



# Overview of SB 6001 / HB 6001

## Changes to the 2022-24 Budget

September 6, 2023

# Topic Order

---



Overview/  
Resources

K-12 Education  
& Other Ed.



Higher  
Education



Health &  
Human Res.



Public Safety &  
Veterans

Economic  
Development



Natural  
Resources/  
Ag. & Forestry



Transportation

General  
Government



Capital  
Outlay



# Overview/Resources

# SB 6001 – Process to Get Here

---

- HB 1400/SB 800 became the “skinny budget” or Chapter 769 (2023 Regular Session).
- Chapter 769 included \$1.0 billion from 7 amendments (details on the next slide).
- Chapter 769 and Chapter 2, 2022 Special Session I, were combined to create a starting point for actions incorporated into this bill, SB 6001.
- Things have changed since December:
  - Chapter 769 appropriated over \$1.0 billion.
  - Less revenue is projected for FY 2024 as compared to the December forecast; withholding and sales tax underperformed the December forecast in FY 2023.
  - Pass-Through-Entity-Tax (PTET) was not revenue neutral as anticipated in FY 2023 and is now retroactive to tax year 2021 (adjusting revenue down by \$1.0 billion for the estimated refunds for FY 2024).
  - Crossing the fiscal year without adopting an updated official forecast resulted in a higher than anticipated surplus which requires calculations and/or deposits either under the Virginia Constitution or by statute. The following statutory set-asides are incorporated in this bill:
    - Revenue Reserve Fund at \$289.6 million;
    - WQIF A at \$408.7 million; and
    - WQIF B at \$104.7 million.

# Chapter 769 (“Skinny Budget”)

\$ in millions	FY 2023	FY 2024	Biennium
<b>Unappropriated Balance, Chapter 2, 2022 Special Session I</b>	<b>\$509.1</b>	<b>(\$493.1)</b>	<b>\$16.0</b>
Additions to Balance	1,432.6	405.9	1,838.5
Tax Conformity (SB 882/HB 1595)	<u>(0.2)</u>	<u>23.4</u>	<u>23.2</u>
<b>Total GF Resources Available</b>	<b>\$1,941.5</b>	<b>(\$63.7)</b>	<b>\$1,877.7</b>
<b>GF Spending</b>			
Direct Aid Technical Changes & Hold Harmless	\$132.7	\$125.8	\$258.5
Mandatory Revenue Stabilization Fund Deposit	0.0	406.0	406.0
VRS Lump Sum Deposit	250.0	0.0	250.0
TANF-UP GF Increase	9.2	6.1	15.3
2022 Capital Supplement Pool	<u>100.0</u>	<u>0.0</u>	<u>100.0</u>
<b>Total Spending (subtraction)</b>	<b>\$491.9</b>	<b>\$537.9</b>	<b>\$1,029.8</b>
<b>Chapter 769 GF Ending Balance/Unappropriated Balance</b>	<b>\$1,449.6</b>	<b>(\$601.6)</b>	<b>\$847.9</b>

← Starting Point for SB 6001.

# FY 2023 Year-End Revenue Surplus

Source, \$ in millions	FY 2023		
	Actuals	Forecast	Variance
Withholding	\$15,957.2	\$15,319.7	\$637.5
Nonwithholding	6,629.2	5,213.6	1,415.6
Refunds	<u>(3,602.8)</u>	<u>(3,800.9)</u>	<u>198.1</u>
Net Individual Income Tax	18,983.6	16,732.6	2,251.2
Sales and Use	4,734.6	4,497.8	236.7
Corporate	2,031.1	1,737.0	294.1
All other	<u>2,160.7</u>	<u>1,903.9</u>	<u>256.8</u>
<b>Total GF Revenues</b>	<b>\$27,909.9</b>	<b>\$24,871.1</b>	<b>\$3,038.8</b>

FY 2023 official forecast was not adjusted for any economic adjustments during the 2023 Session, except tax conformity, and remained largely unchanged from the fall 2021 forecasting process (as adopted in Chapter 2, 2022 Special Session I).

# FY 2024 Revenue Reforecast

Administration provided conferees with revised GF revenue forecast scenarios. Conferees agreed to use a forecast with more downside risks after the August GACRE meeting.

Source, \$ in Millions	FY 2023 Actual	FY 2024		% Growth Over	
		Chapter 769	Revised Forecast	FY 2023	Chapter 769
Withholding	\$15,957.2	\$15,790.3	\$15,943.8	(0.1)	1.0
Non-Withholding	6,629.2	5,578.3	4,715.7	(28.9)	(15.5)
Refunds	<u>(3,602.8)</u>	<u>(2,287.7)</u>	<u>(1,824.4)</u>	(49.4)	(20.3)
Net Individual	18,983.6	19,080.9	18,835.1	(0.8)	(1.3)
Sales/Use	4,734.6	4,472.7	4,420.3	(6.6)	(1.2)
Corporate Income	2,031.1	1,790.3	1,905.2	(6.2)	6.4
All other taxes	2,160.7	1,942.5	2,349.2	8.7	20.9
<b>Gross General Fund</b>	<b>\$27,909.9</b>	<b>\$27,286.4</b>	<b>\$27,509.9</b>	<b>(1.4)</b>	<b>0.8</b>
		<b>Revenue Reforecast Adjustment</b>	<b>\$223.5</b>		

Source: Secretary of Finance, August 2023 Revenue Reforecast.

# FY 2024 Tax Policy Actions Total \$2.0 billion

Provides ongoing tax relief of \$200.0 million annually in the next biennium in addition to the ongoing \$1.2 billion that was adopted last year.

SB 6001 Tax Policy Actions (\$ in millions)	FY 2024	FY 2025	FY 2026
Increase Standard Deduction to \$8,500 & \$17,000 TY24	(\$48.1)	(\$101.7)	(\$102.6)
Eliminate Age Limitation for Military Retirement Subtraction TY24	(37.8)	(33.4)	(34.7)
Increase Business Interest Deduction 163(j) from 30 to 50 percent TY24	(10.3)	(22.6)	(23.5)
Tax Rebate \$200 & \$400 (Transfer to Special Fund)	(906.8)		
Pass-Through Entity Tax Refund Estimate	(1,000.0)		
Continuation of 2022 Tax Policy Legislation Costs	(44.4)	(47.0)	(49.4)
<b>Total Tax Policy Actions</b>	<b>(\$2,047.4)</b>	<b>(\$204.7)</b>	<b>(\$210.2)</b>

**Standard Deduction Trigger Language:** Requires withholding collections to equal or exceed the growth rate adopted in the official revenue estimate in this Act for the six-month period from July to December 2023. If condition is not met, standard deduction remains at \$8,000 and \$16,000.

**Sales Tax Holiday:** Reinstates the sales and use tax holidays for school supplies, clothing and footwear, energy and water savings products, and hurricane preparedness equipment until July 1, 2025, and sets the calendar year 2023 sales tax holiday for October 20-22, 2023.



# In SB 6001, Net Available GF Resources Total \$2.5 billion; Unappropriated Balance is \$7.3 million

(\$ in millions)	FY 2024
<b>Ending Balance/Unappropriated Balance, Chapter 769, 2023 Session</b>	<b>\$847.9</b>
Revert Amount Reserved for Taxpayer Relief on FY 2023 Preliminary Balance Sheet	2,128.1
Revert FY 2022 Surplus Contingents & WQIF A & B	366.5
Revert WQIF Part A & B FY 2023	513.5
Revert Revenue Reserve Fund Deposit FY 2023	289.6
August Revenue Reforecast	223.5
Tax Policy Actions	(2,047.4)
Revert Agency Balances	101.4
Transfers to GF	43.8
<b>Total GF Resources</b>	<b>\$2,466.9</b>
Operating Spending Actions	\$2,248.4
Capital Spending Actions	211.3
<b>Total Spending SB 6001 (subtraction)</b>	<b>\$2,459.6</b>
<b>Revised Ending/Unappropriated Balance, SB 6001</b>	<b>\$7.3</b>



# **K-12 Education & Other Education**

# Direct Aid

FY 2024 Actions (\$ in millions)	GF	NGF	Total
Student Learning & Flexible Operating Support (Per Pupil Add-On)*	\$418.3		\$418.3
Support Position Ratio Adjustment from 21 to 24 per 1,000 ADM	152.3		152.3
Two Percent SOQ-funded Salary Increase (effective January 1, 2024)	54.6		54.6
School Safety and Security Grants (NGF ARPA)	12.0	8.0	20.0
Equipment Support Chesapeake Regional Center	3.0		3.0
Security and Equipment Falls Church Public Schools	3.0		3.0
Accomack and Northampton Supplemental Funding	1.7		1.7
YMCA Power Scholars	0.3		0.3
Critical Security Language Grant Program	0.2		0.2
FY 2023 Lottery Residual Profit Transfer	<u>(86.2)</u>	<u>86.2</u>	<u>0.0</u>
<b>Total</b>	<b>\$559.2</b>	<b>\$94.2</b>	<b>\$653.3</b>

\* Additional language (see next slide)

# Language and Other Actions:

---

## Language:

- **\*Direct Aid Flexible Funding (\$418.3 million):** Based on a per pupil amount (average daily membership and federal free lunch participants). Priority placed on Virginia Literacy Act implementation and learning loss recovery. No local match required. Funds may be carried forward to the next biennium.
- **Childcare staffing ratios:** Extend flexibility for the Childcare Subsidy Program through June 30, 2024.
- **VPI and Mixed Delivery:** Align teacher licensure requirements.
- **Joint Subcommittee on Elementary and Secondary Education Funding:** Establish a subcommittee to review recommendations from the JLARC report on “Virginia’s K-12 Funding Formula”.

## Other Actions:

- **Department of Education/Virginia Literacy Act Implementation:** \$6.7 million NGF (ESSER funds) to support and expand implementation through grade eight.

# Other Education

---

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>
Library of Virginia: State Aid to Local Libraries	\$3.6
Library of Virginia: IT Improvements	1.4
Commission for the Arts: State Theatre of Virginia	0.9
<b>Total Other Education</b>	<b>\$5.9</b>



# Higher Education

# Higher Education

---

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>
Maintain Affordable Access: Operations	\$75.0
Maintain Affordable Access/SCHEV: Financial Aid and Low-income Pell Initiative	75.0
EVMS: ODU Merger Costs	14.0
VCCS: Workforce Initiatives	8.4
Maintain Affordable Access: Nursing Initiatives	5.8
SCHEV: Workforce Credential Grant (FastForward)	5.0
VCU: Cancer Research	2.5
UVA: Cancer Research	2.5
VT: Transcranial Magnetic Stimulation	1.0

# Higher Education (cont'd)

GF Actions (\$ in millions)	FY 2024
SVHEC: Operations Support	\$0.6
RHEA: Operations Support	0.4
UVA-Wise: Center for Teaching Excellence	0.3
Longwood: Lake Country Distance Education Center	<0.1
SCHEV: Eliminate Unutilized Scholarship Program	<u>(0.5)</u>
<b>Total Higher Education</b>	<b>\$189.8</b>

## Other actions and language:

- Establish a Joint Subcommittee on Higher Education Funding: Priority is placed on a review of operations and financial aid funding models.
- Richard Bland College: Secretary of Education to review governance structure.
- VCCS: Truck Driving Program Support (\$2.8 million NGF).
- Other: UVA helipad reversion; tech talent savings; and higher education interest escrow reversion.





# Health and Human Resources

# Behavioral Health

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>
Crisis Services	\$58.0
Permanent Supportive Housing	30.0
Community Services Boards Compensation	18.0
Hospital-based Psychiatric Alternatives	10.0
Mobile Crisis Teams	10.0
School-based Mental Health Pilots	7.5
Chesapeake Hospital Enhancement of Behavioral Health Services	4.5
STEP-VA Inflation Adjustment	4.4
Children's Mental Health Services	4.2
Housing for the Seriously Mentally Ill	4.0
Virginia Mental Health Access Program	4.0
<b>Total Behavioral Health (DBHDS)</b>	<b>\$154.6</b>

# Medicaid

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>
Personal Care Services (5% increase on January 1, 2024)	\$20.8
Community-based Behavioral Health Services (10% increase on January 1, 2024)	8.7
500 Developmental Disability Waiver Slots (January 1, 2024)	7.6
Children's Hospital of the King's Daughters Supplemental Payments	5.1
Fund Specialized Wheelchair Reimbursement Legislation	1.3
Medicaid Early Intervention Services (12.5% increase on January 1, 2024)	0.6
Parity of Mental Health and Substance Use Disorder Services (January 1, 2024)	0.2
Enhancements to the Dental Program (January 1, 2024)	0.2
EPSDT Therapeutic Group Homes Rates / Collaborative Care Mgmt. (January 1, 2024)	0.1
Medicaid, Children's Health Insurance, Health Care Fund Revenue Adjustments	(262.7)
<b>Total Medicaid</b>	<b>(\$218.1)</b>

# Other Health and Human Resources

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>
Auxiliary Grant Rate Increase to \$2,055 a month on January 1, 2024	\$7.3
Health Care Workforce (Earn to Learn – ARPA; BH Loan Repayment; Nurse Preceptors)	4.5
State Match for Drinking Water Infrastructure Projects	3.4
Foster Care and Adoption Payments	2.3
Rent Costs of Local Health Departments	0.9
Medical Examiners Compensation (January 1, 2024)	0.8
Supplemental Funding for Area Agencies on Aging / Personal Care Rates	0.8
ALS Support; Samaritan House; Regional All Abilities Playground; SPARC; On Our Own; Youth for Tomorrow; Lighthouse Community Center (\$90,000 TANF); Flood Relief	2.2
Child Welfare Match Savings / Disability Determination Services Savings	(6.6)
Move Language Access Funding from Central Accounts (\$2.5 million)	-
<b>Total Other Health and Human Resources</b>	<b>\$15.6</b>

# Language

---

- Authorizes the reprocurement of the Medicaid managed care program.
- Requires service authorization for weight loss and newer diabetic drugs to ensure appropriate utilization.
- Directs modification of the emergency room utilization program to meet federal requirement.
- Authorizes a Medicaid supplemental payment program with private hospitals.
- Children's Services Act: Private day special education rate setting is not implemented.
- Emergency regulatory authority is provided to the Board of Dentistry to implement legislation.
- Conveyance of 25 acres of land at Eastern State Hospital.



# Public Safety & Veterans

# Public Safety and Veterans

GF Actions (\$ in millions)	FY 2024
Operation Ceasefire Grant Fund	\$15.0
Safer Communities Program (Grants to Norfolk, Richmond, Portsmouth; Office of Safer Communities at DCJS)	10.0
Firearm Violence Prevention and Intervention Grant Fund	5.0
DOC Operations (Lawrenceville Correctional Center Contract Increase, 24-Hour Nursing Coverage, Offset Decline in Special Revenue for Probation Positions)	6.4
State Police VITA Transformation	5.0
Local Law Enforcement Mental Health Commitment Custody and Transport	5.1
599 Program for Localities with Police Departments	2.1
Victim Witness Grant Program (Offset Decline in Federal Funding)	1.3
Internet Crime Against Children Task Forces (Northern and Southern)	1.7
Corrections Special Reserve Fund Deposit for Enacted Legislation	1.1
Witness Protection Program	1.0

# Public Safety and Veterans (cont'd)

GF Actions (\$ in millions)	FY 2024
State Police Organized Retail Crime and Impaired Driving Enforcement (Prorated for Six Months)	\$0.9
Veterans Cemetery Burial Fees	0.4
Department of Forensic Science Positions for Increased Caseloads (Prorated for Six Months)	0.2
State Police Helicopter Lease	0.2
Electric Vehicle Firefighter Training	0.1
Impact First Responders	0.1
Secure Software for the Commonwealth's Attorneys' Services Council	<0.1
Cannabis Control Authority Operating Budget (Adjust to Reflect Current Statutory Duties)	(5.9)
Language: Juvenile Detention Center Efficiency Study	<i>Language</i>
Language: Department of Juvenile Justice Length-of-Stay Study	<i>Language</i>
Technical: State Police Position Adjustment	<i>Language</i>
<b>Total Public Safety and Veterans</b>	<b>\$49.6</b>





# **Commerce & Trade – Economic Development**

# Economic Development – Incentive Payments

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>
EDIP: Business Ready Sites Program Fund (includes FY 2022 Contingent)	\$125.0
EDIP: Business Ready Site Acquisition Program Fund	75.0
EDIP: Major Headquarters Workforce Grant Fund (FY 2022 Contingent)	35.5
EDIP: Inland Port Development	10.0
EDIP: York County Cruise Ship Tender Pier and Transportation Facility	8.5
EDIP: Remediation for Sale of Central Virginia Training Center	6.0
EDIP: VEDIG 2nd Year Funding and Reappropriation Authorization	1.7
EDIP: Cloud Computer Cluster Infrastructure Grant Fund	<i>Language</i>
EDIP: MEI Project Threshold for Instate Relocations	<i>Language</i>
Part 3: Real Property Tax Treatment of Data Center Fixtures	<i>Language</i>
Part 4: Site Replacement Fund (surplus property transfers for economic development)	<i>Language</i>

# Commerce and Trade – Other

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>
DHCD: Community Development Financial Institutions Fund	\$1.5
DHCD: Workforce Innovation and Skills Hub (Fairfax County)	0.4
DHCD: Statewide Housing Needs Assessment	0.2
DNRG: Power Innovation Fund	4.0
VTA: Increase Visitors to the Carter Family Fold	0.5
VTA: Historic Study of the Green Book in Virginia	0.1
VEDP: Increase Support for Office of Labor Market Alignment	0.2
DHCD: Flood Relief for Buchanan and Tazewell (\$18 million NGF)	<i>Language</i>
DHCD: Enterprise Zone Grant Act GF Balance Reversion	<i>Language</i>
DHCD: Authorization to Use Federal Broadband Funding	<i>Language</i>
VTA: Spearhead Trail Support	<i>Language</i>
VEDP: Sites Administration	<i>Language</i>
<b>Total Commerce and Trade - Economic Development</b>	<b>\$268.6</b>



# Labor

# Labor

---

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>
SL: Establish Department of Workforce Development and Advancement	\$0.5
DOLI: Labor Law Workgroup GF Balance Reversion	<i>Language</i>
<b>Total Labor</b>	<b>\$0.5</b>



# Agriculture & Forestry

# Agriculture and Forestry

---

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>
DACS: Hemp Product Registration and Regulation	\$1.1
DACS: Dairy Producer Price Margin Coverage Program	0.7
DACS: Establish Wholesale Craft Beer Distribution Company	0.4
DACS: Blue Catfish Processing, Flash Freezing, and Infrastructure Grant Program	0.3
DACS: Allocate Positions Using Existing NGF Revenue	<i>Language</i>
<b>Total Agriculture and Forestry</b>	<b>\$2.5</b>



# Natural Resources



# Natural Resources – Water Quality Improvement Fund

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>	<b>Total</b>
<b>Mandatory WQIF deposits are directed to the following uses:</b>		
<b>WQIF: FY 2022</b>		<b>\$131.0</b>
DCR: Natural Resources Commitment Fund	131.0	
<b>WQIF: FY 2023</b>		<b><u>513.4</u></b>
DCR: Natural Resources Commitment Fund	207.4	
DCR: Resilient Virginia Revolving Loan Fund	100.0	
DCR: Dam Safety Improvements	25.0	
DEQ: Enhanced Nutrient Removal Certainty Program	151.0	
DEQ: Stormwater Local Assistance Fund	30.0	
<b>Total Water Quality Improvement Fund (FY 2022 and FY 2023)</b>		<b>\$644.5</b>

# Natural Resources – Nonstate Grants

GF Actions (\$ in millions)	FY 2024
New Market Battlefield	\$3.8
Culpeper Battlefield State Park Land Preservation	2.5
Dogwood Veterans Memorial	0.6
Buchanan Theater	0.5
Historic Fluvanna County Courthouse	0.3
Virginia Museum of Transportation	0.3
Preservation of Archeological Evidence Near James Fort	0.3
Gum Springs Museum and Cultural Center	0.2
Jefferson School African American Heritage Center	0.2
Nelson Heritage Center	0.2
Greensville County Training School	0.2
Pocahontas Cemetery	0.1
Weston Manor	0.1
St. Paul's College Museum and Archives	0.1

# Natural Resources – Other

<b>GF Actions (\$ in millions)</b>	<b>FY 2024</b>
DCR: Lake Anna Cyanobacteria Mitigation and Remediation	\$1.0
DEQ: Virginia Beach Stormwater Management Facility	10.0
DEQ: Virginia Beach Stormwater Encroachment Resilience Activities	7.0
DCR: Allocate Positions Using Existing NGF Revenue	<i>Language</i>
DEQ: Stormwater Local Assistance Fund Projects	<i>Language</i>
Part 4: Agricultural Land Exemption	<i>Language</i>
<b>Total Natural Resources</b>	<b>\$671.8</b>



# Transportation

# Transportation

GF Actions (\$ in millions)	FY 2024
VDOT: I-64 (FY 2022 Contingent)	\$150.0
DRPT: Central Virginia Rail-centric Economic Development Study	<i>Language</i>
VDOT: Trans. Partnership Opportunity Fund Deposit & High St. Innovation Corridor	<i>Language</i>
VDOT: VanBuren Road Extension Study	<i>Language</i>
VDOT: Conveyance of Land to Gordonsville	<i>Language</i>
VDOT: Examine Alternative Routes for the Southern Corridor	<i>Language</i>
<b>Total Transportation</b>	<b>\$150.0</b>



# General Government

# General Government - Legislative and Judicial

Legislative GF Actions (\$ in millions)	FY 2024
Legislative Operations	\$1.2
Commission on Electric Utility Regulation	0.3
Gaming Commission	0.2
Crime Commission Compensation Plan (effective January 1, 2024)	0.1
Conflict of Interest and Ethics Advisory Council Position	0.1
Council of State Governments	<u>&gt;0.1</u>
<b>Total Legislative</b>	<b>\$1.9</b>
Judicial GF Actions (\$ in millions)	FY 2024
Compensation Increases Judicial Employees, effective January 1, 2024 (District Courts Clerks and Deputy Clerks, Public Defender Officers, Virginia Criminal Sentencing Commission)	\$4.8
Increase Retired Recalled Judge Per Diem to \$400	1.7
Add Judge 22nd Judicial District	0.3
Add Court of Appeals Positions	<u>0.2</u>
<b>Total Judicial</b>	<b>\$7.0</b>

# General Government – Compensation Board and Other Agencies

<b>Compensation Board GF Actions, Effective December 1, 2023 (\$ in millions)</b>	<b>FY 2024</b>
Increase Compensation for Constitutional Officers and Their Employees (Offices of Sheriffs, Circuit Court Clerks, and Commonwealth Attorneys)	\$12.9
Restore Unfunded Positions in Commissioner of the Revenue and Treasurer Offices	2.9
Increase Local Responsible Jail Per Diem by \$1	1.4
Piedmont Regional Jail Authority (Positions and Federal Overhead Recovery Offset)	0.9
Career Development Plans	<u>&gt;0.1</u>
<b>Total Compensation Board</b>	<b>\$18.1</b>
<b>Office of Finance, Independent Agencies, and Executive Offices - GF Actions (\$ in millions)</b>	<b>FY 2024</b>
Revenue Reserve Deposit FY 2023	\$289.6
Fund Costs for Tax Administration / Rebate Checks	3.0
SCC: Hearing Aide Coverage for Minors; OSIG: Department of Corrections Ombudsman	0.7
OAG: Non-attorney Compensation / Organized Retail Crime Task Force; LT. Gov Operations	0.6
OSIG: Department of Corrections Ombudsman	<u>0.3</u>
<b>Total Finance, Independent Agencies, and Executive Offices</b>	<b>\$294.2</b>



# General Government – Central Appropriations

Central Appropriations GF Actions (\$ in millions)	FY 2024
Two Percent Increase State Employees and State Supported Locals, effective January 1, 2024	\$60.6
Mass Violence Care Funding	10.0
Presidential Primary Expenses Reimbursement	7.3
Transformation Initiatives	5.0
Planning Funds to Attract Sports Teams	0.3
Changes to Agency Costs (Health Insurance, IT, Rent, Worker's Comp. And LODA)	(3.0)
Transfer/Move Language Access Funds to HHR	(2.5)
Tech Talent Savings	<u>(2.9)</u>
<b>Total Central Appropriations</b>	<b>\$74.7</b>

## Language Items:

- Increase Cap in Criminal Injuries Compensation Fund for Survivors' Mental Health Counseling
- Reinsurance Program Continuation in Plan Year 2024
- Technical Language Allowing Transfer between the Criminal Fund and Involuntary Mental Commitment Fund
- Virginia Management Fellows Program Language
- Extend Pandemic Subcommittee; Virginia529 Workgroup; Gaming Commission; & Education Joint Subcomm.

# Changes to ARPA Allocations

NGF Actions (\$ in millions)	FY 2024
DEQ: Enhanced Nutrient Removal Certainty Program and Nutrient Reduction Grant Program	\$71.1
VEC: Appeals Staffing and Customer Contact Center	12.4
Direct Aid: School Security Grants	8.0
VDH: Earn to Learn	5.0
DEQ: Petersburg Poor Creek Pump Station	5.0
VCCS: CDL Program at Blue Ridge Community College	2.8
DOA: ARPA Reporting Costs	1.1
<b>Total ARPA Allocations</b>	<b>\$106.3</b>

- \$128.9 million in previously allocated ARPA funds are reallocated in this bill.
- \$106.3 million is reallocated and \$22.6 million is required to cover the ARPA allocations in Chapter 769.



# Capital Outlay

# Capital Outlay Includes \$211.3 million GF

FY 2024 Capital Outlay Additions	GF	NGF	9(c) Bonds	9(d) Bonds	VCBA/VPBA	Total
DGS - Construct New Courts Building	\$8,000,000					\$8,000,000
DGS - Construct New State Office Building and Parking Deck (Scope Change)						
DGS - Improve and Convey Property in Clarke County	6,000,000					6,000,000
FMA - Rehabilitation of Historic Buildings	7,039,000					7,039,000
WM - Improve Auxiliary Facilities				20,000,000		20,000,000
ODU - Renovate Baseball Stadium		10,726,126		10,000,000		20,726,126
ODU - Address Deferred Maintenance		20,000,000				20,000,000
UMW - Acquire Multi-Use Building Adjacent to Campus	15,000,000					15,000,000
Longwood – Replace HVAC Chillers	5,000,000					5,000,000
VCCS - Upgrade ADA Accessibility, Tidewater Community College	4,006,002	4,006,002				8,012,004
VT - Improve Building Envelopes		13,580,000		33,620,000		47,200,000
VT - Expand School of Medicine and Fralin Biomedical Research Inst. (Planning)		9,000,000				9,000,000
SMV - Demolish Workers Compensation Building	2,500,000					2,500,000
VDOT - Agency Renovations and Facilities		20,000,000				20,000,000
DVS - Veterans Care Center Renovations Treasury Loan Authorization						
DMA - Construct Army Aviation Support Facility		126,788,000				126,788,000
Central Capital - Equipment Pool	35,965,200	893,160				36,858,360
Central Capital - Planning Pool	9,200,000	250,000				9,450,000
Central Capital - 2022 Public Higher Education Pool NGF Adjustments		7,800,000		34,800,000		42,600,000
Central Capital - Supplement Pool	100,000,000					100,000,000
Central Capital - Maintenance Reserve	18,550,000	454,103				19,004,103
Central Capital - DGS Lease Language Downtown Richmond						
<b>Total Capital Outlay</b>	<b>\$211,260,202</b>	<b>\$213,497,391</b>	<b>\$0</b>	<b>\$98,420,000</b>	<b>\$0</b>	<b>\$523,177,593</b>

# Central Capital Planning Pool Includes 10 Projects

---

## Central Capital Planning Pool

DGS - Replace State Lab Facility (Pre-Planning)

VMI - Improve New Market Battlefield State Historical Park

VMI - Improve Hinty Hall and Facility Infrastructure

VMI - Renovate Financial Aid and Admissions Offices

CNU - Replace Plant Operations and Warehouse Replacement

VSU - Construct BOLT Leadership Center for Social Responsibility

VT Ext. - Improve Center Woods Complex

UVA - Construct Center for the Arts (NGF Pre-Planning)

IALR - Expand Manufacturing Advancement

WM - Renovate Historic Campus Renovations



# Appendix

# What Happens When There Is A General Fund Revenue Surplus?

---

- A general fund revenue surplus becomes part of the year end balances and is subject to specific adjustments provided in the Constitution and state law, as well as other accounting requirements.
- The adjustments are part of the process that involves multiple calculations made to prepare the Commonwealth's year end balance sheet.
- A surplus in "certified tax revenues" (income and sales tax) may trigger requirements for deposits into the Revenue Stabilization Fund or the Revenue Reserve Fund.
- Article X, Section 8, Constitution of Virginia Limit of tax or revenue; **Revenue Stabilization Fund.**
- § 2.2-1829, Code of Virginia; Reports of Auditor of Public Accounts; **Fund deposits and withdrawals.**
- § 2.2-1831.3, Code of Virginia; Commitment of funds for **Revenue Reserve Fund.**
- § 10.1-2128, Code of Virginia; **Virginia Water Quality Improvement Fund** established; purposes.
- § 2.2-1514, Code of Virginia; Commitment of general fund for **nonrecurring expenditures.**
- There are other situation-based adjustments that are part of the balance sheet calculations that may claim portions of the surplus such as authorized deficits or sum sufficient liabilities for natural disasters.

Source: Secretary of Finance Presentation on Surplus to SFAC; 06-02-2021.