	0.00
MIS Year 2000 Strategic Plan	0	22,412,610	0.00
Provide Funds for Geographic Information	0	1,600,000	0.00
Increase Highway Construction Budget	0	194,686,340	0.00
Transfer DMV Funds to TTF	0	6,200,000	0.00
Increase Maintenance Budget	0	212,072,504	0.00
HB 30/SB 30 Total	90,000,000	4,516,870,346	10,262.00
% Net Change	0.00%	10.87%	0.00%
Department of Rail & Public Transportation			
FY 1997-98 Adjusted Appropriation	0	209,971,573	28.00
Performance Incentive Program	0	10,000,000	0.00
Paratransit Assistance program	0	1,600,000	0.00
Adjust Transportation Revenues	0	2,061,500	0.00
HB 30/SB 30 Total	0	223,633,073	28.00
% Net Change	NA	6.51%	0.00%
Department of Motor Vehicles			
FY 1997-98 Adjusted Appropriation	0	324,938,946	1,794.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	324,938,946	1,794.00
% Net Change	NA	0.00%	0.00%
Motor Vehicle Dealer Board			
FY 1997-98 Adjusted Appropriation	0	2,923,423	20.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	2,923,423	20.00
% Net Change	NA	0.00%	0.00%
Virginia Port Authority			
FY 1997-98 Adjusted Appropriation	0	66,410,489	128.00
Electronic Exchange Funds	0	270,000	0.00
Additional Inland Port Funds	0	100,000	0.00
Fund Debt Service on 1997 Bonds	0	13,711,950	0.00
Adjust Revenue Estimate	0	2,132,457	0.00
HB 30/SB 30 Total	0	82,624,896	128.00
% Net Change	NA	24.42%	0.00%

Transportation

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
FY 1997-98 Adjusted Appropriation	90,100,198	4,717,923,120	12,268.00
Governor's Recommendations	0	474,712,892	0.00
HB 30/SB 30 Total	90,100,198	5,192,636,012	12,268.00
% Net Change	0.00%	10.06%	0.00%
CENTRAL APPROPRIATIONS			
Compensation Supplements			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Classified Salary increase, Dec. 1998 & 1999	75,296,101	0	0.00
Classified Bonuses, Dec. 1998 & 1999	34,128,448	0	0.00
Local Employees Salary Increase, Dec. 1998 & 1999	29,248,226	0	0.00
HB 30/SB 30 Total	138,672,775	0	0.00
% Net Change	NA	NA	NA
Economic Contingency			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Governor's Opportunity Fund	30,450,000	0	0.00
Economic Contingency	5,500,000	0	0.00
Solar Photovoltaic Grants	6,131,000	0	0.00
Dredging at Hampton Roads	2,608,200	0	0.00
Craney Island Study	500,000	0	0.00
HB 30/SB 30 Total	45,189,200	0	0.00
% Net Change	NA	NA	NA
Information Systems Management			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Agency Year 2000 Compliance	13,663,902	0	0.00
HB 30/SB 30 Total	13,663,902	0	0.00
% Net Change	NA	NA	NA
Oil Overcharge			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Governor's Recommendations	Language	0	0.00
HB 30/SB 30 Total	0	0	0.00
% Net Change	NA	NA	NA
Virginia Plan for Equal Opportunity			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Virginia Plan for Equal Opportunity	7,677,430	0	0.00
HB 30/SB 30 Total	7,677,430	0	0.00
% Net Change	NA	NA	NA
Legal Defense			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Private Legal Defense	100,000	0	0.00
HB 30/SB 30 Total	100,000	0	0.00
% Net Change	NA	NA	NA
Employee Health Insurance Program			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Employer Share of Health Insurance Premiums	30,243,606	0	0.00
Local Choice Premiums	0	122,000,000	0.00
HB 30/SB 30 Total	30,243,606	126,000,000	0.00
% Net Change	NA	NA	NA

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Revenue Administration Services			
FY 1997-98 Adjusted Appropriation	Sum Sufficient	0	0.00
Governor's Recommendations	Sum Sufficient	0	0.00
HB 30/SB 30 Total	Sum Sufficient	0	0.00
% Net Change	NA	NA	NA
Personal Property Tax Relief Program			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Local Assistance for Personal Property Tax	260,000,000	0	0.00
GF Balances for additional Tax Relief	Language	0	0.00
HB 30/SB 30 Total	260,000,000	0	0.00
% Net Change	NA	NA	NA
Central Appropriations			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Governor's Recommendations	495,546,913	126,000,000	0.00
HB 30/SB 30 Total	495,546,913	126,000,000	0.00
% Net Change	NA	NA	NA
INDEPENDENT			
State Corporation Commission			
FY 1997-98 Adjusted Appropriation	0	110,105,877	587.00
Workload Increase Insurance, Financial, Rail	0	1,373,037	16.00
Geographic Information System	0	313,976	0.00
Commission Pay Plan	0	1,595,341	0.00
Securities Div. Computer System Upgrade	0	422,933	0.00
Insurance Div. Computer System Upgrade	0	276,140	0.00
Contract Out Building Management	0	0	(8.00)
Financial Div. Computer System Savings	0	(1,614,967)	0.00
HB 30/SB 30 Total	0	112,472,337	595.00
% Net Change	NA	2.15%	1.36%
Virginia Workers' Compensation Commission			
FY 1997-98 Adjusted Appropriation	0	26,814,007	165.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	26,814,007	165.00
% Net Change	NA	0.00%	0.00%
Virginia Retirement System			
FY 1997-98 Adjusted Appropriation	0	33,753,067	141.00
Administrative & Workload Increases	0	1,432,362	4.00
Computer System Upgrades	0	638,837	6.00
Customer Service Information Center	0	655,980	0.00
Audit & Monitoring Function Increase	0	318,766	2.00
Disabled/Social Security Assistance	0	400,000	0.00
Help Desk/Computer Operations	0	116,795	1.00
State Aid Intercept		Language	
Suspend Lease of Headquarters Building/Asset	0	(555,150)	0.00
HB 30/SB 30 Total	0	36,760,657	154.00
% Net Change	NA	8.91%	9.22%
State Lottery Department			
FY 1997-98 Adjusted Appropriation	0	138,530,809	292.00
Study of Lottery Revenue Estimating Process	Language		
HB 30/SB 30 Total	0	138,530,809	292.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
<i>% Net Change</i>	NA	0.00%	0.00%
Medical College of Virginia Hospital Authority			
FY 1997-98 Adjusted Appropriation	0	0	3,727.38
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	0	3,727.38
<i>% Net Change</i>	NA	NA	0.00%
Board of the Va. Higher Education Tuition Trust Fund			
FY 1997-98 Adjusted Appropriation	0	Sum Sufficient	7.00
Governor's Recommendations	0	0	0.00
HB 30/SB 30 Total	0	Sum Sufficient	7.00
<i>% Net Change</i>	NA	NA	0.00%
Independent Agencies			
FY 1997-98 Adjusted Appropriation	0	309,203,760	4,919.38
Governor's Recommendations	0	5,374,050	21.00
HB 30/SB 30 Total	0	314,577,810	4,940.38
<i>% Net Change</i>	NA	1.74%	0.43%

NON-STATE AGENCIES

Non-State Agencies

FY 1997-98 Adjusted Appropriation	0	0	0.00
Appalachian Traditions	20,000	0	0.00
Art Museum of Western Virginia	465,000	0	0.00
Barter Theatre	550,000	0	0.00
Black History Museum & Cultural Center	525,000	0	0.00
Blue Ridge Institute, Inc.	70,000	0	0.00
Blue Ridge Zoological Society	366,000	0	0.00
Children's Museum of Richmond	2,200,000	0	0.00
Chrysler Museum	1,500,000	0	0.00
Council for America's First Freedom	1,000,000	0	0.00
Culpeper Cavalry Museum	10,000	0	0.00
Fredericksburg Area Museum and Cultural Ctr.	40,000	0	0.00
George C. Marshall Research Foundation	150,000	0	0.00
Hampton History Museum Association	1,000,000	0	0.00
Henricus Foundation	200,000	0	0.00
Hist. Crab Orchard Museum and Pioneer Park	735,000	0	0.00
Historic Dumfries Virginia, Inc.	70,000	0	0.00
History Museum & Hist. Society of W. Va.	100,000	0	0.00
Holiday Lake 4-H Educational Center	1,050,000	0	0.00
Hopewell Preservation, Inc.	925,000	0	0.00
James Madison Museum	27,000	0	0.00
Jamestown 4-H Center	100,000	0	0.00
Jamestown Slave Museum	100,000	0	0.00
John Marshall Foundation	25,000	0	0.00
Julian Stanley Wise Foundation	100,000	0	0.00
Lewis Ginter Botanical Garden	300,000	0	0.00
MacCallum More Museum & Gardens	120,000	0	0.00
Mariners' Museum	2,500,000	0	0.00
Mathematics and Science Center	150,000	0	0.00
Maymont Foundation	2,100,000	0	0.00
National D-Day Memorial Foundation	2,500,000	0	0.00
Norfolk Botanical Garden Society, Inc.	450,000	0	0.00
Northern Virginia 4-H	100,000	0	0.00

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL		
	<u>Gen. Fund</u>	<u>Non-gen. Fund</u>	<u>Total FTE</u>
Educational Center	0	0	0.00
Opera Roanoke	100,000	0	0.00
Peninsula Fine Arts Center	520,000	0	0.00
Piedmont Arts Association	75,000	0	0.00
Rawls Museum Arts	90,000	0	0.00
Reedville Fishermen's Museum	50,000	0	0.00
Roanoke Higher Education Center	9,000,000	0	0.00
Science Museum of Western Virginia	1,400,000	0	0.00
Shenandoah Valley Discovery Museum	50,000	0	0.00
Smith Mountain Lake 4-H Educational Center	100,000	0	0.00
Smithsonian Institution	1,000,000	0	0.00
Southeast 4-H Educational Center, Inc.	100,000	0	0.00
Southwest Virginia 4-H	100,000	0	0.00
Educational Center Inc.	0	0	0.00
Sports Virginia, Inc.	200,000	0	0.00
Tazewell County Historical Society	15,000	0	0.00
Theatre IV	50,000	0	0.00
Trail of the Lonesome Pine Outdoor Drama	20,000	0	0.00
Virginia Air and Space Center	650,000	0	0.00
Virginia Amateur Sports	200,000	0	0.00
Virginia Ballet Theatre	30,000	0	0.00
Virginia Equine Center Foundation	2,044,906	0	0.00
Virginia Found. for Agr. in the Classroom	25,000	0	0.00
Virginia Living Museum	693,820	0	0.00
Virginia Marine Science Museum	200,000	0	0.00
Virginia Museum of Transportation	900,000	0	0.00
Virginia Recreational Facilities Authority	800,000	0	0.00
Virginia Special Olympics	300,000	0	0.00
Virginia Sports Hall of Fame	500,000	0	0.00
Virginia Symphony	100,000	0	0.00
Virginia Zoological Society	150,000	0	0.00
Western Va. Found. for the Arts & Sciences	1,000,000	0	0.00
William King Regional Arts Center	450,000	0	0.00
Wolf Trap Foundation	1,000,000	0	0.00
Women in Military Service for	0	0	0.00
America Memorial Foundation, Inc.	50,000	0	0.00
HB 30/SB 30 Total	41,511,726	0	0.00
% Net Change	NA	NA	NA
Non-State Agencies			
FY 1997-98 Adjusted Appropriation	0	0	0.00
Governor's Recommendations	41,511,726	0	0.00
HB 30/SB 30 Total	41,511,726	0	0.00
% Net Change	NA	NA	NA
Grand Total HB 30			
FY 1997-98 Adjusted Appropriation	17,360,307,327	18,252,144,153	107,052.86
Governor's Recommendations	2,276,438,570	1,146,317,319	1,001.46
HB 30 Grand Total	19,636,745,897	19,398,461,472	108,054.32
% Net Change	13.11%	6.28%	0.94%

Detail of HB/SB 30

<u>CAPITAL OUTLAY</u>	<u>Gen. Fund</u>	1998-00 BIENNIAL TOTAL		
		Nongeneral <u>Fund</u>	§ 9 (c) <u>Bonds</u>	§ 9 (d) <u>Bonds</u>
Central Appropriations				<u>Total</u>
All Agencies Other than Higher Education	24,814,000			24,814,000
Handicapped Access	384,000			384,000
Environmental Hazards	4,000,000			4,000,000
Underground Storage Tank Remediation	2,000,000			2,000,000
Life, Health, Safety Improvements	distributed below			
Energy Conservation Project Loans				
§ 9 (c) Projects				
Distributed to Agencies Below				
§ 9 (d) Projects				
Distributed to Agencies Below				
<u>Independent Agencies</u>				
Lottery Department				
Blanket Equipment Authorization		12,985,000		12,985,000
<u>Administration</u>				
Department of General Services				
Security Upgrades Seat of Government	790,000	1,118,000		1,908,000
<u>Commerce & Trade</u>				
Virginia Employment Commission				
Maintenance Reserve		67,000		67,000
Newport News Office		1,816,000		1,816,000
Richmond Central Office Renovation		835,000		835,000
Department of Ag. & Consumer Services				
Plan Harrisonburg Laboratory Replacement				
Department of Forestry				
Maintenance Reserve	215,000			215,000
Const. Abingdon Shop & Cold Storage	376,000	421,000		421,000
				376,000

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL			
	Nongeneral		\$ 9 (c)	
	Gen. Fund	Fund	Bonds	Bonds
<u>CAPITAL OUTLAY</u>				Total
<u>Education</u>				
Va. School Deaf & Blind-Staunton				
Handicapped Access	566,000			566,000
Life, Health, Safety Improvements	629,000			629,000
Va. School Deaf & Blind-Hampton				
Life, Health, Safety Improvements	500,000			500,000
Va. Community College System				
Life, Health, Safety Improvements	295,000			295,000
Va. Western Roof Repair & Replace	159,000			159,000
Lord Fairfax Fauquier Campus Phase I		317,000		317,000
Germanna Domestic Water Connection		418,000		418,000
Lord Fairfax Community Cultural Center		12,942,000		12,942,000
NVCC Loudoun Arts & Technology Center		9,850,000		9,850,000
Va. Western Natural Science Center		400,000		400,000
NVCC Medical Education Campus	18,000,000	3,710,000		21,710,000
Tidewater CC Va. Beach Academic Building	10,000,000	12,957,000		22,957,000
Piedmont CC Humanities Phase II	1,704,000	144,000		1,848,000
University of Virginia				
Handicapped Access	318,000			318,000
Life, Health, Safety Improvements	1,400,000			1,400,000
Campbell Hall Addition		2,900,000		2,900,000
Gilmer Hall Renovation, Phase III		2,500,000		2,500,000
Renovate Jordan Hall		2,000,000		2,000,000
Const. Environmental Science Field Station		2,000,000		2,000,000
Academic & Research Renovation Blanket		8,000,000		8,000,000
Auxiliary Facilities Renovation Blanket		3,000,000		3,000,000
Renovate Pavilion Balconies	550,000			550,000
Repair Steam Tunnels	800,000			800,000
Clark Hall Renovation/Addition	18,858,000	7,554,000		26,412,000
East Precinct Chillers	1,290,000	4,460,000		5,750,000

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL			
	Gen. Fund	Nongeneral Fund	\$ 9 (c) Bonds	\$ 9 (d) Bonds
<u>CAPITAL OUTLAY</u>				<u>Total</u>
Energy Conserve: Various Sites				
Rugby Road Apartments Renovations			3,500,000	3,500,000
Observatory Hill Dining Renovations			4,000,000	4,000,000
Scott Stadium Expansion				40,000,000
Biomedical Engineering & Med. Science				30,024,000
Parking for 250 Cars				2,000,000
University of Virginia Medical Center				
Renovate Digestive Health Center		3,600,000		3,600,000
Construct or Acquire Child Care Center		2,400,000		2,400,000
Construct or Acquire Medical Office Bldg.		4,500,000		4,500,000
Medical Facilities Renovation Blanket		10,000,000		10,000,000
Acquire Medical Office Building			9,000,000	9,000,000
Clinch Valley College				
Handicapped Access	126,000			126,000
Life, Health, Safety Improvements	175,000			175,000
Science Building Renovation & Addition	9,726,000			9,726,000
Residence Hall Construction			4,500,000	4,500,000
Athletic Fields				6,000,000
Virginia Polytechnic Institute and SU				
Chemistry & Physics Building Const.	23,431,000	1,763,000		25,194,000
Plan Alumni Center Construction		809,000		809,000
Auxiliary Facilities Renovation Blanket		2,000,000		2,000,000
Energy Conserve: Centrifugal Chillers				
Dining System HVAC-Chiller			2,098,000	2,098,000
Substation Expansion				3,800,000
Special Purpose Housing, Phase III				10,658,000
Parking Auxiliary				2,200,000

Detail of HB/SB 30

	<u>Gen. Fund</u>	1998-00 BIENNIAL TOTAL		
		Nongeneral	§ 9 (c)	§ 9 (d)
		<u>Fund</u>	<u>Bonds</u>	<u>Bonds</u>
<u>CAPITAL OUTLAY</u>				<u>Total</u>
VPI Research & Cooperative Extension				
Plan Agriculture & Forestry Research Lab	1,167,000			1,167,000
Virginia Commonwealth University				
Handicapped Access	332,000			332,000
Life, Health, Safety Improvements	2,000,000			2,000,000
Property Acquisitions		1,500,000		1,500,000
Auxiliary Technology Improvements		3,200,000		3,200,000
Renovate Dentistry Building		2,700,000		2,700,000
Renovate Hibbs Building		3,500,000		3,500,000
Energy Conservation		2,000,000		2,000,000
New Science Building Construction	21,907,000		3,993,000	25,900,000
Sanger Hall Renovation	10,179,000		3,113,000	13,292,000
Renovate Anderson Gallery		1,395,000		1,395,000
Energy Conserve: MCV Steam Tunnel				
Residence Hall	Language		12,381,000	12,381,000
School of Social Work	Language			7,983,000
Sports Medicine Center				6,065,000
Central Chilled Water Plant Lease	Language			
Alternative Residence Hall Construction	Language			
Old Dominion University				
Constant Hall Renovation & Addition	9,943,000	2,607,000		12,550,000
Life, Health, Safety Improvements	500,000			500,000
Parking Deck on Lot 30	Language			6,025,000
George Mason University				
Handicapped Access	880,000			880,000
Renovate Student Union Facilities		5,000,000		5,000,000
Const. West Campus Bridge/Road		4,000,000		4,000,000
Expand General Parking		500,000		500,000
Const. Academic Bldg. IV, Fairfax	17,988,000			17,988,000
Parking Garage Expansion			4,000,000	4,000,000

Detail of HB/SB 30

1998-00 BIENNIAL TOTAL

<u>CAPITAL OUTLAY</u>	<u>Gen. Fund</u>	<u>Nongeneral Fund</u>	<u>\$ 9 (c) Bonds</u>	<u>\$ 9 (d) Bonds</u>	<u>Total</u>
College of William and Mary					
Handicapped Access	202,000				202,000
Life, Health, Safety Improvements	520,000				520,000
Upgrade Underground Utilities, Stormwater	295,000				295,000
Energy Conserve: Chillers & Utilities	Language				
Dormitory Renovations			6,660,000		6,660,000
Marshall Wythe Library Addition				1,917,000	1,917,000
Richard Bland College					
Replace Outside Lighting	340,000				340,000
Repair Boiler & Ventilation Systems	630,000	12,000			642,000
Virginia Institute of Marine Science					
Replace Gloucester Point Bulkhead	862,000				862,000
Upgrade Energy management		737,000			737,000
Acquire Wachapreague Property		195,000			195,000
James Madison University					
Alumni House Construction		1,250,000			1,250,000
New Sports Services Building		1,409,000			1,409,000
Arboretum Nature Center Construction		3,000,000			3,000,000
Energy Conserve: Campus Steam System					
Main Campus Parking Deck	Language				
Christopher Newport University				6,261,000	6,261,000
Acquire Shoe Lane Parcels	497,000				497,000
Renovate/Addition to Ratcliffe Gym	2,449,000				2,449,000
Longwood College					
Hiner Building Equipment	1,575,000				1,575,000
Renovate East, West & main Ruffner	9,105,000				9,105,000
Norfolk State University					
Handicapped Access	524,000				524,000
Renovate Communications Building	3,593,000				3,593,000
Mary Washington College					

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL			
	Gen. Fund	Nongeneral Fund	§ 9 (c) Bonds	§ 9 (d) Bonds
				Total
<u>CAPITAL OUTLAY</u>				
Renovate Combs Hall	388,000			388,000
Upgrade Goolrick HVAC	2,206,000			2,206,000
Renovate HVAC Residence Hall			1,500,000	1,500,000
Seacobeck Hill Dining Hall renovation			5,000,000	5,000,000
Replace Tennis Courts				1,047,000
Radford University				
Handicapped Access	416,000			416,000
Acquire Property for Site Development		450,000		450,000
Improve Electrical Distribution System	400,000	400,000		800,000
Const. Track & Soccer Field Phase II		1,900,000		1,900,000
Improve Steam Distribution	715,000			715,000
Renovate/Addition to Student Center		4,622,000		4,622,000
Renovate Walker Hall	2,563,000			2,563,000
Virginia Military Institute				
Crozet Hall Reconsideration				
Renovate Scott-Shipp Hall	10,229,000			10,229,000
Virginia State University				
Handicapped Access	414,000			414,000
Life, Health, Safety Improvements	1,313,000			1,313,000
Renovate Rogers Stadium		2,840,000		2,840,000
Repair Dormitories, Phase II		1,939,000		1,939,000
Renovate Johnston Memorial Library	10,047,000			10,047,000
Renovate Owens Hall	5,444,000			5,444,000
Science Museum of Virginia				
Install Fiber Optic Cable	500,000			500,000
Improve Museum Campus Area	2,105,000			2,105,000
Renovate East & West Terraces	919,000			919,000
Virginia Museum of Fine Arts				
Plan Fire Suppression Improvements	200,000			200,000
Access & Security System Upgrades	1,786,000			1,786,000

Detail of HB/SB 30

	<u>Gen. Fund</u>	Nongeneral <u>Fund</u>	1998-00 BIENNIAL TOTAL	
			\$ 9 (c) <u>Bonds</u>	\$ 9 (d) <u>Bonds</u>
<u>CAPITAL OUTLAY</u>				<u>Total</u>
Jamestown-Yorktown Foundation				
Jamestown Settlement, Phase II Supplement	1,155,000			1,155,000
Jamestown Settlement Cafe	3,145,000			3,145,000
Visitor Center-Jamestown Gallery Link	4,513,000			4,513,000
Plan Park Entry for 2007 Celebration	694,000			694,000
Renovate & Expand Jamestown Gallery	6,305,000			6,305,000
Plan 2007 Monument	125,000			125,000
Plan Monument Plaza	223,000			223,000
Frontier Culture Museum				
Const. Maintenance Facility	50,000			50,000
Const. Emergency Accessway	33,000			33,000
Improve Office Panels & Appurtenances	1,693,000			1,693,000
<u>Health & Human Resources</u>				
Dept. of Mental Health, MR, & SAS				
Handicapped Access	1,620,000			1,620,000
Life, Health, Safety Improvements	2,000,000			2,000,000
Asbestos Abatement	7,579,000			7,579,000
Plan Boiler Replacement SVTC	535,000			535,000
Replace Boilers, Steam Lines, HVAC	3,237,000			3,237,000
Department for Visually Handicapped				
Renovate Charlottesville Workshop	5,000,000			5,000,000
<u>Natural Resources</u>				
Dept. of Conservation & Recreation				
Maintenance Reserve		4,000,000		4,000,000

Detail of HB/SB 30

	<u>Gen. Fund</u>	1998-00 BIENNIAL TOTAL			<u>Total</u>
		Nongeneral <u>Fund</u>	\$ 9 (c) <u>Bonds</u>	\$ 9 (d) <u>Bonds</u>	
<u>CAPITAL OUTLAY</u>					
Dept. of Game & Inland Fisheries					
Maintenance Reserve		2,000,000			2,000,000
Const. Boating Access Facilities		1,000,000			1,000,000
Improve King & Queen Hatchery		4,100,000			4,100,000
Museum of Natural History					
Construct New Museum	10,100,000				10,100,000
<u>Public Safety</u>					
Department of State Police					
Plan Combined Hdqtrs./Emerg. Oper. Center	400,000	400,000			800,000
Department of Military Affairs					
Handicapped Access	110,000				110,000
Ft. Pickett Warehouses		300,000			300,000
Department of Corrections					
Expand & Renovate Housing	178,000				178,000
Improve James River CC Segregation	188,000				188,000
Powhatan Electrical Upgrade	577,000				577,000
VCCW Boiler Replacement	100,000				100,000
Southampton Water Storage Tank	516,000				516,000
Const. Deerfield Admin Building	60,000				60,000
Pocahontas Wastewater Treatment Plant	1,551,000				1,551,000
Coffewood Wastewater Treatment Plant	1,120,000				1,120,000
Acquire Brunswick Warehouses	61,000				61,000
Locks & Cell Door Replacement	1,257,000				1,257,000
Window Frame Replacement	500,000				500,000
Steam & Water Line Repairs	1,065,000				1,065,000
Southampton Interior Security Fence	500,000				500,000
Greensville Laundry Improvements		96,000			96,000
Bland Isolation Bldg. Construction	369,000				369,000

Detail of HB/SB 30

1998-00 BIENNIAL TOTAL

	Gen. Fund	Nongeneral Fund	\$ 9 (c) Bonds	\$ 9 (d) Bonds	Total
<u>CAPITAL OUTLAY</u>					
Department of Juvenile Justice					
Handicapped Access	108,000				108,000
Security Upgrades	598,000				598,000
HVAC Upgrades	2,599,000				2,599,000
Fire safety Improvements	1,000,000				1,000,000
Wastewater System Repairs	3,086,000				3,086,000
Hanover Pre-engineered Modular Offices	324,000				324,000
Department of Emergency Services					
Cheatham Annex Fuel Storage Cleanup	3,207,000	500,000			3,707,000
Expenditures from Unappropriated Balance	Language				
Lease with Localities for Fire Training	Language				
Alcoholic Beverage Control					
Maintenance Reserve		1,025,000			1,025,000
<u>Transportation</u>					
Department of Transportation					
Maintenance Reserve		5,600,000			5,600,000
Acquire Land for New Facilities		602,000			602,000
Construct Central Warehouse		4,500,000			4,500,000
Renovate Elko Materials Lab		500,000			500,000
Upgrade Operating Facilities		8,254,000			8,254,000
Construct New District/Residency Facilities		5,861,000			5,861,000
New Equipment Division Facility		1,300,000			1,300,000
National Air & Space Museum Extension		9,500,000			9,500,000
Air & Space Museum Financing	Language				

Detail of HB/SB 30

	1998-00 BIENNIAL TOTAL			
	Gen. Fund	Nongeneral Fund	\$ 9 (c) Bonds	\$ 9 (d) Bonds
<u>CAPITAL OUTLAY</u>				<u>Total</u>
Virginia Port Authority				
Maintenance Reserve		3,800,000		3,800,000
Improve Cargo Handling Facilities		3,800,000		3,800,000
Department of Motor Vehicles				
Maintenance Reserve		1,270,000		1,270,000
GRAND TOTAL-CAPITAL OUTLAY	\$313,720,000	\$219,030,000	\$39,639,000	\$144,086,000
				\$716,475,000

APPENDIX D

Summary of Employment Level Changes In Proposed Budget for 1998-2000

	Chapter 924 - FY 1998			HB/SB 30			Difference		
	GF	NGF	Total	GF	NGF	Total	GF	NGF	Total
Legislative Department	561	36	597	561	36	597	0	0	0
Judicial Department	2,585	72	2,657	2,576	73	2,649	(9)	2	(8)
Executive Department									
Executive Offices	276	59	335	276	59	335	0	0	0
Administration	496	732	1,228	509	757	1,266	13	25	38
Commerce and Trade	1,088	1,494	2,582	1,087	1,485	2,572	(1)	(9)	(10)
Public Education	448	104	552	456	104	560	8	0	8
Higher Education	16,191	25,562	41,753	16,323	26,193	42,517	132	631	764
Other Education	410	161	571	434	172	606	24	11	35
Finance	1,096	43	1,139	1,088	51	1,139	(8)	8	0
Health and Human Resources	9,001	7,878	16,879	9,014	7,727	16,741	13	(151)	(138)
Natural Resources	937	835	1,772	948	835	1,783	11	0	11
Public Safety	17,786	1,827	19,613	18,256	1,827	20,082	470	(0)	470
Transportation	0	12,268	12,268	0	12,268	12,268	0	0	0
Central Accounts	0	75	75	0	0	0	0	(75)	(75)
Independent Agencies	0	4,888	4,888	0	4,940	4,940	0	52	52
Totals	50,875	56,033	106,908	51,528	56,527	108,055	653	494	1,147

APPENDIX E

Revenue Changes for 1996-98

HB/SB 29 includes net changes totaling \$450.2 million in general fund resources available for appropriation. These changes, combined with the \$3.9 million unappropriated balance from last session, provide \$454.1 million in unobligated funds for the 1996-98 biennium. HB/SB 29 proposes increased spending of \$22.3 million, leaving a total of \$431.8 million to be carried forward into the next biennium. The \$431.8 million is included as a beginning balance in HB/SB 30.

Additional General Fund Revenue Available for Appropriation (FY 1998, \$ millions)			
	<u>Original Amount</u>	<u>Revised Amount</u>	<u>Difference</u>
Additions to the Balance	\$ 70.1	\$ 76.3	\$ 6.2
Official Revenue Estimates	8,068.9	8,512.6	443.7
Transfers	<u>410.1</u>	<u>410.5</u>	<u>0.4</u>
Additional GF Revenues Available for Appropriation	\$8,549.1	\$8,999.4	\$450.3

Changes in the Balance

HB/SB 29, as introduced, contains a net increase in balances of \$6.2 million in FY 1998. This increase results from several large offsetting transactions. An undesignated balance of \$76.3 million resulted from the FY 1997 revenue surplus. In addition, the introduced budget proposes to capture \$11.1 million in agency reappropriation savings and \$14.5 million in Compensation Board balances and recoveries from FY 1997. Offsetting these increases is a proposed set-aside of \$87.6 million, which represents the required payment to the Revenue Stabilization Fund from increased revenue activity that is now being projected for FY 1998.

Other reductions in balances include a \$1.0 million economic contingency supplement which is no longer needed, and a \$2.0 million

supplement that had been authorized from the unappropriated balance for Region 2000 to help attract Frito Lay. Finally, a Compensation Board reversion from June 30, 1996 was \$2.2 million lower than expected, thereby drawing down the balance. Other balance changes are listed in a later table.

Changes in Revenue

Revenue changes since last session have resulted in an increase in expected revenues of \$443.7 million for FY 1998. Expected increases in individual income tax collections, especially nonwithholding receipts, comprise the bulk of the change. Nonwithholding tax receipts are being driven by stock market gains, a healthy small business climate, and federal tax changes regarding capital gains.

Estimate of General Fund Taxes By Source (\$ Millions)				
	Estimated FY98	Estimated % Growth	Thru November % Growth	Change From 1998 Official
Net Individual <i>Non-withholding</i>	\$5,205.8 1,232.3	10.1% 18.3	10.9% 16.2	\$394.5 334.1
Corporate	448.6	3.8	(4.7)	54.1
Sales	1,933.9	5.9	5.5	30.5
Insurance	227.0	3.6	(21.3)	(22.7)
Public Service	101.7	(19.5)	(48.9)	(21.0)
All Other	595.6	(3.5)	15.6	8.3
Total Revenues	\$8,512.6	7.1%	7.8%	\$443.7

Other changes affecting the general fund revenue estimate include a \$4.2 million reduction in MCI prison telephone revenues and a \$0.7 million increase in additional revenues from the sale of VELA property.

Changes in Transfers

Although several adjustments are recommended for transfers in FY 1998, the net result is only a \$0.3 million change in total transfers. ABC profit transfers are expected to increase by \$2.0 million, and Lottery profits are forecast to decrease by \$3.5 million.

Finally, transfers are increased by \$1.7 million to avoid a double-counting of interest earnings on DGS self-insurance funds. Since these funds are required to retain their interest, the transaction is assumed in the revenue forecast and the expected transfer of \$1.7 million from the general fund does not need to occur. Other transfer changes are listed in a table on the next page.

**General Fund Revenue and Appropriation Changes
Since April 1997 (\$ in Millions)**

Balance Adjustments: **1996-98**

Undesignated Balance 6/30/97	\$ 76.3
Reappropriation Savings	11.1
Comp Board Balances	10.6
Comp Board Recovery-Federal Prisoners	3.9
Capital Outlay Restoration Reserve	0.5
Revenue Stabilization Fund Reserve 6/30/98	(87.6)
Comp Board Reversions (Captured above in Recovery)	(2.2)
Region 2000 Supplement	(2.0)
Economic Contingency Supplement	(1.0)
Community Care Supplement	(1.0)
Federal Cash Management Act	(0.9)
Va Racing Commission	(0.7)
Tuition Assistance Grants	(0.4)
Other	(0.4)

Total Additional Balances **\$ 6.2**

Revenue Amendments:

December Tax Re-forecast	\$ 450.2
VELA Reserves	0.7
Econ. Dev. Partnership-ITA Bond Refinancing	0.2
MCI Prison Revenue	(4.2)
Jail Const Recovery, Fed Prisoners (Captured in Balances)	(1.7)
Parental Support (DJJ)	(0.8)
Camp Pendleton Sale	(0.4)
Medicaid Recoveries	(0.3)

Total Revenue Adjustments **\$ 443.7**

Transfers:

ABC Profits	\$ 2.0
Self Insurance Funds Interest (In revenue track)	1.7
Courts Debt Collection	0.9
Local & Transp. Sales Tax Compliance	0.1
Lottery Profits	(3.5)
Indirect Cost Recoveries	(0.6)
MotorBoat and Water Safety Fund	(0.3)
DEQ Indirect Costs	(0.1)

Total Transfer Amendments **\$ 0.4**

Total Additional GF Revenues **\$ 450.2**

Judicial

- **Circuit Courts**

- *Criminal Fund.* Adds \$6.2 million GF for the Criminal Fund based on increased utilization, raising total appropriations for the program in the current fiscal year to approximately \$41 million GF.
- *Involuntary Mental Commitment Fund.* Adds \$1.5 million GF to the Involuntary Mental Commitment Fund, based on an increase in the number of hearings.

Administration

- **Secretary of Administration**

- *Year 2000 Project Office.* Adds language which specifies that the Year 2000 Project Office within the Council on Information Management will report directly to the Secretary.

- **Compensation Board**

- *Per Diem Payments.* Adds \$1.1 million GF for inmate per diem payments to localities, based on the revised forecasts of state and local prisoners.
- *Turnover and Vacancy Savings.* Reduces by \$10.6 million GF the Compensation Board budget for the current year, based on anticipated savings which will accrue as a result of turnover and vacancies.
- *Delayed Opening of New Jails.* Reduces by \$2.4 million GF the funding earmarked for jail expansion projects in Fairfax and Albemarle/Charlottesville. Funds will not be needed until the next biennium.
- *DOC Jail Contracting Program.* Saves \$4.3 million GF based on the actual utilization of the Department of Corrections program for contracting with local jails to hold state prisoners. Funds had

been budgeted for over 1,100 such placements, but utilization is running at around 550 beds.

- **Council on Information Management**
 - *Year 2000 Project Office.* Adds \$247,056 and nine positions to establish an office with the Council on Information Management to provide oversight of statewide efforts to address the Year 2000 Computer Date Change problem.

Commerce and Trade

- **Department of Housing and Community Development**
 - *Enterprise Zone Incentives.* Recommends an increase of \$1.2 million GF in FY 1998 for Job Grant incentive payments provided by the Virginia Enterprise Zone Program.
- **Department of Business Assistance**
 - *Workforce Training Program.* Recommends an additional \$3.9 million GF in FY 1998 to expand commitments for worker training programs offered to new businesses locating in Virginia or existing businesses that are expanding.

Public Education

- **Direct Aid to Public Education:**
 - *Reduced Enrollment and Revised Sales Tax Revenues.* Reduces Direct Aid by \$16.1 million GF to reflect lower than projected enrollment (3,917) and higher than projected sales tax revenues.
 - *Increased Enrollment Loss.* Increases Enrollment Loss funding by \$1.6 million GF to reflect the impact of lower than projected enrollment.

- ***Reduced Benefits Costs.*** Reduces the Employee Benefits accounts by \$0.8 million to reflect lower than projected enrollment.
- ***Increased Sales Tax Projections.*** Increases the revenues projected to be available from the one-cent portion of the sales tax returned for public education by \$9.6 million GF, consistent with the revised GF revenue estimate.
- ***At-Risk Four-Year-Olds Program.*** Increases funding by \$1.0 million GF to reflect increased participation by localities in the At-Risk Four-Year-Olds program.
- ***Drop-Out Prevention.*** Increases funding by \$0.1 million GF in the Drop-Out Prevention program.
- ***Special Education Regional Tuition and Hospitals, Clinics and Detention Homes Payments.*** Increases funding by \$3.9 million GF due to increased student participation in these programs.
- ***Remedial Education.*** Increases funding by \$511,930 GF due to an increase in the number of students qualifying for remedial education.
- ***Governor's School Operating Funds.*** Adjusts Governor's School funding to reflect the Commonwealth Governor's School's inability to enroll students in the 1996-98 biennium, and increased enrollment in other Governor's Schools. A net reduction of \$0.6 million GF is proposed.
- ***Clarifying Language on Trigon Funds.*** Adds language clarifying that the Trigon funds available for purchase of scientific probes and graphing calculators* equals the deposits of unclaimed property remitted by Trigon, less any claims paid as a result of the supplemental co-payment refund program.

A listing, by locality, of proposed funding changes for Direct Aid to Public Education is attached.

Higher Education

- **State Council of Higher Education:**
 - *Women's Institute for Leadership.* Reduces general funds by \$149,280 in FY 1998 to reflect a drop in the fall 1997 in-state enrollment in the VWIL program at Mary Baldwin College.
- **Virginia Military Institute:**
 - *Women's Institute for Leadership.* Reduces general funds by \$45,600 in FY 1998 to reflect a drop in the fall 1997 enrollment in the VWIL program at Mary Baldwin College. VMI provides the ROTC component of the program.

Finance

- **Department of Accounts:**
 - *Revised Revenue Projections of Aid to Localities Payments.* Projects an additional \$800,667 in FY 1998 for payments to localities from shared tax sources due to increased alcoholic beverage control profits and decreased proceeds from the wine tax. Similar adjustments in payments are recommended in HB/SB 30.
 - *VELA Loan Service Reserve Fund.* Proposes language to establish a reserve fund in the budget and recommends an appropriation of \$544,778 NGF in FY 1998. The fund would cover any claims from the residual reserve accounts and security pledges which remain a State responsibility from the privatization of the Virginia Education Loan Authority (VELA) and the State Education Assistance Authority. The fund is continued in the 1998-2000 biennium in HB/SB 30.

- **Department of Taxation:**
 - *Internet Privacy Protection Program.* Proposes \$97,000 GF to develop and install a system to protect the confidentiality of tax returns, should unauthorized individuals gain access to the Department's computer files through the internet.
 - *Printing Revised Forms and Instructions.* Recommends an additional \$175,000 GF each year for printing costs of revised tax forms and instructions and a revised Motor Voter registration form and instructions. Funding increases are also recommended for this purpose in HB/SB 30.
 - *Harper III.* Includes \$134,613 GF required to pay federal retirees under the Final Settlement Program, or Harper III. Harper III provided 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. Payments to Harper III claimants will be made through FY 1999.
- **Treasury Board:**
 - *Reduced Debt Service Requirement.* Reduces by \$3.1 million GF the amount required for debt service on issued bonds. The reduction reflects lower interest rates actually obtained, compared to the interest rates assumed in Chapter 924.

Health and Human Resources

- **Department of Health:**
 - *Carry-Forward Safe Drinking Water Act Funds.* Adds language that would allow the department to use unexpended FY 1998 state match for federal Safe Drinking Water Act funds as a match in the 1998-2000 biennium. The carry-forward amount is estimated at \$2.3 million.
 - *Match for Abstinence Education Grants.* Provides \$200,000 GF in FY 1998 as a state match for federal grants targeted to the reduction of teenage pregnancy through abstinence education.

Changes in federal law now require state appropriations as match, rather than in-kind contributions previously allowed.

- **Department of Mental Health, Mental Retardation & Substance Abuse Services**
 - *Compliance with U.S. Department of Justice Agreements.* Increases funding and adds language to allow the agency to continue to meet a U.S. Department of Justice settlement agreement at Northern Virginia Mental Health Institute and implement a plan of correction for patient care at Central State Hospital. An increase of \$4.2 million GF and \$5.4 million NGF is included to provide necessary staffing and community placements at Central State Hospital and Northern Virginia Mental Health Institute, and inpatient hospitalization diversions at Northern Virginia Mental Health Institute.
- **Department of Social Services:**
 - *Count Child Support Disregard toward State Match.* Saves \$5.1 million GF in FY 1998, and adds \$2.1 million in federal funds from the welfare reform block grant. Virginia allows welfare recipients to retain up to \$50 per month collected on their behalf for child support payments while receiving welfare payments. Recent changes in federal law now allow states to count this funding toward the minimum state spending requirement -- "maintenance of effort" -- for the federal block grant. Since Virginia is already spending at the minimum required level, state spending on welfare payments can be decreased.
 - *Child Support Enforcement Revenue Losses.* Provides general funds to offset declining revenues allowed by federal law to be retained by the department for its child support enforcement operations. Previously, states could retain past-due child support payments as an offset against welfare payments. Recent changes in federal law require that these payments now be passed through to clients. An increase of \$2.9 million GF and a decrease of \$1.5 million NGF is recommended in FY 1998.
 - *Food Stamp Administration Report.* Adds language requiring the department to report on efforts to reduce food stamp errors and avoid federal penalties.

- **Governor's Employment and Training Department:**
 - *Federal "Welfare to Work" Block Grant.* Provides \$801,216 GF in FY 1998 as match for a new federal "Welfare to Work" block grant. State funds would be used to match \$1.6 million in federal funds. This federal program provides training, job search skills, and other services to welfare recipients who are likely to be the most difficult to place in jobs.

Public Safety

- **Department of Correctional Education:**
 - *Teacher Salary Regrade.* Reduces general funds by \$421,000 in FY 1998. This amount was transferred from Central Accounts to the agency for salary adjustments for teachers in adult and juvenile correctional schools. The adjustments have not yet been made, so this amount is not needed in the budget for FY 1998. However, a transfer from Central Accounts is included for this purpose in the Governor's proposed budget for 1998-2000.
- **Department of Juvenile Justice:**
 - *Delayed Opening of Boot Camps.* Reduces general funds by \$3.3 million in FY 1998 to reflect the delayed opening of two juvenile boot camps.
 - *Delayed Opening of Juvenile Facilities.* Reduces general funds by \$637,912 in FY 1998 to reflect the delayed opening of the new facilities at Beaumont.

Central Appropriations

- **Economic Contingency:**
 - *Year 2000 Compliance.* A language amendment would allow savings from future DIT rate reductions to be retained by the

agencies and used to fund Year 2000 projects. Agencies would be required to submit plans to the Director of DPB for approval.

Non State Agencies

- **Nonstate Agencies**
 - *Changes for Nonstate Agencies.* Changes the second year appropriation designations from operating to capital for Good Hope School, Mathews County, National D-Day Memorial Foundation, Shady Grove School, Virginia Watermen's Museum, and the Virginia Recreational Facilities Authority. Also changes the second year appropriation designation from capital to operating for the Virginia Marine Science Museum.

Capital Outlay

- **Department of General Services**
 - *Central Warehouse.* Adds language directing the Department of General Services to defer the previously authorized project to construct a new Central Distribution Warehouse. Instead, the language directs the agency to attempt to privatize the function or otherwise seek alternatives for the program.
 - *Capitol Square Buildings.* Provides \$19.2 million GF to renovate the Executive Mansion, the Finance Building, and a portion of the old State Library.
- **James Madison University**
 - *College of Integrated Science and Technology, Phase II.* HB/SB 29 provides \$28.0 million of 9(d) bonds backed by the GF, issued under the 21st Century College Program, for the completion of the second academic building on the CISAT campus of JMU. Planning and infrastructure funding for this project had been provided in prior years.

- **College of William & Mary**
 - *Swem Library.* HB/SB 29 provides \$24.0 million of 9(d) bonds backed by the GF, issued under the 21st Century College Program, for the renovation of and addition to Swem Library. Planning funds had been provided for this project in prior years.
- **Virginia Community College System**
 - *Midlothian Campus of John Tyler Community College.* Provides \$296,000 of 9(d) bonds backed by the GF, issued under the 21st Century College Program, for equipment at the new Midlothian campus. The balance of the project was funded through the 21st Century College Program.
- **Virginia Institute of Marine Science**
 - *Byrd Hall.* HB/SB 29 provides \$4.2 million of 9(d) bonds backed by the GF, issued under the 21st Century College Program, for the renovation and expansion of Byrd Hall. This project will provide saltwater laboratory facilities and high containment laboratories for the conduct of Pfiesteria research.
- **University of Virginia**
 - *Special Collections Library.* HB/SB 29 provides \$10.0 million 9(d) bonds backed by the GF, issued under the 21st Century College Program, and \$16.0 million from private funds for the construction of an 80,000 square-foot facility to house the University's rare book and manuscript collections.

Budget Language

- Includes a language amendment that any revenue surplus in FY 1998 shall be set aside for "personal property tax relief," provided that the General Assembly enacts relevant legislation during the 1998 session.

HB/SB 29

		1997-98		
		Gen. Fund	Non-gen. Fund	Total FTE
JUDICIAL BRANCH				
Supreme Court				
1997-98 Appropriation - Chapter 924	179,218,691	670,475	2,288.16	
Criminal Fund Utilization Increase	6,184,475	0	0.00	
Involuntary Mental Commitment Fund	1,500,000	0	0.00	
HB 29/SB 29 Total	186,903,166	670,475	2,288.16	
% Net Change	4.29%	0.00%	0.00%	
Judicial Branch				
1997-98 Appropriation - Chapter 924	196,954,047	8,857,510	2,656.16	
Governor's Recommendations	7,684,475	0	0.00	
HB 29/SB 29 Total	204,638,522	8,857,510	2,656.16	
% Net Change	3.90%	0.00%	0.00%	
ADMINISTRATION				
Secretary of Administration				
1997-98 Appropriation - Chapter 924	850,437	0	15.00	
Yr. 2000 Project Office	Language	0	0.00	
HB 29/SB 29 Total	850,437	0	15.00	
% Net Change	0.00%	NA	0.00%	
Compensation Board				
1997-98 Appropriation - Chapter 924	399,385,932	4,200,000	15.00	
Fund Balances for Law Enforcement Deputies	Language	0	0.00	
Positions for Ablemarle/Charlottesville Jail	Language	0	0.00	
Positions for Ablemarle/Charlottesville Jail	(2,365,739)	0	0.00	
Payments for State Inmates	Language	0	0.00	
Revised Per Diems for State Inmates	1,000,000	0	0.00	
Revised Jail Contract Bed Payments	(4,272,424)	0	0.00	
HB 29/SB 29 Total	393,747,769	4,200,000	15.00	
% Net Change	(1.41%)	0.00%	0.00%	
Council on Information Management				
1997-98 Appropriation - Chapter 924	738,648	0	7.00	
Establish Yr 2000 Project Office	247,056	0	9.00	
HB 29/SB 29 Total	985,704	0	16.00	
% Net Change	33.45%	NA	128.57%	
Office of Administration				
1997-98 Appropriation - Chapter 924	446,367,653	12,035,523	1,230.00	
Governor's Recommendations	(5,391,107)	0	9.00	
HB 29/SB 29 Total	440,976,546	12,035,523	1,239.00	
% Net Change	(1.21%)	0.00%	0.73%	
COMMERCE AND TRADE				
Dept. of Housing & Community Dev.				
1997-98 Appropriation - Chapter 924	26,106,905	68,630,399	123.00	
Increase Enterprise Zone Job Grants	1,200,000	0	0.00	
HB 29/SB 29 Total	27,306,905	68,630,399	123.00	
% Net Change	4.60%	0.00%	0.00%	
Department of Business Assistance				
1997-98 Appropriation - Chapter 924	15,355,934	3,076,021	40.00	
VA Export Loan Guarantee Fund - Language	Language			
Increase Workforce Services	3,879,488	0	0.00	
HB 29/SB 29 Total	19,235,422	3,076,021	40.00	

HB/SB 29

	1997-98		
	Gen. Fund	Non-gen. Fund	Total FTE
<i>% Net Change</i>	25.26%	0.00%	0.00%
Commerce & Trade			
1997-98 Appropriation - Chapter 924	138,619,647	495,262,972	2,582.00
Governor's Recommendations	5,079,488	0	0.00
HB 29/SB 29 Total	143,699,135	495,262,972	2,582
<i>% Net Change</i>	3.66%	0.00%	0.00%
EDUCATION			
Direct Aid to Public Education			
1997-98 Appropriation - Chapter 924	3,048,898,194	366,807,489	0.00
Update: Reduced Enrollment & Sales Tax	(16,064,261)	0	0.00
Update: Enrollment Loss for Red. Enr.	1,649,581	0	0.00
Update: Benefit Accounts for Red. Enr.	(752,984)	0	0.00
Update: Higher Sales Tax Projections	9,607,000	0	0.00
Update: At-Risk Four-Year-Olds Prog.	1,008,401	0	0.00
Update: Remedial Education	511,930	0	0.00
Update: Drop-out Prevention	63,367	0	0.00
Update: Special Ed Regional Tuition Payments	3,832,080	0	0.00
Update: Hospitals, Clinics, Detention Homes	50,000	0	0.00
Op. Funds - Commonwealth Gov. School	(646,320)	0	0.00
Clarification-Amt. Trigon Proceeds	Language	0	0.00
HB 29/SB 29 Total	3,048,156,988	366,807,489	0.00
<i>% Net Change</i>	(0.02%)	0.00%	NA
Council of Higher Education			
1997-98 Appropriation - Chapter 924	44,938,675	2,975,340	44.00
Decrease in VWIL Enrollment	(149,280)	0	0.00
HB 29/SB 29 Total	44,789,395	2,975,340	44.00
<i>% Net Change</i>	(0.33%)	0.00%	0.00%
Virginia Military Institute			
1997-98 Appropriation - Chapter 924	12,397,827	18,773,951	436.85
Decrease in VWIL Enrollment	(45,600)	0	0.00
HB 29/SB 29 Total	12,352,227	18,773,951	436.85
<i>% Net Change</i>	(0.37%)	0.00%	0.00%
Office of Education			
1997-98 Appropriation - Chapter 924	4,357,738,593	2,687,252,157	42,874.64
Governor's Recommendations	(936,086)	0	0.00
HB 29/SB 29 Total	4,356,802,507	2,687,252,157	42,874.64
<i>% Net Change</i>	(0.02%)	0.00%	0.00%
FINANCE			
Department of Accounts			
1997-98 Appropriation - Chapter 924	74,831,449	5,178,768	134.00
Increased ABC Profit Distribution	1,326,667	0	0.00
Increased Sales Tax from Public Facilities	74,000	0	0.00
Decreased Wine Tax Distribution	(600,000)	0	0.00
Create VELA Loan Servicing Reserve Fund	0	544,778	0.00
HB 29/SB 29 Total	75,632,116	5,723,546	134.00
<i>% Net Change</i>	1.07%	10.52%	0.00%
Department of Taxation			
1997-98 Appropriation - Chapter 924	108,975,129	1,760,012	842.00
Internet Privacy Protection Program	97,000	0	0.00
Harper III Reserve	134,613	0	0.00

HB/SB 29

1997-98			
	Gen. Fund	Non-gen. Fund	Total FTE
Printing Costs	175,000	0	0.00
HB 29/SB 29 Total	109,381,742	1,760,012	842.00
% Net Change	0.37%	0.00%	0.00%
Treasury Board			
1997-98 Appropriation - Chapter 924	154,332,203	4,865,335	0.00
Reduced Debt Service Requirements	(3,139,736)	0	0.00
HB 29/SB 29 Total	151,192,467	4,865,335	0.00
% Net Change	(2.03%)	0.00%	NA
Finance			
1997-98 Appropriation - Chapter 924	407,496,634	17,103,826	1,139.00
Governor's Recommendations	(1,932,456)	544,778	0.00
HB 29/SB 29 Total	405,564,178	17,648,604	1,139.00
% Net Change	(0.47%)	3.19%	0.00%
HEALTH & HUMAN RESOURCES			
Department of Health			
1997-98 Appropriation - Chapter 924	111,489,279	241,901,539	3,747.00
Match for Abstinence Education Grants	200,000	0	0.00
HB 29/SB 29 Total	111,689,279	241,901,539	3,747.00
% Net Change	0.18%	0.00%	0.00%
Dept. of Mental Health, Mental Retardation & Substance Abuse Services			
1997-98 Appropriation - Chapter 924	287,550,289	271,497,581	9,800.00
U.S. Dept. of Justice Settlements	4,233,154	5,375,864	182.00
HB 29/SB 29 Total	291,783,443	276,873,445	9,982.00
% Net Change	1.47%	1.98%	1.86%
Department of Social Services			
1997-98 Appropriation - Chapter 924	240,530,888	721,769,929	1,548.00
Reduce TANF MOE to 75%	(5,100,000)	2,000,000	0.00
Child Support Enforcement Revenue Loss	2,920,005	(1,525,634)	0.00
HB 29/SB 29 Total	238,350,893	722,244,295	1,548.00
% Net Change	(0.91%)	0.07%	0.00%
Gov. Employment & Training Dept.			
1997-98 Appropriation - Chapter 924	639,200	43,253,764	33.00
New Federal "Welfare-to-Work" Grant	801,216	1,602,432	0.00
HB 29/SB 29 Total	1,440,416	44,856,196	33.00
% Net Change	125.35%	3.70%	0.00%
Health & Human Resources			
1997-98 Appropriation - Chapter 924	1,847,448,232	2,649,690,340	16,879.00
Governor's Recommendations	3,054,375	7,452,662	182.00
HB 29/SB 29 Total	1,850,502,607	2,657,143,002	17,061.00
% Net Change	0.17%	0.28%	1.08%
PUBLIC SAFETY			
Department of Correctional Education			
1997-98 Appropriation - Chapter 924	32,265,611	1,568,261	722.55
Remove Funds for Salary Regrade	(421,000)	0	0.00
HB 29/SB 29 Total	31,844,611	1,568,261	722.55
% Net Change	(1.30%)	0.00%	0.00%
Department of Juvenile Justice			
1997-98 Appropriation - Chapter 924	170,034,770	1,864,823	2,380.00

HB/SB 29

1997-98			
	Gen. Fund	Non-gen. Fund	Total FTE
Delayed Opening of Boot Camps	(3,343,729)	0	0.00
Delayed Opening of Juvenile Facilities	(637,912)	0	0.00
HB 29/SB 29 Total	166,053,129	1,864,823	2,380.00
% Net Change	(2.34%)	0.00%	0.00%
Public Safety			
1997-98 Appropriation - Chapter 924	982,861,201	375,702,382	19,612.30
Governor's Recommendations	(4,402,641)	0	0.00
HB 29/SB 29 Total	978,458,560	375,702,382	19,612.30
% Net Change	(0.45%)	0.00%	0.00%
CENTRAL APPROPRIATIONS			
Reversion Clearing Account			
1997-98 Appropriation - Chapter 924	(14,621,280)	0	0.00
DIT Reductions for Yr. 2000 Compliance	Language		
HB 29/SB 29 Total	(14,621,280)	0	0.00
% Net Change	NA	NA	NA
Central Appropriations			
1997-98 Appropriation - Chapter 924	151,942,471	61,017,045	75.00
Governor's Recommendations	0	0	0.00
HB 29/SB 29 Total	151,942,471	61,017,045	75.00
% Net Change	0.00%	0.00%	0.00%
NON-STATE AGENCIES			
Non-State Agencies			
1997-98 Appropriation - Chapter 924	9,016,710	0	0.00
Va. Equine Center Foundation - Correct Typo	Language	0	0.00
Designation as Operating vs. Capital	Language		
HB 29/SB 29 Total	9,016,710	0	0.00
% Net Change	0.00%	NA	NA
Non-State Agencies			
1997-98 Appropriation - Chapter 924	9,016,710	0	0.00
Governor's Recommendations	0	0	0
HB 29/SB 29 Total	9,016,710	0	0
% Net Change	0.00%	NA	NA
Grand Total: HB 29/SB 29			
1997-98 Appropriation - Chapter 924	8,726,266,199	8,899,584,459	106,907.48
Governor's Recommendations	3,156,048	7,997,440	191.00
HB 29/SB 29 Total	8,729,422,247	8,907,581,899	107,098
% Net Change	0.04%	0.09%	0.18%

Detail of HB/SB 29

		1996-98 BIENNIAL TOTAL		
		Nongeneral	§ 9 (c)	§ 9 (d)
	Gen. Fund	Fund	Bonds	Bonds
				Total
<u>CAPITAL OUTLAY</u>				
<u>Central Appropriations</u>				
§ 9 (d) Projects				
ODU Teletechnet Center			(7,300,000)	(7,300,000)
GMU Prince Wm. Institute Phase II			(11,900,000)	(11,900,000)
21st Century College Program				
CWM Swem Library Renovation/Addition			24,082,000	24,082,000
GMU Prince Wm. Institute, Phase II			(1,800,000)	(1,800,000)
JMU New College, Phase II			28,041,000	28,041,000
JTCC Midlothian Campus Equipment			296,000	296,000
UVa Special Collections Library		16,000,000	10,000,000	26,000,000
VIMS Expansion of Byrd Hall			4,216,000	4,216,000
Department of General Services				
Central Warehouse Privatization RFP	Language			
Renovate Finance Building-Capitol Square	11,803,000			11,803,000
Renovate Old State Library 1st Floor	3,500,000			3,500,000
Renovate Executive Mansion	3,891,000			3,891,000
University of Virginia				
Renovate Gildersleeve Apartments		1,900,000		1,900,000
Longwood College				
Small Business Devel. Center Renovation	Language			
State Lottery Department				
Blanket Authorization: Equipment		2,979,000		2,979,000
GRAND TOTAL-CAPITAL OUTLAY		\$19,194,000	\$20,879,000	\$0
				\$45,635,000
				\$85,708,000

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AID FOR PUBLIC EDUCATION -- 1997-98

DIVISION	CH. 924		HB/SB 29		COMPOSITE		CH. 924		HB/SB 29	
	ADM	CHG	ADM	CHG	INDEX	CHG	TOTAL	TOTAL	CHG	
ACCOMACK	5,436	(103)	5,333	(103)	0.3275	(103)	18,059,328	17,846,188	(213,140)	
ALBEMARLE	11,408	88	11,496	88	0.6080	88	23,080,505	23,268,416	187,911	
ALLEGHANY	2,277	40	2,317	40	0.2854	40	7,707,280	7,700,963	(6,317)	
AMELIA	1,912	(118)	1,794	(118)	0.3394	(118)	6,236,067	5,910,275	(325,792)	
AMHERST	4,697	(39)	4,658	(39)	0.3029	(39)	15,084,783	15,067,670	(17,113)	
APPOMATTOX	2,372	(36)	2,336	(36)	0.2729	(36)	8,103,734	7,989,906	(113,828)	
ARLINGTON	17,493	(10)	17,483	(10)	0.8000	(10)	25,145,519	25,305,292	159,773	
AUGUSTA	10,965	(129)	10,836	(129)	0.3550	(129)	32,122,392	31,830,142	(292,250)	
BATH	869	24	893	24	0.8000	24	1,150,917	1,178,003	27,086	
BEDFORD	9,526	(197)	9,329	(197)	0.3769	(197)	25,662,956	25,124,651	(538,305)	
BLAND	984	(8)	976	(8)	0.2358	(8)	3,992,101	3,979,817	(12,284)	
BOTETOURT	4,704	(121)	4,583	(121)	0.3831	(121)	13,793,373	13,482,377	(310,996)	
BRUNSWICK	2,585	(39)	2,546	(39)	0.2674	(39)	9,712,219	9,649,987	(62,232)	
BUCHANAN	4,727	(45)	4,682	(45)	0.2377	(45)	17,433,073	17,388,334	(44,739)	
BUCKINGHAM	2,246	43	2,289	43	0.2839	43	8,202,030	8,315,259	113,229	
CAMPBELL	8,419	82	8,501	82	0.2952	82	25,783,195	26,038,952	255,757	
CAROLINE	3,736	10	3,746	10	0.3335	10	11,664,513	11,707,241	42,728	
CARROLL	4,036	(20)	4,016	(20)	0.2727	(20)	15,068,336	15,047,873	(20,463)	
CHARLES CITY	1,053	(40)	1,013	(40)	0.3666	(40)	3,598,416	3,510,552	(87,864)	
CHARLOTTE	2,251	(3)	2,248	(3)	0.2542	(3)	8,183,414	8,201,217	17,803	
CHESTERFIELD	50,431	(383)	50,048	(383)	0.3976	(383)	130,860,787	130,093,289	(767,498)	
CLARKE	1,876	13	1,889	13	0.5366	13	4,323,978	4,363,446	39,468	
CRAIG	751	(36)	715	(36)	0.3064	(36)	2,655,643	2,543,353	(112,290)	
CULPEPER	5,285	15	5,300	15	0.3969	15	15,411,674	15,468,179	56,505	
CUMBERLAND	1,244	31	1,275	31	0.3187	31	4,569,276	4,741,204	171,928	
DICKENSON	3,016	7	3,023	7	0.2236	7	11,313,018	11,361,560	48,542	
DINWIDDIE	4,245	(67)	4,178	(67)	0.2923	(67)	13,908,846	13,739,066	(169,780)	
ESSEX	1,549	35	1,584	35	0.4338	35	4,648,803	4,750,610	101,807	
FAIRFAX	141,003	(278)	140,725	(278)	0.7235	(278)	230,447,740	230,992,417	544,677	
FAUQUIER	9,219	(50)	9,169	(50)	0.6189	(50)	18,026,354	17,993,948	(32,406)	
FLOYD	1,969	(68)	1,901	(68)	0.3174	(68)	6,457,304	6,293,638	(163,666)	
FLUVANNA	2,823	4	2,827	4	0.3765	4	8,028,222	8,046,611	18,389	
FRANKLIN	6,868	55	6,923	55	0.3717	55	20,233,584	20,444,951	211,367	
FREDERICK	10,096	(90)	10,006	(90)	0.3924	(90)	26,659,429	26,523,804	(135,625)	
GILES	2,551	45	2,596	45	0.3002	45	8,281,900	8,431,274	149,374	

AID FOR PUBLIC EDUCATION -- 1997-98

DIVISION	CH. 924		HB/SB 29		COMPOSITE		CH. 924		HB/SB 29	
	ADM	ADM	ADM	ADM	CHANGE	INDEX	TOTAL	TOTAL	CHANGE	
GLOUCESTER	6,647		6,565		(82)	0.3173	20,109,289	19,756,879	(352,410)	
GOOCHLAND	2,024		1,968		(56)	0.7083	3,666,907	3,598,028	(68,879)	
GRAYSON	2,335		2,321		(14)	0.2475	9,280,696	9,254,959	(25,737)	
GREENE	2,488		2,462		(26)	0.3075	9,042,369	8,957,550	(84,819)	
GREENSVILLE	1,563		1,636		73	0.2157	6,276,008	6,480,454	204,446	
HALIFAX	6,274		6,160		(114)	0.2380	22,523,815	22,299,346	(224,469)	
HANOVER	15,349		15,248		(101)	0.4680	35,825,523	35,661,250	(164,273)	
HENRICO	39,252		39,128		(124)	0.5249	89,263,128	89,419,811	156,683	
HENRY	9,000		8,993		(7)	0.3039	28,621,969	28,664,870	42,901	
HIGHLAND	378		346		(32)	0.5009	1,197,205	1,117,312	(79,893)	
ISLE OF WIGHT	4,827		4,802		(25)	0.3758	14,333,129	14,252,074	(81,055)	
JAMES CITY	7,032		7,016		(16)	0.5993	14,088,809	14,098,316	9,507	
KING GEORGE	2,895		2,868		(27)	0.3753	8,537,653	8,465,166	(72,487)	
KING QUEEN	885		928		43	0.3497	3,315,265	3,467,190	151,925	
KING WILLIAM	1,688		1,703		15	0.3513	5,528,266	5,594,212	65,946	
LANCASTER	1,599		1,610		11	0.6467	3,060,524	3,103,913	43,389	
LEE	4,067		4,066		(1)	0.1730	17,342,716	17,414,609	71,893	
LOUDOUN	23,101		23,364		263	0.7322	35,170,397	35,599,151	428,754	
LOUISA	4,032		4,004		(28)	0.6784	7,276,884	7,255,159	(21,725)	
LUNENBURG	2,141		1,985		(156)	0.2238	8,180,404	7,775,008	(405,396)	
MADISON	1,862		1,889		27	0.3775	5,666,230	5,715,214	48,984	
MATHEWS	1,317		1,322		5	0.4883	3,369,886	3,434,394	64,508	
MECKLENBURG	5,042		5,021		(21)	0.3071	16,992,085	16,939,205	(52,880)	
MIDDLESEX	1,369		1,407		38	0.5684	3,271,963	3,333,219	61,256	
MONTGOMERY	9,231		9,178		(53)	0.3625	28,402,027	28,233,605	(168,422)	
NELSON	2,024		1,990		(34)	0.4878	5,257,165	5,175,730	(81,435)	
NEW KENT	2,240		2,276		36	0.4224	6,545,609	6,663,947	118,338	
NORTHAMPTON	2,450		2,404		(46)	0.2979	8,390,351	8,277,085	(113,266)	
NORTHUMBERLAND	1,622		1,564		(58)	0.6014	3,433,458	3,396,648	(36,810)	
NOTTOWAY	2,514		2,514		0	0.2466	9,464,369	9,423,893	(40,476)	
ORANGE	3,698		3,798		100	0.4223	10,637,607	10,848,307	210,700	
PAGE	3,637		3,566		(71)	0.3166	11,968,767	11,766,688	(202,079)	
PATRICK	2,680		2,656		(24)	0.2960	8,963,751	8,916,739	(47,012)	
PITTSYLVANIA	9,354		9,292		(62)	0.2630	31,993,620	32,050,666	57,046	
POWHATAN	3,161		3,194		33	0.3937	8,718,273	8,815,271	96,998	

AID FOR PUBLIC EDUCATION -- 1997-98

DIVISION	CH. 924		HB/SB 29		COMPOSITE		CH. 924		HB/SB 29	
	ADM	ADP	ADM	ADP	CHANGE	INDEX	TOTAL	TOTAL	CHANGE	
PRINCE EDWARD	2,565		2,638		73	0.3096	8,623,790	8,811,288	187,498	
PRINCE GEORGE	5,629		5,541		(88)	0.2612	18,108,956	17,812,361	(296,595)	
PRINCE WILLIAM	49,066		48,973		(93)	0.4315	134,599,488	134,600,097	609	
PULASKI	5,098		5,067		(31)	0.3012	16,309,234	16,282,656	(26,578)	
RAPPAHANNOCK	1,056		1,060		4	0.7420	1,791,899	1,803,898	11,999	
RICHMOND	1,289		1,329		40	0.3754	3,828,559	3,932,939	104,380	
ROANOKE	14,028		13,935		(93)	0.4176	37,287,180	37,122,242	(164,938)	
ROCKBRIDGE	3,045		3,034		(11)	0.3713	9,039,958	9,059,657	19,699	
ROCKINGHAM	10,552		10,508		(44)	0.3480	30,634,945	30,663,923	28,978	
RUSSELL	4,522		4,481		(41)	0.2444	16,136,319	16,041,840	(94,479)	
SCOTT	3,827		3,771		(56)	0.2174	14,647,575	14,556,385	(91,190)	
SHENANDOAH	5,298		5,347		49	0.3755	15,336,648	15,507,385	170,737	
SMYTH	5,264		5,249		(15)	0.2534	17,947,075	17,973,498	26,423	
SOUTHAMPTON	2,944		2,902		(42)	0.3108	9,679,305	9,473,512	(205,793)	
SPOTSYLVANIA	16,755		16,439		(316)	0.3837	45,418,720	44,707,880	(710,840)	
STAFFORD	18,368		17,927		(441)	0.3663	50,397,534	49,315,793	(1,081,741)	
SURRY	1,276		1,208		(68)	0.8000	1,742,397	1,689,695	(52,702)	
SUSSEX	1,563		1,538		(25)	0.3527	5,373,692	5,313,331	(60,361)	
TAZEWELL	7,696		7,780		84	0.2480	26,266,571	26,442,550	175,979	
WARREN	4,699		4,643		(56)	0.4066	12,650,142	12,451,624	(198,518)	
WASHINGTON	7,504		7,501		(3)	0.3097	23,106,662	23,116,400	9,738	
WESTMORELAND	2,047		2,091		44	0.4014	6,018,434	6,115,156	96,722	
WISE	7,555		7,523		(32)	0.2155	26,367,614	26,354,141	(13,473)	
WYTHE	4,311		4,360		49	0.3046	14,138,924	14,295,586	156,662	
YORK	11,015		11,073		58	0.3852	29,723,742	29,772,034	48,292	
ALEXANDRIA	10,163		10,414		251	0.8000	15,672,847	16,025,492	352,645	
BRISTOL	2,459		2,449		(10)	0.3563	7,749,050	7,736,250	(12,800)	
BUENA VISTA	1,075		1,070		(5)	0.2418	4,019,248	4,010,883	(8,365)	
CHARLOTTESVILLE	4,297		4,348		51	0.5447	11,021,227	11,130,308	109,081	
CLIFTON FORGE	672		678		6	0.2543	2,288,398	2,365,910	77,512	
COLONIAL HEIGHTS	2,796		2,774		(22)	0.4730	6,805,232	6,766,069	(39,163)	
COVINGTON	944		936		(8)	0.3701	2,882,024	2,859,139	(22,885)	
DANVILLE	8,169		7,951		(218)	0.3014	25,121,264	24,788,181	(333,083)	
FALLS CHURCH	1,532		1,447		(85)	0.8000	2,100,618	2,038,048	(62,570)	
FREDERICKSBURG	2,142		2,191		49	0.5568	4,607,290	4,674,707	67,417	

AID FOR PUBLIC EDUCATION -- 1997-98

DIVISION	CH. 924		HB/SB 29		COMPOSITE		CH. 924		HB/SB 29	
	ADM	ADM	ADM	CHANGE	INDEX	TOTAL	TOTAL	CHANGE		
GALAX	1,245		1,269	24	0.3767	3,488,149	3,566,072	77,923		
HAMPTON	23,965		23,285	(680)	0.2947	72,080,878	70,776,329	(1,304,549)		
HARRISONBURG	3,631		3,529	(102)	0.5483	8,178,106	7,996,747	(181,359)		
HOPEWELL	4,040		4,148	108	0.2695	13,269,313	13,576,125	306,812		
LYNCHBURG	9,465		9,405	(60)	0.3844	28,206,792	28,127,867	(78,925)		
MARTINSVILLE	2,815		2,709	(106)	0.3639	8,154,560	7,974,566	(179,994)		
NEWPORT NEWS	31,356		31,589	233	0.2941	98,365,433	98,895,810	530,377		
NORFOLK	36,015		35,727	(288)	0.2992	119,006,460	117,791,075	(1,215,385)		
NORTON	752		796	44	0.3433	2,258,257	2,378,095	119,838		
PETERSBURG	6,103		6,180	77	0.2437	22,122,755	22,185,222	62,467		
PORTSMOUTH	17,633		17,500	(133)	0.2372	66,202,592	65,715,857	(486,735)		
RADFORD	1,553		1,541	(12)	0.3376	4,609,519	4,592,336	(17,183)		
RICHMOND CITY	27,016		26,767	(249)	0.4507	76,391,845	76,285,683	(106,162)		
ROANOKE CITY	13,199		13,219	20	0.4046	39,022,269	39,158,399	136,130		
STAUNTON	2,881		2,902	21	0.3859	8,636,301	8,688,124	51,823		
SUFFOLK	11,159		10,758	(401)	0.3228	36,211,671	35,169,472	(1,042,199)		
VIRGINIA BEACH	75,257		76,036	779	0.3425	215,376,392	217,205,346	1,828,954		
WAYNESBORO	3,045		2,989	(56)	0.3979	8,001,908	7,893,342	(108,566)		
WILLIAMSBURG	736		747	11	0.8000	1,107,676	1,060,268	(47,408)		
WINCHESTER	3,334		3,281	(53)	0.5940	6,901,124	6,857,964	(43,160)		
FAIRFAX CITY	2,441		2,452	11	0.8000	3,310,967	3,339,918	28,951		
FRANKLIN CITY	1,816		1,731	(85)	0.2877	6,264,774	6,082,963	(181,811)		
CHESAPEAKE CITY	35,978		35,854	(124)	0.3522	101,800,797	101,625,096	(175,701)		
LEXINGTON	658		633	(25)	0.4204	1,731,260	1,687,438	(43,822)		
EMPORIA	982		990	8	0.3142	3,231,990	3,216,541	(15,449)		
SALEM	3,966		3,976	10	0.4356	9,837,933	9,881,246	43,313		
BEDFORD CITY	1,090		1,056	(34)	0.3664	3,060,958	2,981,631	(79,327)		
POQUOSON	2,376		2,462	86	0.3343	6,560,538	6,764,147	203,609		
MANASSAS CITY	5,908		5,943	35	0.4968	14,935,099	15,084,618	149,519		
MANASSAS PARK	1,662		1,679	17	0.3335	5,818,843	5,874,667	55,824		
COLONIAL BEACH	693		681	(12)	0.3192	2,191,172	2,158,733	(32,439)		
WEST POINT	789		775	(14)	0.3472	2,434,724	2,398,973	(35,751)		
	1,099,180		1,095,263	(3,917)		2,947,540,442	2,942,157,861	(5,382,581)		

