


Overview of Conference Report

HB 29 (Amendments to 2022-24 Budget)

HB 30 (2024-26 Biennial Budget)

March 8, 2024

Topic Order

 Overview/ Resources	K-12 Education 	 Higher Education & Other Ed.	 Health & Human Res.	 Public Safety & Veterans
Economic Development 	Natural Resources/ Ag. & Forestry 	 Transportation	General Government 	 Capital Outlay

Overview and Resources

Conference Report - Key Themes in Spending

- Increases structural balance as compared to the introduced budget by reversing items to further align one-time sources with one-time spending (cash in capital outlay, some Literary Fund for school construction, etc.).
- Prioritizes funding for PreK-12 education and pay increases for teachers, state, and state-supported local employees.
- In Health and Human Resources, support is focused on behavioral health, crisis funding, and necessary Medicaid provider rate increases.
- In the introduced budget, mandatory spending in Medicaid, K-12 rebenchmarking, and backfilling Health Care Fund revenue shortfall consumed most GF resources.
- Reverses the \$1.0 billion of tax reductions from the introduced budget and accounts for revenue from the New Economy categories for individuals and some categories for businesses to allow for additional policy actions.
- New Economy categories recognize shifting consumption patterns to keep from further eroding the sales tax base (digital downloads, streaming, etc.).
- Revenue Reserve Fund withdrawal is spread between the two years and is used exclusively for one-time funding.

HB 29 GF Resource Changes

	Chapter 1	HB 29	Difference	Conf Amend.	Change
Prior Year Balance	\$10,930.6	\$10,930.6	\$0.0	-	\$0.0
Additions to Balance	(7,126.1)	(6,614.9)	511.2	11.0	522.2
Revenue Forecast	26,369.3	27,732.7	1,363.4	21.8	1,385.2
Transfers	<u>(129.8)</u>	<u>(50.4)</u>	<u>79.4</u>	<u>85.9</u>	<u>165.5</u>
Total GF Resources	\$30,044.0	\$31,998.0	\$1,954.0	\$118.7	\$2,072.7
Unappropriated Balance (Chapter 1)			\$7.3	-	\$7.3
HB 29 Difference in Available Resources			1,954.0	118.7	2,072.7
HB 29 Net Spending Decrease/(Increase)			<u>392.5</u>	<u>18.4</u>	<u>410.9</u>
HB 29 Carry Forward Balance			\$2,353.8	\$137.1	\$2,490.9

HB 30 GF Resources Available for Appropriation

(\$ in millions)	HB 30	Conf. Amend.	Total
Beginning Balance (from HB 29)	\$2,353.8	\$137.1	\$2,490.9
Adjustments to Balance	(1.0)	-	(1.0)
Ch.1 Base GF Revenue and Transfers	52,479.0	-	52,479.0
GF Economic Forecast Adjustments	6,029.2	-	6,029.2
GF Net Assumed Tax Policy Actions	(999.5)	2,146.0	1,146.5
Transfer Revenue Reserve Fund to GF	805.0		805.0
Transfer Adjustments	<u>2,271.8</u>	<u>297.4</u>	<u>2,569.2</u>
GF Resources Available for Appropriation	\$62,938.3	\$2,580.5	\$65,518.8
Ch.1 GF Base Budget, Adjusted Base by SFAC	\$58,929.4	-	\$58,929.4
GF Operating Spending	3,083.6	2,068.6	5,152.2
GF Capital Outlay Spending	<u>916.6</u>	<u>502.7</u>	<u>1,419.3</u>
Total GF Spending	<u>\$62,929.6</u>	<u>\$2,571.3</u>	<u>\$65,500.9</u>
Unappropriated Balance	\$8.7	\$9.2	\$17.9

Conference Tax Policy Actions Increase Revenue by \$2.1 Billion

General Fund Impact of Conference Tax Policy Actions			
(\$ in millions)	FY 2025	FY 2026	Biennium
Remove Governor's Tax Policy Actions in HB 30	\$410.5	\$589.0	\$999.5
Expand Sales Tax Base for New Economy B2C (Streaming, Digital Downloads, Digital Services)	156.6	393.2	549.8
Expand Sales Tax Base for New Economy B2B Software Application Services	144.2	360.5	504.7
Sports Betting Forecast Update	5.0	5.0	10.0
Reflect Actual Education Improvement Scholarship Tax Credit Utilization	4.0	4.0	8.0
Restore Land Preservation Cap in Part 3	10.3	10.3	20.6
Historic Rehabilitation Tax Credit	0.0	(7.5)	(7.5)
Increased Revenue from Tax Compliance Efforts	12.8	25.6	38.4
Net Additional Revenue from Legislation	<u>4.6</u>	<u>17.9</u>	<u>22.5</u>
Total Revenue Actions	\$748.0	\$1,398.0	\$2,146.0

Note: May not sum due to rounding.

Imposes existing sales and use tax on **digital personal property** (e.g., digital downloads) and **taxable services** (includes software application services, website hosting and design, data storage, streaming services, and computer-related services). **Applies sales tax to business-to-business transactions for software application services.**

Public Education

HB 29 Direct Aid: Summary of Amendments

GF Actions for FY 2024 (\$ in millions)	HB 29	Senate	Conf	HB 29 + Conf
Update Average Daily Membership (ADM) Projections Based on Actual Fall Membership Data from Fall 2023	(\$58.7)	-	-	(\$58.7)
Update Categorical Programs	0.9	-	-	0.9
Update Distributions for School Age Population Based on the Latest Estimate From the Weldon Cooper Center	0.1	-	-	0.1
Update Enrollment Data for English as a Second Language	(4.0)	-	-	(4.0)
Update Fall Membership in Direct Aid Program Formula	(0.8)	-	-	(0.8)
Update Incentive Programs	(37.2)	-	-	(37.2)
Update Lottery Proceeds for Public Education	(89.5)	-	-	(89.5)
Update Lottery Supported Programs	(18.6)	-	-	(18.6)
Update Remedial Summer School Program Participation	(2.7)	-	-	(2.7)
Update Sales Tax Revenues for Public Education	(71.4)	-	-	(71.4)
Update Supplemental Education Programs	(0.6)	-	-	(0.6)
Early Childhood Technical Update	-	(0.6)	(0.6)	(0.6)
VPI and Early Childhood Technical Updates	-	<u>(\$9.6)</u>	<u>(\$9.6)</u>	<u>(\$9.6)</u>
Transfer College Laboratory School Balances (Part 3)				
Total	(\$282.5)	(\$10.2)	(\$10.2)	(\$292.7)

Overview of Public Education in HB 30

- Conference amendments provide an additional \$1.2 billion GF over HB 30, as introduced. When combined with the policy actions in the introduced budget the total investment is over \$2.5 billion.
- Major GF investments across the biennium include:
 - \$539.1 million GF to provide 3 percent salary increases for teachers each year;
 - \$243.1 million to restore the general fund payment in lieu of sales tax;
 - \$527.8 million GF for early childhood care and education, including \$116.7 million over the introduced budget;
 - \$168.7 million GF to reflect the net impact of the New Economy sales tax base expansion;
 - \$371.3 million GF to increase funding for At-Risk students based on recent JLARC recommendations;
 - \$61.2 million GF to support the expanded reading specialist staffing standard;
 - \$72.1 million GF for additional English language learner teachers, transitioning to a tiered staffing standard based on student proficiency levels;
 - \$5.1 million GF to increase the reimbursement rates for the school breakfast program; and
 - \$4.4 million GF to implement new 2024 special education legislation.

HB 30 Direct Aid: Summary of Amendments

GF Actions for the 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf	HB 30 + Conf
Rebenchmarking, Technical Updates, or Removal of One-Time Items	(\$204.6)	(\$3.8)	(\$4.0)	(\$208.6)
3% Salary Increase Each Year	122.7	401.9	416.4	539.1
Remove Support Position Cap	-	400.7	0.0	0.0
Sales Tax Base Expansion New Economy	85.8	93.5	82.9	168.7
Restores General Fund Payment in Lieu of Sales Tax	(229.0)	243.1	243.1	14.1
At-Risk Add On	-	200.6	371.3	371.3
Per Pupil Funding for Students Placed At-Risk	-	169.8	-	-
Support Expanded Reading Specialist Staffing Standard	61.2	-	-	61.2
Increase Ratio of English Language Learners Based on Student Proficiency Level	-	26.7	72.1	72.1
Increase Reimbursement for School Breakfast Program from \$0.22 to \$0.28	-	6.8	5.1	5.1
Provide GF for VRS Contributions & Restores Literary Fund Construction Loans	(300.0)	300.0	150.0	(150.0)
Redirects GF and Restores Literary Fund for School Construction	115.0	(115.0)	(115.0)	-
1% Bonus for Instructional and Support Positions in FY 2025 (Redirected to salaries)	53.0	(53.0)	(53.0)	-
Remove Sales Tax Base Expansion in Introduced Budget	85.7	(85.7)	(85.7)	-
Redirect Funding for College Partnerships Laboratory Schools	60.0	(60.0)	(60.0)	-
Redirect Diploma Plus Funding	40.0	(40.0)	(40.0)	-
Redirect Cap on Supplemental Basic Aid Payments	3.5	(3.5)	(3.3)	0.2
Supplemental Support for Accomack and Northampton	<u>1.6</u>	<u>(1.6)</u>	<u>1.9</u>	<u>3.5</u>
Subtotal, Direct Aid	(\$105.1)	\$1,480.5	\$981.8	\$876.7

HB 30 Direct Aid: Summary of Amendments

NGF Actions for the 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB + Conf
Teacher Retirement (Partially Restores with GF to Use Literary Fund for School Construction)	\$300.0	(\$300.0)	(\$150.0)	\$150.0
Reduce Unfunded Liabilities for Teacher Retirement (Literary Fund)	235.0	(235.0)	(235.0)	0.0
School Construction Fund (NGF from Casino Gambling Proceeds)	160.0	-	-	160.0
Align NGF appropriation with Estimated Revenue (Virtual Virginia)	(\$43.6)	-	-	(\$43.6)
Total	\$651.4	(\$535.0)	(\$385.0)	\$266.4

Language directs the Department of Education to provide up to \$250.0 million over the biennium to support school construction loans through the Literary Fund.

HB 30 Supplemental Education: Summary of Amendments

GF Actions for the 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf	HB 30 + Conf
Career and Technical Education Initiatives	-	\$8.0	\$6.0	\$6.0
21 st Century Community Learning Centers	-	5.0	5.0	5.0
Community Schools Fund (SB 608 & HB 625)	-	1.0	5.0	5.0
National Teacher Certification Licensure	-	1.0	1.0	1.0
Recovery High Schools (Loudoun County & Hampton Roads)	-	-	1.5	1.5
Expand Richmond Teacher Residency Program	-	-	1.2	1.2
Communities in Schools Funding	1.0	(1.0)	(1.0)	0.0
PBS Blue Ridge	-	-	1.0	1.0
PBS Appalachia	-	-	0.5	0.5
eMediaVA Digital Content for Schools	-	0.2	0.4	0.4
AP, IB, and Exam Fee Reduction	-	-	0.8	0.8
Community Builders Pilot Program	-	0.4	0.8	0.8
Literacy Lab – Portsmouth	-	-	0.8	0.8
Critical National Security Languages Program	-	-	0.5	0.5
Reach Virginia	0.6	-	-	0.6
Virginia Holocaust Museum	0.4	-	-	0.4

Note: Row and column totals may not sum due to rounding.

HB 30 Supplemental Education: Summary of Amendments (cont'd)

GF Actions for the 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf	HB 30 + Conf
CTE Resource Center	-	-	\$0.4	\$0.4
YMCA Power Scholars	-	-	0.4	0.4
Civil War Museum	-	-	0.4	0.4
Increase Vision Screening Grant Funding	0.4	-	-	0.4
Reck League Mentor-Based Reading Program	-	0.3	0.3	0.3
Cardiac Emergency Response Plan Grants (SB 181)	0.0	0.3	0.0	0.0
Grow Your Own Teacher Program (transferred from SCHEV)	0.4	-	-	0.4
Dual Enrollment Credentials (transferred from SCHEV)	0.2	-	-	0.2
EduTutorVA	-	0.2	0.3	0.3
Soundscapes	-	0.1	0.2	0.2
Gretna Library	-	-	0.2	0.2
Public Safety Training Center – Prince William County	-	-	<u>0.1</u>	<u>0.1</u>
Total Supplementals	\$3.0	\$15.6	\$25.8	\$28.8

Note: Row and column totals may not sum due to rounding.

HB 30 Early Childhood: Summary of Amendments

- Provides \$527.8 million GF over the biennium, representing a \$116.7 million GF increase above the introduced budget for early childhood care and education programs, including the Child Care Subsidy Program, Mixed Delivery, and Virginia Preschool Initiative.
- Implements a waitlist process for the programs.
- Child Care Subsidy Program: Ensures families do not lose access to early childhood programs due to the expiration of federal pandemic relief funds and provides an additional 1,000 subsidy slots over the biennium. Maintains current co-payment and parental work requirements as implemented for FY 2024.
- Mixed Delivery: Implements attendance requirements, parental workforce activity, and family co-pays aligned with the Child Care Subsidy Program.
- Virginia Preschool Initiative (VPI). Maintains funds for unfilled slots and restores the local composite index cap that was removed in the introduced budget.

HB 30 Department of Education: Amendments

GF Actions for the 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	Total
Maintain Teacher Licensure System	\$0.8	-	-	\$0.8
Restore Funding for the Office of School Quality	(3.8)	2.9	3.8	0.0
Funding for Office of Community Schools	-	0.5	0.3	0.3
VALLS Literacy Screener	-	-	9.3	9.3
Support for Special Education Legislation	-	0.1	4.4	4.4
Fiscal Support for Joint Subcommittee	-	0.6	0.6	0.6
Asian American History Education	-	-	0.1	0.1
Redirect Funding for New State Assessment System (Language for a Plan)	40.0	(40.0)	(40.0)	0.0
Redirect Funding for Mental Health Services	14.4	(14.4)	(14.4)	0.0
Redirect Funding for Chief School Mental Health Officer	0.4	(0.4)	(0.4)	0.0
Redirect Digital Wallet for Child Care Subsidy Program	<u>\$1.0</u>	<u>(\$1.0)</u>	<u>(\$1.0)</u>	<u>0.0</u>
Total Department of Education	\$51.8	(\$50.7)	(\$36.3)	\$15.5

- **Provide flexibility for child care staff-to-child ratios.** Continues flexibility for the Superintendent of Public Instruction to change staff-to-child ratios and group sizes for licensed child care centers that participate in the Child Care Subsidy Program.
- **State Assessment System.** Requests an updated timeline related to costs and an implementation plan.
- **Office of School Quality.** Requires the submission of an initial report on the activities of the Office in FY 2023 and FY 2024 and the planned organizational structure, staffing, and resource needs over the next five years. Requires funds to be unallotted until an initial report is submitted on July 1, 2024 and a progress report is provided by June 1, 2025.

Higher Education and Other Education

Overview of Higher Education in HB 29 & HB 30

HB 29: Maintains \$1.8 million GF to fund the state match and maximize federal funds received due to Virginia State University's status as an 1890 Land Grant Institution.

HB 30: Includes a net increase of \$370.3 million GF over the biennium. Major investments include:

- \$205.4 million over the biennium to increase access, affordability, and degree production at public colleges and universities, including \$40.0 million in investments for Historically Black Colleges and Universities (HBCUs);
- \$40.0 million to support changes in financial aid policy related to waivers, including the Virginia Military Survivors and Dependents Program (VMSDEP);
- \$42.0 million in undergraduate need-based aid and graduate aid; and
- \$37.5 million to restore funding in the second year to support student access and completion initiatives for low-income students (Pell Initiative).

HB 30: Higher Education

GF Actions for the 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Institutions – Operational Support	-	\$54.0	\$205.4	\$205.4
Institutions – Undergraduate Need-Based Financial Aid	-	73.8	42.0	42.0
Institutions – Tuition Waiver Support (VMSDEP)	-	-	40.0	40.0
ODU/EVMS Merger	37.0	-	-	37.0
SCHEV – Restore Pell Initiative Funding in the Second Year	(37.5)	37.5	37.5	0.0
Institutions – Graduate Aid	-	10.0	4.0	4.0
Tuition Assistance Grant	-	-	4.0	4.0
Workforce Credential Grant	9.2	-	0.0	9.2
VA Military Survivors & Dependents Stipends	4.0	-	-	4.0
VSU – Cooperative Extension Services	3.6	-	-	3.6
SCHEV - Innovative Internship	-	-	2.5	2.5
JMU – Fast Flex Nursing Program	2.0	(2.0)	-	0.0
Virtual Library of Virginia Consortium	1.0	-	-	1.0
Online Virginia Network – Remove Funding	(8.0)	-	-	(8.0)
Campus Safety and Security (redirected to ongoing operational support)	16.6	(16.6)	(16.6)	0.0
Regional Career Placement Centers at VCCS	7.8	-	(7.8)	0.0
Mental Health Statewide Contract	6.0	(6.0)	-	0.0

HB 30: Higher Education

GF Actions for the 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf	HB 30 + Conf
New College Institute –Restores Funding in the Second Year	(\$3.1)	\$3.1	\$3.1	\$0.0
Institute for Advanced Learning and Research – IALR	-	0.2	1.6	1.6
Roanoke Higher Education Authority	-	0.2	0.8	0.8
Southern Virginia Higher Education Center	-	0.2	0.3	0.3
Southwest Virginia Higher Education Center	-	0.2	0.2	0.2
SCHEV – Virginia Women’s Institution for Leadership Program	-	-	0.1	0.1
SCHEV – College Transfer Grant	(1.6)	0.2	0.2	(1.4)
SCHEV – Restores Fund for Excellence and Innovation	(0.5)	0.5	0.5	<0.1
SCHEV – Restores Student Loan Ombudsman Funding	(0.3)	0.3	0.3	0.0
SCHEV – Restores Optometry Grant Program	<(0.1)	<0.1	<0.1	0.0
SCHEV - Transfer Grow Your Own Teacher & Dual Enrollment Credential Program – from SCHEV to DOE	(0.7)	-	(0.7)	(0.7)
Jefferson Lab	-	(1.0)	-	-
VCCS – CVCC Healthcare Expansion	-	-	0.1	0.1
VIMS – Facilities Review	0.2	(0.2)	(0.2)	0.0

- Additional funding provided for a life sciences research initiative for UVA, VCU, ODU, and VT through the Virginia Innovative Partnership Authority (VIPA) and for welding equipment at Southern Virginia Higher Education Center through the Higher Education Equipment Trust Fund (HEETF).

HB 30: Select Actions & Language Amendments

- **Maintain affordable access operational support (\$75.0 million each year):**
 - Transfers funding to each institution's base budget as authorized in Chapter 1, 2023 Special Session 1.
- **Tuition Waiver Adjustments - Virginia Military Survivors and Dependents Program:**
 - Requires the completion of state and federal financial aid applications to leverage other sources of funding;
 - Limits it to undergraduate programs;
 - Provides \$40.0 million for SCHEV to distribute to institutions for support of waiver costs; and
 - Provides a one-year hold harmless for existing students in the program.
- **Internship Program:**
 - Provides \$2.5 million the second year, redistributes the amounts to provide consistent funding each year, and includes language related to use of the funds.

HB 30: Select Language Amendments

- **Tuition Assistance Grant:**
 - Increases the award from \$5,000 to \$5,125 the first year and \$5,250 the second year.
 - Maintains the current online award amount at 50.0 percent of the campus-based award (\$2,250).
 - Permits institutions to develop an online application.
 - Extends the deadline for applications from July 31 to September 15.
- **FAFSA Simplification - Alignment of State Aid Language:**
 - Maintains language to align state aid with upcoming changes to the Free Application for Federal Student Aid (FAFSA).
 - Maintains the hold harmless for current students to continue state aid under current criteria.
- **Level III Language**
 - Removes requirements that Level III institutions provide 25.0 percent NGF to support education and general (E&G) projects that are new construction, major renovation, or an acquisition.

Overview of Other Education in HB 29 & HB 30

GF Actions for the 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf	HB 30 + Conf
LOV – Public Library Aid	\$0.0	\$5.0	\$5.0	\$5.0
Gunston Hall – Operating	0.0	2.2	0.6	0.6
VCA – William King Museum	<u>0.0</u>	<u>0.0</u>	<u>0.8</u>	<u>0.8</u>
Total	\$0.0	\$7.2	\$6.4	\$6.4

HB 30: Introduced Budget

- No GF allocations. NGF adjustments for VA Museum of Natural History.

Health and Human Resources

Overview of HB 29 – Health and Human Resources

- HB 29, as amended, includes a net reduction of **\$85.3 million GF** and a decrease of \$225.0 million NGF for HHR.

GF Actions for FY 2024 (\$ in millions)	FY 2024
Children’s Services Act	\$36.4
Health Care Fund (Funds Medicaid State Match)	28.5
Medicaid, Children's Health Insurance Program, Family Access to Medical Insurance Security, and Involuntary Mental Commitments Forecasts	(139.3)
Permanent Supportive Housing	(10.0)
Social Services (Child Welfare Forecast, SNAP Overissuance Settlement, Contract Costs for Income Verification, Summer EBT Program)	1.9
Modify Language Related to ARPA Funding for Administrative Systems	Language
Eliminate Office of Emergency Medical Services Part 3 Transfer (\$12.5 million)	Language
Dementia Funds to be Used for Discharge and Diversion of Older Adults	<u>Language</u>
Total HB 29 for HHR	(\$85.3)

Overview of Health and Human Resources in HB 30

- **Conference Report** provides an additional net \$333.6 million GF for a total net increase of \$2.0 billion GF over the biennium. Major GF spending amendments include:
 - \$1.2 billion GF to fully fund the Medicaid program and \$150.0 million GF in reserve;
 - \$119.0 million GF to fund community-based behavioral health services;
 - \$112.5 million GF to add 3,440 developmental disability waiver slots and increase rates by three percent each year;
 - \$97.0 million GF to fund the growth in the Children's Service Act program;
 - \$65.2 million GF for Medicaid provider rate increases;
 - \$62.6 million GF to fund the children's health insurance programs;
 - \$39.8 million to enhance salaries at state psychiatric and training center facilities; and
 - \$15.9 million GF for relative maintenance payments and alternative foster care arrangements.

DMAS Forecasts and Other Items

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Medicaid Forecast and Health Care Fund (Conf.: Liquid Nicotine Increase)	\$1,224.0	(\$42.0)	(\$24.1)	\$1,199.9
Conf.: Medicaid Forecast Contingency	-	-	150.0	150.0
3,440 Developmental Disability Waiver Slots (Conf.: Quarterly Phase-In; 3% Rate Increase Each Year)	150.2	(0.3)	41.1	191.3
Children's Health Insurance Programs Forecast	62.6	-	-	62.6
Fund Cover All Kids Legislation	-	12.4	-	-
Conf.: Increase Medicaid Dental Rates (3% Increase)	-	11.3	11.3	11.3
Conf.: Consumer-directed Facilitation Services	-	10.1	10.1	10.1
Conf.: Durable Medical Equip. Rates (Enteral formula & feeding tubes)	-	4.8	4.8	4.8
Senate: Medicaid Coverage of Human Donor Milk	-	4.4	-	-
Conf.: Nursing Facility Value-based Inflation / Locally-Owned Facilities	-	4.2	40.0	43.7
Replacement of Fiscal Agency Services System	3.2	-	-	3.2
Authorization and Funding for Managed Care Contract Reprocurement	1.2	(1.2)	-	1.2

DMAS Forecasts and Other Items

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Conf.: Enhancements to Eligibility Determination Process / Centralized Mail	-	-	9.5	9.5
Conf.: Medicaid Remote Patient Monitoring	-	2.7	-	-
Conf.: Therapeutic Group Home Rates for Children	-	1.7	1.7	1.7
Conf.: Evaluation of Medicaid Eligibility Determination	-	0.5	0.5	0.5
Senate: Medicaid Coverage of Long-Acting Injectables	-	0.4	-	0.4
Senate: Design of Community Health Worker Benefit	-	0.1	-	0.1
Conf.: Rate Increase for Peer Mentoring Services	-	>0.1	>0.1	>0.1
Conf.: Children's Hospital of the King's Daughters	-	-	5.4	5.4
Conf.: Graduate Residency Slots for OB-GYNs	-	-	1.0	1.0
Improve Third Party Liability Recoveries (Conf.: 14.0 Positions)	3 FTEs	4 FTEs	0.7	0.7
Restrict Medicaid Coverage of Weight Loss Drugs (40 BMI) (Conf.: 37 BMI)	(8.9)	-	-	(8.9)
Involuntary Mental Commitments Forecast	(3.2)	-	(1.0)	(4.2)
Clarify Coverage of Prevention Services for Adults	(0.6)	-	-	(0.6)

DMAS Language Items

- **Medicaid Managed Care Reprourement: Conference Report** modifies certain provisions of the implementation of the new contracts to limit any disruption for members and to ensure the General Assembly has appropriate oversight of implementation.
- **Medicaid Providers: Conference Report** creates a process for Community Health Centers to report changes in scope of service, modifies inflation for Psychiatric Residential Treatment Centers, requires guidelines for a Collaborative Care model, modifies requirements for Medicaid Consumer-Directed Facilitators, and creates a Disproportionate Share Hospital workgroup.

Community Behavioral Health

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Fund Additional Crisis Services	\$35.6	-	(8.0)	\$27.6
Conf.: Community Services Boards Workforce Development	-	15.0	15.0	15.0
Conf.: Discharge Assistance	-	-	12.0	12.0
Fund Psychiatric Emergency Rooms at Hospitals	10.0	-	(10.0)	-
Provide One-Time Funds for Mobile Crisis Units	10.0	-	-	10.0
Expand Alternative Transportation and Custody Program	9.4	-	-	9.4
Fund Crisis Co-Responder Programs	7.8	-	-	7.8
Fund Peer Wellness Stay Programs	6.7	-	-	6.7
Conf.: STEP-VA Services Inflation Adjustment	-	6.6	9.0	9.0
Increase Training for First Responders and Hospital Staff	5.2	-	-	5.2
Conf.: Staffing Support for Crisis Stabilization Units	-	5.0	5.0	5.0
Prince William County Youth Crisis Receiving Center (Conf.: Earmark)	-	4.5	Lang.	Lang.
Add 20 Psychiatric Residency Slots (DMAS)	2.0	-	-	2.0

Community Behavioral Health (cont'd)

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Conf.: Permanent Supportive Housing	-	-	6.0	6.0
Expand Funding for Adolescent Substance Use Disorder Services	1.7	-	-	1.7
Conf.: Bridge Behavioral Health	-	0.6	0.6	0.6
Complete Redesign of Medicaid Behavioral Health Services (DMAS)	0.5	-	-	0.5
Conf.: Virginia Association of Recovery Residences (Increase Oversight)	-	-	0.5	0.5
Fund Peer-to-Peer Mentoring Program	<u>0.4</u>	-	<u>(0.4)</u>	<u>0.0</u>
Total Community Behavioral Health	\$89.3	\$31.7	\$20.7	\$119.0

Conference Report Language Amendments:

Various Reporting on Community Services Boards

Reporting on STEP-VA

School-based Health Centers

Behavioral Health Facilities

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Salary Alignment for Clinical Roles	\$22.8	-	-	\$22.8
Salary Alignment for Food and Environmental Services Staff	17.0	-	-	17.0
Fund Temporary Kitchen at Eastern State	2.3	-	-	2.3
Fund Clinical Training Sites	1.4	-	-	1.4
Fund Grow Your Own Workforce Program	0.8	-	-	0.8
Conf: State Hospital Scheduling Software	-	-	0.8	0.8
Enhance Training for Preadmission Screening Clinicians	0.3	-	-	0.3
Adjust Medicaid Appropriation for State Facilities (DMAS)	(5.2)	-	-	(5.2)
Reduce Funds for Maintenance of Central VA Training Center Grounds	<u>(2.0)</u>	<u>1.0</u>	<u>0.5</u>	<u>(1.5)</u>
Total Behavioral Health Facilities	\$37.4	\$1.0	0.5	\$38.7

- **Conference Report** includes language to evaluate alternative placements to state psychiatric facilities.

Other Dept. of Behavioral Health and Developmental Services

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Part C Early Intervention Services	\$5.0	-	-	\$5.0
Transcranial Magnetic Stimulation Pilot (SB 636)	-	3.2	-	-
Conf.: State Rental Assistance Program	-	2.0	2.0	2.0
Fund Initiatives to Expand Mental Health Workforce	1.2	(1.2)	(1.2)	-
Expand Boost 200 to Pay for Costs of Supervisory Hours	1.2	-	-	1.2
Fund Youth Credentialing Database	2.0	(2.0)	(2.0)	-
Conf.: Provider Capacity for Developmental Disability Waivers	-	1.0	-	-
Add New Positions in Developmental Disabilities Division (8.0)	1.0	-	(0.6)	0.4
Reduce Funding for Local Inpatient Purchase of Service	(2.4)	-	-	(2.4)
Use Crisis Call Center Fund Balances to Support Crisis Efforts	(3.7)	-	-	(3.7)
Capture Underutilized Funds for Children's Inpatient Services	(1.6)	-	-	(1.6)
Appalachian Telemental Health / Technology Contract Savings	(1.4)	-	-	(1.4)

Department of Social Services

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Relative Maintenance Payment Program and Fund Supports for Kinship and Alternative Living Arrangements	\$15.9	-	\$0.4	\$16.3
Contract Costs for Income Verification for Public Benefits	12.0	-	-	12.0
Address TANF Block Grant Shortfall	10.2	-	-	10.2
Funding for Summer EBT Program for Children	5.4	-	-	5.4
Funding for Fatherhood Programs	4.0	(4.0)	(4.0)	-
Child Welfare Forecast	3.2	-	-	3.2
Funding for SNAP Overissuance Settlement Agreement	2.7	-	-	2.7
Transfer Housing Funding for Foster Care Youth from DHCD	1.2	-	-	1.2
Increase Funding for SNAP EBT Program Contract	1.3	-	-	1.3
Training Academy for Social Services Employees	-	1.7	3.1	3.1

- **Conference Report** provides \$620,000 in TANF to the Lighthouse Community Center, \$900,000 to the Virginia CASH Campaign, and \$1.1 million for a pilot project at Community Action Agencies.

Department of Social Services (cont'd)

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
CONF.: Child Advocacy Centers	-	-	\$5.5	\$5.5
CONF.: Replace CommonHelp System	-	-	3.9	3.9
CONF.: Language Access Funding	-	-	4.0	4.0
CONF.: Judge Swett, Nepali Comm., Tonsler League, Buffalow Pantry	1.0	-	1.3	2.3
CONF.: CASA for Prince William and Fairfax	-	-	2.0	2.0
Fund Advanced Contact to Medicaid Recipients at Renewal	0.1	(0.1)	(0.1)	-
Fund Adult Protective Services Hotline Capacity	0.5	-	-	0.5
Driver's License Program for Foster Care Youth	-	0.5	0.6	0.6
Convert Part-time SNAP Evaluation Reviewers to Full-time	0.2	-	-	0.2
Background Checks for Local DSS Employees and Contractors	0.1	-	-	0.1
Savings from Reducing Prevention Services Funding	(10.0)	-	-	(10.0)
Fund TANF Benefits and VIEW Childcare Forecast	(3.6)	-	-	(3.6)
Savings from Rent Decrease	(1.0)	-	-	(1.0)

Department of Health

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Supplant TANF Block Grant with GF (Contraceptives for Low-Income Individuals, Families Forward, Resource Mothers)	\$10.8	-	-	\$10.8
Expand the Behavioral Health Loan Repayment Program	10.0	(3.0)	(1.5)	8.5
Continue Nursing Education Acceleration Program	8.0	-	-	8.0
Add State Matching Funds for Drinking Water Infrastructure	6.2	-	-	6.2
Add Funds to Improve Agency Financial Oversight	3.6	-	-	3.6
Greene County Reservoir Project	-	3.0	3.0	3.0
Funding for Hampton Roads Proton Beam Therapy Institute	2.5	-	-	2.5
Conf.: Community Health Workers	-	-	6.4	6.4
Free Clinics and Community Health Centers	-	2.0	6.0	6.0
Expand Nursing Scholarships and Loan Repayment Programs	1.9	-	-	1.9
Establish Office of Grants Administration	1.2	-	-	1.2
Conf.: Prescription Drug Affordability Board (SB 274)	-	1.0	1.0	1.0

- Suspends the \$12.5 million transfer to the general fund from the Office of Emergency Medical Services.

Department of Health (cont'd)

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Staffing for the Chief Medical Examiner	-	1.0	0.5	0.5
Virginia Health Workforce Development Authority	-	1.0	2.6	2.6
Healthier757 Health Literacy Initiative	-	1.0	1.0	1.0
Conf.: Northern Virginia Firefighter Occupational Cancer Screening Pilot	-	-	0.9	0.9
Conf.: Maternal Mortality Team / Prince William Mobile Mammography	-	-	0.7	0.7
Adler Hospice	-	0.6	0.6	0.6
Cost Analysis of EPA PFAS and Copper Rules	-	0.5	0.5	0.5
Human Donor Milk Regulation (SB 499)	-	0.5	-	-
Adult and Pediatric Sickle Cell Programs / Conf.: Sickle Cell Registry	-	0.4	1.2	1.2
Local Health Department Rent Increases	-	0.3	0.3	0.3
Forensic Examiner Training / RX Partnership / Southwest GME Consortium	-	0.4	0.2	0.2
Other Actions Funds for Home Visiting Services, ALS Association, Special Olympics, Additional Staff for Healthcare Workforce Incentive Program)	2.4	(0.8)	(0.8)	1.6

Department of Health Language and NGF Items

- **Enhance Financial Controls: Conference Report** requires the agency to conduct a comprehensive review of all programs and address any deficiencies. It also includes regular reporting to better track spending.
- **Inventory and Review of Agency Fees: Conference Report** directs an inventory be developed of all agency fees and to determine their sufficiency in meeting program costs.
- **Support for Medflight Operations: Conference Report** requires Richmond area hospitals that receive patients through State police med-flight operations to support the med-flight paramedics through their Trauma Center Fund allocations.
- **Naloxone Provisions: Conference Report** provides \$8.0 million a year from Opioid Settlement funds to encourage more local production of Naloxone and designates \$2.0 million from existing funds to purchase eight milligram doses.

Other HHR Agencies

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
<u>Secretary of Health and Human Resources</u>				
Additional Position	\$0.3	(\$0.3)	(\$0.3)	-
Conf.: Reports on Crisis Funding, BH Clinic Model , & Call Centers	-	Lang.	Lang.	Lang.
<u>Children's Services Act</u>				
Fund the Children's Services Act Forecast	\$97.0	-	-	\$97.0
Fund Supports for Kinship Alternative Living Arrangements	2.4	-	-	2.4
<u>Aging and Rehabilitative Services</u>				
State Support for Centers for Independent Living Salaries	\$0.1	-	-	\$0.1
Conf.: Brain Injury, CILs, Council for Aging, Guardianship, Dementia Progs.	-	3.3	6.0	6.0
<u>Opioid Abatement Authority</u>				
Base Appropriation for Opioid Abatement Authority (NGF)	\$142.2	-	-	\$142.2
Conf.: Set Out Administrative Budget & Transfer to Independent Agencies				

Public Safety and Veterans

Overview of Public Safety in HB 30

- Significant Conference Report amendments over the biennium include:
 - \$20.0 million GF for the Aid to Localities with Police Departments (“599”) Program;
 - Net increase of \$1.9 million GF for community violence reduction grants, in addition to \$74.0 million GF included in the base budget;
 - \$10.7 million GF for victim services agencies, in addition to \$20.2 million GF included in the introduced budget; and
 - Redirects \$18.0 million GF for a proposed one-time law enforcement recruitment and wellness initiative to other priorities.
- Significant combined introduced and Senate actions over the biennium include:
 - \$41.3 million GF to transition Lawrenceville Correctional Center from private to state management;
 - \$13.3 million GF to establish a Department of Corrections career progression program for correctional officers; and
 - Savings of \$119.7 million GF to recognize the closures of four Department of Corrections facilities.

Department of Corrections: Summary of Amendments

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Transition Lawrenceville to State Management (+\$5.3M in HB 29)	\$42.9	(\$1.6)	(\$1.6)	\$41.3
Career Progression Program	19.0	(9.6)	(5.7)	13.3
Operational Funding (Food, Utilities, Admin)	6.0	2.0	(2.0)	4.0
Salary Increases for Vacant Positions	5.8	(5.8)	(5.8)	-
Full-Body Scanners	4.1	-	-	4.1
Emergency Medical Services Sussex County	1.0	(1.0)	(1.0)	-
Corrections Special Reserve Fund ("Woodrums")	0.4	0.8	0.8	1.3
State Share Franklin County Jail Renovation	<0.1	-	-	<0.1
Savings from Four Facility Closures	(118.6)	(1.1)	(1.1)	(119.7)
Removing Funding for DMV Connect Program	(0.4)	0.4	Lang	(0.4)
Career Pipeline Pilot Program	-	1.0	0.5	0.5
Air Conditioning DOC Facility	-	7.7	7.7 (Capital)	7.7 (Capital)
Adjust Certain Base Items to Account for Current Workload	-	(14.6)	(7.6)	(7.6)
Adopted Legislation (SB 696, SB 719) + Lang (HB 77, HB 45)	-	6.8	6.5	6.5
Total	(\$39.8)	(\$15.0)	(\$16.9)	(\$56.7)

Lang: Conf. Report removes language that prohibits certain inmates with "mixed" sentences from earning enhanced sentence credits.

Department of Criminal Justice Services: Summary of Amendments

DCJS GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Law Enforcement Recruitment and Wellness	\$18.0	(\$8.0)	(\$18.0)	-
Victim Services Agencies	10.7	12.0	10.7	21.4
Increase Grants to Combat Hate Crimes (language change)	2.0	Lang	Lang	2.0
Replace System; Remove Vacant Position & Pilot for Closed Jail	0.3	-	(1.0)	(0.7)
Safer Communities Program (add Roanoke, VCU research)	-	7.0	7.0	7.0
Aid to Localities with Police Depts. (599)	-	20.0	20.0	20.0
Community Violence Reduction Organizations	-	6.0	7.3	7.3
Expand Pretrial Services to Additional Localities	-	0.4	0.4	0.4
Other Programs (Trafficking Prevention, Reentry)	-	-	0.7	0.7
Legislation (SB 88, SB 522/HB 797, SB 547, HB 637, HB 250, HB 611)	-	0.9	1.9	1.9
School Resource Officer Grants (Adjust to Utilization)	-	-	(10.9)	(10.9)
Operation Ceasefire (Lang prohibiting state agencies, certain equipment)	-	-	(15.0)	(15.0)
Total	\$31.0	\$38.3	\$3.0	\$34.0
NGF: Jail-Based Opioid Use Treatment Program (\$2.0M) & Substantial Risk Order Program (\$0.8M)				

Virginia State Police: Summary of Amendments

VSP GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Sworn Officer Pay Step Increase	\$6.0	(\$3.0)	(\$3.0)	\$3.0
Replace Three Airplanes	3.3	-	-	3.3
Virginia Fusion Center Positions (7)	1.4	(0.3)	(0.8)	0.6
Background Check Positions Supporting Legislation (4)	0.7	(0.3)	-	0.7
Med-Flight Personnel Chesterfield County*	0.8	(0.8)	(0.8)	-
Funding No Longer Needed (Retired Debt Service, Position)	(1.4)	-	-	(1.4)
Body-Worn Cameras	-	6.2	Lang	Lang
Aviation Division Pilots (Two)	-	0.6	0.6	0.6
Adopted Legislation (HB 300, HB 916, SB 504 NGF)	-	0.6	0.3	0.3
Technical: VSP Base Budget Fix	-	(0.2)	(0.2)	(0.2)
Total	\$10.8	\$2.8	(\$3.9)	\$6.9
NGF: VA Criminal Information Network Upgrade (VCIN)	\$2.0 NGF	-		\$2.0 NGF

*Companion amendment under Health and Human Resources allocates NGF from the Trauma Center Fund for this purpose the second year.

Other Public Safety Agency Agencies: Summary of Amendments

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Dept. of Emergency Management Warehouse	\$2.2	(\$0.5)	(\$0.5)	\$1.7
Emergency Communications Equipment	-	0.1	0.1	0.1
Dept. of Forensic Science (DFS) Operations	1.6	-	-	1.6
DFS Impaired Driving Data	-	0.4	0.4	0.4
Technical: DFS Base Budget Fix	-	(0.3)	(0.3)	(0.3)
State Fire Marshal Operations (total does not sum due to rounding)	0.9	(0.4)	(0.4)	0.4
Comm. Atty. Services Council Software	<0.1	-	-	<0.1
Cannabis Control Authority (Move to Independent Agencies; Adjust GF & NGF for Legislation; incl. \$1M for Loans)	(2.0)	(2.3)	2.5	0.5
Dept. of Juvenile Justice Operating Budget	(1.5)	-	-	(1.5)
Secretary: Completed Study (also (\$0.5M) in HB 29)	(1.0)	-	-	(1.0)
Secretary: Fire Services Funding Sufficiency Study	=	=	<u>0.2</u>	0.2
Total	\$0.1	(\$3.0)	\$2.0	\$2.1
ABC NGF: Four New Stores (Intro); Cost of Goods Sold (Intro); Adjust for Legislation; Move to Independent Agencies				

Veterans and Defense Affairs: Summary of Amendments

- For Veterans and Defense Affairs agencies, combined introduced budget and Conference Report amendment actions provide an increase of \$21.3 million GF over the biennium.

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Veterans Care Centers Start-Up Operations	\$30.5	(\$14.0)	(\$11.4)	\$19.1
Veterans Virtual Service Center & Self-Service Portal	1.6	(0.7)	(0.7)	0.9
Dept. of Military Affairs (DMA) Cash Management System	1.2	-	-	1.2
Military Women's Memorial	0.5	(0.5)	(0.5)	-
Partnership for Petersburg Office	0.8	(0.8)	(0.8)	-
New Software Systems	<u>0.2</u>	<u>(0.1)</u>	<u>(0.1)</u>	<u>0.1</u>
Total	\$34.8	(\$16.1)	(\$13.5)	\$21.3
NGF: Veterans Care Center Operations	\$6.0 NGF	-	-	\$6.0 NGF

- HB 29: Introduced budget and conference report include \$0.3M for DMA legal costs.

Commerce & Trade – Economic Development

Overview of Commerce & Trade Conference Amendments to HB 30

- Major GF spending amendments include:
 - \$90.1 million GF over the biennium for life science research initiatives at UVA, VT, VCU, & ODU;
 - \$30.0 million GF for “make ready” assistance for at-risk broadband infrastructure projects;
 - \$175.0 million GF for the Housing Trust Fund;
 - \$40.0 million GF over the biennium for business ready sites;
 - \$42.4 million GF over the biennium set-aside for Amazon HQ2 payment in FY 2027;
 - \$20.0 million GF over the biennium for the Virginia Telecommunications Initiative;
 - \$40.0 million Treasury loan authorization to secure U.S. Navy housing investment;
 - \$716,106 for Fort Monroe utility commodity costs; and
 - \$2.0 million GF for the Southwest Regional Recreation Authority.

Commerce & Trade: Summary of Conference Amendments

GF Actions for 2022-24 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB30 + Conf.
EDIP: Business Ready Sites Program Fund	\$95.5	(\$95.5)	(160.0)	(64.5)
EDIP: Business Ready Sites Acquisition Program	25.0	(25.0)	(25.0)	-
EDIP: Develop Inland Port	10.0	-	(7.5)	2.5
EDIP: Amazon H2Q Incentive Set-Aside	85.0	85.0	(42.5)	42.5
DHCD: Virginia Telecommunications Initiative	(79.4)	29.7	-	-
DHCD: Establish Early Learning Capital Incentive Program	25.0	(25.0)	(24.0)	1.0
DHCD: Invest in Industrial Revitalization Fund	4.0	4.0	4.0	8.0
DHCD: Make Ready Broadband	-	-	30.0	30.0
SBSD: Disparity Study & SWAM Procurement Enhancement	-	-	1.8	1.8
FMA: Fund Utility Commodity Cost Increases	-	0.7	0.7	0.7
FMA: Address Costs of Public Works Contract	0.7	-	-	0.7
VEDP: Launch Innovative Framework	4.0	(2.0)	(2.0)	2.0
VEDP: Va. Office of Education Economics	2.6	(1.5)	1.0	3.6
VTA: Marketing for LPGA Tournament	-	-	5.0	5.0
VTA: Increase Funding for Spearhead Trails	0.8	2.0	2.0	2.8
VIPA: Life Science Research Initiative	100.0	(64.0)	(9.9)	90.1
DHCD: Manufact. Housing & Down Payment Assist. Prog.				Language
DHCD: Broadband, Equity, and Deployment Program				Language
VEDP: Clarify Audit Requirements				Language

Labor

Labor: Summary of Conference Amendments

Actions for 2022-24 Biennium (\$ in millions)	HB 30	Senate	Conf	HB 30 + Conf
Secretary: Secretarial Office Staffing (1.0 FTE)	\$0.2	(\$0.2)	(\$0.2)	\$0.0
DOLI: Transfer funding and positions to DWDA	(2.0)	-		(2.0)
DOLI: Child Labor Enforcement	-	-	0.1	0.1
DWDA: Establish Department (GF and NGF, 459 FTE)	260.6	-		260.6
DWDA: Start-Up Costs for New Department	3.2	-	(1.7)	1.5
VEC: Transfer Funds and Positions to DWDA (NGF)	(189.0)	-		(189.0)
VEC: Unemployment Compensation (SB 536)	-	0.7	0.7	0.7
VEC: Employer Notices (SB 381)	-	-	0.3	0.3
VEC: Paid Family and Medical Leave (SB 373)				Language
VEC: Fee to Support Administration				Language

Agriculture & Forestry

Ag. & Forestry: Summary of Conference Amendments

Actions for 2022-24 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
VDACS: AFID Funding	2.0	-	(1.0)	1.0
VDACS: Support for Inspected Slaughter	0.3	-	-	0.3
VDACS: Dairy Margin Coverage Premium Assistance Fund	-	0.5	0.5	0.5
VDACS: Blue Catfish Processing and Infrastructure	-	0.3	0.3	0.3
VDACS: Cannabis and Hemp Enforcement	-	0.6	0.6	0.6
VDACS: Invasive Species	-	-	1.0	1.0
VDACS: Livestock Depredation Control	-	-	0.6	0.6
DOF: Forest Sustainability Fund	-	5.0	2.5	2.5
DOF: Remove Derelict Fire Towers	1.4	(0.4)	(0.4)	1.0
DOF: Policy Analyst Position	-	0.4	0.4	0.4
DOF: Invasive Species	-	-	1.8	1.8
DOF: Forest Canopy Study (HB 309)	-	-	1.2	1.2
VDACS and DOF: Office of Farmland Preservation (SB 616)	-	-		Net Zero

Natural Resources

Overview of Conference Amendments to Natural Resources

- Major GF spending amendments include:
 - Maintains \$138.1 million GF and \$63.0 million NGF for a deposit to the Water Quality Improvement Fund;
 - Maintains \$100.0 million GF for the Virginia Community Flood Preparedness Fund;
 - Provides \$25.0 million GF in FY 2025 to support the Norfolk Coastal Storm Risk Management Plan;
 - Maintains \$50.0 million GF in FY 2025 for the Richmond Combined Sewer Overflow Project;
 - Provides \$26.5 million GF in FY 2025 to fund Bristol Landfill Remediation;
 - Increases base technical assistance for SWCDs by \$6.0 million and provides \$2.0 million for district dams;
 - Provides \$20.0 million for a pay-for-performance pilot program;
 - Includes \$20.0 million GF for capital improvements to historic sites and history museums;
 - Provides \$3.8 million Gf for the non-federal share of the clean-up project at Money Point; and
 - Provides \$3.4 million GF and \$1.6 million NGF to implement statewide coordinated invasive species plan.

Natural Resources: Summary of Amendments

Actions for 2022-24 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
DCR: WQIF Ag Cost Share (GF and NGF)	\$201.0	-	-	\$201.0
DCR: Norfolk Coastal Storm Risk Management Project	73.8	(48.8)	(48.8)	25.0
DCR: Virginia Community Flood Preparedness Fund	100.0	-	-	100.0
DCR: Resilient Virginia Revolving Loan Fund	25.0	-	(25.0)	-
DCR: SWCD VACS Program and Engineering Support	-	-	6.0	6.0
DCR: Fund Priority Agriculture BMP Support Positions	-	0.9	0.9	0.9
DCR: Natural Heritage Program Support	-	-	1.2	1.2
DEQ: Supplement Richmond CSO Funding	50.0	-	-	50.0
DEQ: Support Bristol Landfill Remediation	35.0	(17.0)	(8.5)	26.5
DEQ: Enhance Chesapeake Bay Monitoring	8.5	(8.5)	(8.5)	0.0
DEQ: Provide Support for Wetlands Mitigation Trading Platform	-	1.3	1.3	1.3
DEQ: PFAS Identification and Monitoring (SB 243)	-	0.8	0.8	0.8
DEQ: Hazardous Substances Discharge Regulation (HB 949)	-	-	0.5	0.5
DHR: Create Capital Grant Program for 250 th Anniversary	35.0	(35.0)	(15.0)	20.0
VMRC: Elizabeth River Remediation	-	-	3.8	3.8
VMRC: Reduce Oyster Restoration Annual Support	(1.0)	1.0	1.0	1.0

Pass-through Grants: Summary of Conference Amendments

Conference Amendments	GF \$ in millions
Poplar Forest Stabilization and Restoration	\$0.9
Stratford Hall Preservation and Expanded Interpretation	0.5
Menokin Preservation and Restoration	0.5
Virginia Museum of Transportation	0.3
James Solomon Russell Saint Paul's College Museum and Archives	0.1
Preservation American Jamestown Rediscovery Foundation	1.5
Haller-Gibboney Rock House Museum	0.4
African American Research Fellowship	0.5
Burwell-Morgan Mill	0.9
JXN Project	1.0
Museum for Americans in Wartime	5.0
Carver Price Museum	0.3
Valentine Museum	0.5
Buchanan Theater	0.2
Jefferson School – African American Heritage Center	1.0

Transportation

Overview of Conference Amendments to Transportation

- Recommends net increases of \$238.9 million GF over the biennium. GF spending amendments include:
 - \$101.0 million GF to establish a toll relief fund;
 - \$149.5 million GF for WMATA (and language to exceed the increase cap);
 - \$70.0 million GF for the I-81 Corridor Improvement Plan;
 - \$7.5 million GF for municipal dredging in the Middle Peninsula;
 - \$0.3 million GF to implement existing expunging and sealing legislation (DMV); and
 - \$0.2 million GF for a study of access improvements to the Central Virginia Training Center.
- Designates up to \$175.0 million from the year-end revenue surplus across the biennium for the I-81 Improvement Program.

General Government

Overview of HB 29 (Caboose Bill) – General Government

- HB 29, with Conference Report amendments, reflect a reduction of \$34.6 million GF and an increase of \$8.4 million NGF.
- **Conference Report** adds \$546,540 GF for Bank Franchise Tax modernization and \$381,150 GF for administration of skilled games legislation.
- **Conference Report** reallocates American Rescue Plan Act funds to the Department of Elections and to Tourism.

GF Actions for FY 2024 (\$ in millions)	FY 2024
Recognize Debt Service Savings	(\$21.5)
Projected Savings from Jail Inmate Per Diems	(15.0)
Savings from Jail Closures	(2.2)
Appropriation for Higher Education Credit Card Rebates and Interest Earnings	3.2
CONF: Bank Franchise Tax Modernization / Skilled Games Administration	<u>0.9</u>
Total HB 29 GF Actions for General Government	(\$34.6)

Overview of General Government in HB 30

- The introduced budget included a net increase totaling \$492.4 million GF over the biennium for the Secretariats under the purview of the General Government Subcommittee.
- **Conference Report provides an additional net \$326.9 million GF.**
- Major GF spending and savings amendments over the biennium include:
 - \$545.2 million GF for state and state-supported local salary increases;
 - \$79.5 million GF for the associated state costs of the minimum wage bill;
 - \$79.3 million GF for state agency health insurance premiums;
 - \$83.7 million GF for debt service costs;
 - \$52.0 million GF for the Commonwealth Health Reinsurance Program;
 - \$20.0 million GF to support the American Revolution 250 Commission;
 - \$28.8 million GF to support increased payments to court-appointed attorneys and a new public defender office; and
 - Savings of \$70.8 million GF in Compensation Board reimbursements to align with projected trends in the jail inmate population and vacancy levels in constitutional officers' offices.

Employee Compensation in HB 30, as Amended

- HB 30, as Introduced, include a total of \$601.5 million GF over the biennium in across the board and targeted compensation actions for state and state-supported employees and teachers.

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Salary Inc. for Teachers & Support Staff (Conf: 3% Each Year)	\$122.7	\$402.0	\$370.9	\$493.6
State & State-Supported Salary Increase (Conf: 3% Each Year)	59.6	361.9	485.6	545.2
State and State-Supported Local Bonuses (1% Each Year)	109.0	(109.0)	-	-
Teachers and Support Staff (1% Bonus in Second Year)	53.0	(53.0)	-	-
DBHDS Facilities – Clinical, Housekeeping, & Food Svcs	39.8	-	-	39.8
VSP, MRC, DWR, School for the Deaf and the Blind, DOC	31.4	(3.0)	(3.0)	28.4
Conf: Capitol Police	-	<u>2.6</u>	<u>1.2</u>	<u>1.2</u>
Total	\$415.5	\$601.5	\$854.7	\$1,008.2

Legislative: Summary of Amendments

SFAC GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
GA – Allow 2nd Legislative Aide to be Full-time with Benefits	-	3.6	-	-
Conf: Brown v. Board of Education Scholarships	-	-	2.0	2.0
Capitol Police - Compensation Plan	-	1.2	1.2	1.2
GA – Senate / House Operations	-	0.6	0.9	0.9
GA – Mass Transit Study	-	0.6	<0.1	<0.1
Conf: JCOTS Operational Support	-	-	0.4	0.4
Crime Commission Operational Support	-	0.3	0.4	0.3
Conf: Conflict of Interest and Ethics Adv. Council Position	-	-	0.2	0.2
Behavioral Health Commission – New Position	-	0.2	-	-
Commission on Youth – Special Ed. Dispute Resolution Study	-	0.1	0.1	0.1
Commission on Electric Utility Regulation – New Position	-	0.1	-	-

Judicial: Summary of Amendments

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Supreme Court Enterprise Resource Planning System	\$3.5	-	-	\$3.5
14.0 Court of Appeals Positions (plus staffing study)	2.8	-	-	2.8
State Funding for Specialty Dockets	2.3	(0.8)	(0.8)	1.5
Substitute Judge Per Diem Increase	-	2.0	1.4	1.4
Sealing Fee Fund	-	0.2	0.1	0.1
Jail Diversion Study	-	<0.1	<0.1	<0.1
Legislation (Court-Appointed Attorney Payments; Judgeships; New Public Defender Office; Civil Admission Hearings)	-	9.1	35.0	35.0
Total GF	\$8.6	\$10.6	\$35.8	\$44.4
Indigent Defense Comm. – NGF Appropriation Adjustments (opioid abatement grants; local supplements)	\$4.2 NGF	-		\$4.2 NGF
Language: Sentencing Commission Access to Court Data	-	Lang.		Lang.

Executive Offices: Summary of Amendments

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
GOV – Permitting Enhancement and Evaluation Platform	\$4.6	(\$4.6)	(\$4.6)	-
OAG – Increase Consumer Protection Staffing (6 FTEs)	1.4	-	-	1.4
OSIG – DOC Ombudsman	-	1.4	1.5	1.5
OAG – Continue Operation Ceasefire Efforts	DCJS Grant	DCJS Grant	2.6	2.6
OAG – Additional IT Positions (5 FTEs)	1.3	-	-	1.3
OAG – Conf.: Additional Positions Due to Legislation	-	1.2	0.8	0.8
OAG – Increase Rate Payer Protection Staff (2 FTEs)	0.6	(0.6)	(0.6)	-
GOV – Fund Five Artificial Intelligence Pilots	0.6	(0.6)	(0.6)	-
GOV – Support for the Children’s Ombudsman (1 FTE)	0.4	-	-	0.4
SOC – Conf.: Tribal Ombudsman	-	-	0.3	0.3
SOC – Increase Notary and Restoration of Rights Staff (2 FTEs)	0.4	(0.4)	(0.4)	-
GOV – Move Diversity, Equity, and Inclusion Funding	Language	Reverse	Reverse	Language
OAG - Authorize Fee Collection from Local SWCDs	Language	Reverse	Reverse	Language

Administration: Summary of Amendments

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Compensation Board				
Behavioral Health and Medical Treatment Positions in Jails	\$2.6	-	-	\$2.6
Adjust Const. Office Salaries Based on Population	0.4	-	-	0.4
Savings from Jail Closures (Bristol City & Hampton Roads Regional)	(31.4)	-	-	(31.4)
Jail Per Diem Appropriation Adjustment	(30.0)	-	-	(30.0)
Savings from Vacant Positions in Const. Officer's Offices (reserve fund)	(9.4)	-	-	(9.4)
Savings from Unlaunched Pilot Program	(0.2)	-	-	(0.2)
Statewide Automated Victim Notification System (plus language change)	-	0.4	0.4	0.4
Commonwealth's Attorneys' Office Positions	-	4.7	1.6	1.6
Circuit Court Clerk Workload Study	-	0.4	0.4	0.4
Sub-Total (Compensation Board)	(\$68.1)	\$5.4	\$2.4	(\$65.7)
NGF: Jail-Based Substance Use Disorder Treatment Program	\$0.5M	Transfer to DCJS	Transfer to DCJS	Transfer to DCJS
Language: Sheriff Salary Study; Subdivision Plat Extension; Circuit Court Clerk Audits				

Administration: Summary of Amendments

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
DGS: Enhance Capital Asset Management Capabilities	\$0.5	(\$0.5)	-	\$0.5
DGS: Supplant GF Position Costs with NGF Support	(4.0)	-	-	(4.0)
DGS: CONF: EVA Costs Related to Legislation	-	-	0.3	0.3
ELECT: Additional Positions for List Maintenance (1 FTE)	0.3	-	-	0.3
ELECT: CONF: Costs Related to Legislation	-	0.1	0.2	0.2
ELECT: CONF: Referendum Costs	-	0.2	0.2	0.2
SEC: Staff for Div. of Executive Administrative Services (1 FTE)	0.4	-	-	0.4
DHRM: Software for Statewide Performance Evaluation Process	0.5	-	-	0.5
DHRM: Pageup Recruitment Management System Fee	(0.2)	-	-	(0.2)
DHRM: CONF: Systems Change Related Legislation	-	-	0.1	0.1

- **Conference Report** moves the Department of General Services to Independent Agencies.

Finance: Summary of Amendments

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
TB: Adjust Funding for Debt Service Payments	\$83.7	-	-	\$83.7
TRS: CONF: Water Infrastructure Debt Defeasance (Craigsville)	-	3.8	3.8	3.8
TRS: CONF: Wrongful Incarceration Claim	-	-	0.4	0.4
TAX: CONF: Tax Compliance Positions	-	3.0	3.0	3.0
TAX: Bank Franchise Tax Modernization	-	0.6	0.6	0.6
TAX: CONF: Planning for New Tax System	-	-	1.0	1.0
TAX: CONF: Tax Administration of Legislation	-	-	1.4	1.4
DOA: Reduce Agency Operational Budget	(1.8)	1.4	1.3	(0.5)
DPB: Reduce Agency Operational Budget	(0.2)	0.3	0.3	0.1
TAX: Mandate Online Registration for New Businesses	(>0.0)	-	-	(>0.0)
TRS: New Fee and Recover Indirect Costs from VSAP	(0.2)	-	-	(0.2)

Central Appropriations: Summary of Amendments

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
State and State-Supported Salary Increases	\$168.6	\$253.0	\$376.6	\$545.2
Funding to Improve State Agency IT Infrastructure	150.0	(150.0)	(150.0)	-
Adjust Agency Health Insurance Premium Costs	106.3	-	(27.0)	79.3
Funding to Support American Revolution 250 Commission (Move to Legislative)	20.0	(20.0)	(20.0)	-
Funding for a Workforce Recruitment Program	15.0	(15.0)	(15.0)	-
Clean Energy Innovation Bank	-	20.0	10.0	10.0
Higher Education Rebates and Interest	6.4	-	-	6.4
Adjust Agency Information Technology Costs	5.9	-	-	5.9
Adjust Funding for Minimum Wage Costs (Language	4.3	79.5	79.5	83.8
Line of Duty Act Premium Increase	3.4	0.3	0.4	4.1
Funding for State Workers' Comp. Premiums	3.2	-	-	3.2

Central Appropriations: Summary of Amendments

GF Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
Senate: Judicial Retirement System Changes (SB 396)	-	\$1.5	-	-
Adjust Funding for State Agency Rent Costs	1.3	-	-	1.3
Funding to Aid in Potential Sports Team Relocations	0.5	(0.5)	(0.5)	-
Transfer Funding for Workforce Development Training	(34.0)	-	-	(34.0)
Adjust for State Employee Retirement Costs	(15.2)	-	0.6	(14.6)
Cardinal Financials System ISF Charges	(5.8)	-		(5.8)
Adjust Funding for Other Post-Employment Benefit Programs	(5.5)	-	(11.2)	(16.7)
Cardinal Human Capital Management System ISF Charges	(4.5)	-		(4.5)
Agency Worker's Compensation Premium Changes	(3.2)	-		(3.2)
Adjust Funding for Changes in DRM Premiums	(0.8)	-		(0.8)
Savings from Reduced Fleet Vehicle / Lease Rates	(0.8)	-		(0.8)
Adjust Funding for Performance Budgeting System Changes	0.0	-		0.0

Independent Agencies: Summary of Amendments

Actions for 2024-26 Biennium (\$ in millions)	HB 30	Senate	Conf.	HB 30 + Conf.
SCC: Health Reinsurance Program (GF)	\$52.0	-		\$52.0
NGF Actions:				
SCC: Health Reinsurance Program (CONF: Language)	\$686.0	-		\$686.0
SCC: Health Benefit Exchange	47.4	-		47.4
SCC: Address Workload Increase	12.0	-		12.0
LOTTERY: Base Appropriation for Locality Casino Payments	100.0	-		100.0
VA 529: Customer Service, IT, and Risk Management	9.9	-		9.9
VRS: Customer Service, Service Delivery, IT, and Internships	17.6	0.2	0.1	17.7
VRS: Support for Investment Department	5.8	-		5.8
VRS: Facility Repairs and Space Modifications	3.4	-		3.4
VRS: CONF: Workgroup on Judicial Retirement	-	-	Lang.	Lang.

- **Conference Report** moves the ABC Authority, Cannabis Control Authority, Dept. Of General Services, and Opioid Abatement Authority to Independent Agencies.

Capital Outlay

HB 30 Capital Outlay Program

Includes \$1.4 billion in GF cash and \$385.8 million in GF tax-supported debt.

HB 30 Capital Outlay Funding by Fund Type

(\$ in millions)	HB 30	Senate	Conf.	Total
General Fund	\$916.6	\$580.1	\$502.7	\$1,419.3
VPBA / VCBA GF Tax-Supported Bonds	334.9	(89.5)	50.9	385.8
9(c) Revenue Bonds	124.3	-	-	124.3
9(d) Revenue Bonds	9.3	-	-	9.3
Nongeneral Fund Cash	<u>749.9</u>	<u>(15.4)</u>	<u>21.4</u>	<u>771.3</u>
Total	\$2,135.0	\$475.3	\$575.0	\$2,710.0

Capital Program Focuses on Limiting Tax Supported Debt, Existing Commitments, and Maintenance Reserve

Capital Outlay Funding by Project Type (\$ in millions)					
Major Category	GF Cash	GF Debt	NGF Cash	NGF Debt	Total
Supplements	\$280.0	\$0.0	\$0.0	\$0.0	\$280.0
Water Quality Improvement Projects	200.0	200.0	0.0	0.0	400.0
Maintenance Reserve	464.0	0.0	0.0	0.0	464.0
Improvements and Renovations	115.8	97.5	687.2	28.8	929.3
New Construction	219.1	88.3	0.2	104.8	412.4
Acquisition	0.7	0.0	50.1	0.0	50.8
Planning	31.4	0.0	33.9	0.0	65.3
Equipment	108.2	0.0	0.0	0.0	108.2
Total	\$1,419.3	\$385.8	\$771.3	\$133.6	\$2,710.0

- \$280.0 million GF to supplement previously authorized projects for cost overruns;
- \$400.0 million GF and GF debt supported for Water Quality Improvement Projects;
- \$464.0 million GF for Maintenance Reserve allocations in both years (\$60.0 million increase over the introduced budget);
- \$213.3 million GF and GF debt for improvements and renovations at existing facilities;
- \$86.1 million GF for equipment for capital projects coming online within the next 18 months;
- \$22.1 million GF for Tech Talent Investment Program (Amazon HQ2) equipment; and
- New construction focuses on programmatically needed projects and replacements of critical facilities.

HB 30 Capital Projects

Construction Projects

DHR - Reconstruct Clermont Farm

DCR - Wadsworth and Natural Tunnel State Parks Improvements

Gunston Hall - Archaeology and Maintenance Facilities

JYF - Renovate Susan Constant

CWM - Renovate Historic Campus

CWM - James Monroe's Highland

CNU - Replace Plant Operations and Warehouse Building

JMU - Improve East Campus Infrastructure Phase 3

NSU - Replace Fine Arts Building

NSU - Improve Campus Infrastructure

ODU - Campus Infrastructure Repair

UMW - Priority Facility Improvements

VSU - Improvements South Entrance and Campus Security

VSU-Ext - Renovate Summerseat for Urban Architecture Center

VIMS - Construct Marine Operations Administration Complex

VMI - Replace Windows in Old & New Barracks

VT - Improve Campus Accessibility

VT-Ext - Renovate Center Woods Complex

VCCS - Systemwide Small Renovations

Planning Projects

GMU - Interdisciplinary Science & Engineering Building Preplanning

JMU - Expand Health and Behavioral Sciences Building

JMU - Renovate Johnston Hall

NSU - Living Learning Facility

ODU - Construct Engineering and Arts

UVA - Center for Arts

VCU - New Dental School

VSU - Renovate Virginia Hall

VT-Ext. - Agriculture Research Center Eastern Shore

VT - Renovate Derring Hall

VCCS - Replace Buchanan & Tazewell Halls - SWVCC Preplanning

Science Museum - Interior Space Reconfiguration Preplanning

DGS - State Office Building (Study 7th and Main / VDOT Annex Building sites)