



# SFAC Amendments

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SB 30 (2026-28 Biennial Budget)

February 26, 2026

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# Overview and Resources

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# 2026 Session Outlook

Mandatory budget pressures are outpacing revenue growth and will require attention for structural balance through the next biennium.

Medicaid and K-12 rebenchmarking needs are outpacing revenue growth. Large one-time balances can temporarily bridge the gap but should not be relied upon long-term.

- Federal actions are contributing to pressure on GF revenue and spending.
  - Revenue growth is expected to slow due to cuts in the federal workforce and Virginia’s overexposure to professional and business sector jobs also being reduced by federal contract reductions.
  - H.R. 1 shifts significant costs for the SNAP program to Virginia and requires additional spending to implement the work requirement under Medicaid. The introduced budget did not account for the \$211.0 million potentiality needed if the SNAP error rate remains above 10.0 percent. The Committee budget sets aside \$135.0 million for this purpose.
  - Members decided on conformity decisions in Chapter 7 (HB 29), providing certainty for taxpayers prior to filing season and continuity of the pass-through entity tax.
  - Further federal actions could reduce federal appropriations to the state or modify tax provisions impacting Virginia’s revenue.
- Members will need to evaluate options to align future spending with projected resources.

# SFAC Budget Prioritizes Affordability & Structural Balance

Affordability in the short- and long-term through investments in the budget:

- Standard deduction increase – \$9,200 for single filers and \$18,400 for joint filers;
- Rebate - \$100 for single filers and \$200 for joint filers;
- K-12 and Childcare - \$118.7 million for At-Risk, \$60.0 million for flexible per-pupil, \$25.6 million for Special Education, \$17.6 million for school breakfast, and \$50.0 million for a childcare pilot;
- Healthcare – increase in Medicaid personal care and waiver rates, maintains prenatal care program, and \$200.0 million for the expiring enhanced ACA tax credits;
- Housing/Eviction Diversion/Utilities - \$50.0 million for the Housing Trust Fund, \$13.0 million for the Eviction Prevention and Diversion Program, and \$20.0 million for the Clean Energy Innovation Bank; and
- Three percent pay raises per year for teacher and state employees & two percent raises per year for state-supported locals.
- Builds a structurally balanced budget with ongoing resources – including the expiration of the data center sales and use tax exemption and revenue from Senate legislation.

# Chapter 7 (HB 29) Resources

Changes to General Fund Resources Available for Appropriation			
(Biennial \$ in millions)	Chapter 725	Chapter 7 (HB 29)	Change
<b>Net Balance Adjustments</b>	<b>\$4,533.5</b>	<b>\$6,283.0</b>	<b>\$1,749.6</b>
Chapter 725 Revenue Estimate	\$62,021.4	\$62,021.4	\$0.0
GACRE Forecast Adjustments	-	915.1	915.1
Post-GACRE Adjustments	-	9.0	9.0
Tax Conformity	0.0	99.3	99.3
<b>Total GF Official Revenue Estimate</b>	<b>\$62,021.4</b>	<b>\$63,044.8</b>	<b>\$1,023.4</b>
<b>Transfers</b>	<b>\$2,962.3</b>	<b>\$3,326.0</b>	<b>\$363.7</b>
<b>GF Resources Available for Appropriation</b>	<b>\$69,517.2</b>	<b>\$72,653.8</b>	<b>\$3,136.6</b>
Unappropriated Balance			\$47.0
HB 29 Change in Available Resources <small>(\$5.2 m adjustment for Chp. 6)</small>			3,131.3
HB 29 Operating Spending Changes			(861.9)
HB 29 Capital GF Spending Changes			0.0
<b>Chapter 7 Unappropriated Balance</b>			<b>\$2,316.4</b>

# SB 30 Resources

SB 30 (Biennial \$ in millions)	SB 30	SFAC Amend	Total
FY 2026 Carryforward Balance and Reported Cash Balance	\$2,124.7	\$691.6	\$2,816.4
Chapter 725 GF Revenue and Transfers	64,513.6	-	64,513.6
Economic GF Forecast Adjustments	5,292.9	30.0	5,322.9
Net Assumed Tax Policy Actions	(632.7)	1,892.3	1,259.6
Adjustments to Balance	(1.0)	-	(1.0)
Transfer Adjustments	(7.1)	196.9	189.8
<b>Total GF Resources Available for Appropriation</b>	<b>\$71,290.4</b>	<b>\$2,810.8</b>	<b>\$74,101.3</b>
Chapter 725 Base Budget, Adjusted Base	\$65,436.6	\$0.0	\$65,436.6
Operating Spending	4,658.4	2,650.5	7,308.9
Capital Outlay Spending	890.0	448.2	1,338.2
Total Appropriations	<b>\$70,985.0</b>	<b>\$3,098.7</b>	<b>\$74,083.7</b>
<b>Unappropriated Balance</b>			<b>\$17.6</b>

# Resource Policy Actions

Resource Actions Impacting General Fund				
	(\$ in millions)	FY 2026	FY 2027	FY 2028
Remove Introduced Tax Actions		\$101.6	\$242.5	\$390.2
Conformity HB 29, as enrolled		99.3	156.1	117.4
Sports Betting Revenue Reforecast		-	15.0	15.0
SB 542 Cannabis Excise Tax		-	21.3	49.8
SB 763 Sales and Use Tax Firearm and Ammunition		-	28.9	69.4
SB 96 Braille Labeling Program Income Tax Credit		-	(0.5)	(0.5)
Sales and Use Tax Exemption Data Center Equipment and Software Expiration (GF and K-12 Transfer)		-	317.1	778.2
Standard Deduction (\$9,200/\$18,400)		-	(51.0)	(108.4)
Surplus Property Dispositions (Forensic Science Laboratory and 7th and Main St)		-	42.8	-
Racing Commission Transfer		-	5.0	5.0
Interest Earnings and Unused Nongeneral Fund Balances		0.0	26.0	0.0
<b>Total</b>		<b>\$200.9</b>	<b>\$803.2</b>	<b>\$1,316.1</b>

- Increase the state standard deduction from \$8,750 to \$9,200 for single filers and from \$17,500 to \$18,400 for joint filers.
- Extends the standard deduction and earned income tax credit sunset date to January 1, 2030.

# Tax Conformity Actions

<b>Chapter 7 (HB 29) Conformity Provisions</b>				
<b>(\$ in millions)</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	
0.5% floor on charitable contributions (1/1/26)	\$15.8	\$40.4	\$42.5	
Miscellaneous individual provisions (1/1/26)	(0.9)	(2.4)	(3.2)	
Restructure of opportunity zones program (7/4/25)	10.9	22.9	(27.0)	
1% floor on charitable contributions (1/1/26)	4.3	7.7	9.2	
Increase the business interest deduction (1/1/25-Expires 2030) & 20% 163(j) disallowed state deduction	65.3	72.4	72.0	
Miscellaneous business and international provisions	<u>3.9</u>	<u>15.1</u>	<u>23.9</u>	
<b>Total Conformity to H.R. 1</b>	<b>\$99.3</b>	<b>\$156.1</b>	<b>\$117.4</b>	

# Sales and Use Tax Data Center Equipment Exemption

Sales and Use Tax Data Center Equipment Exemption Expiration Effective Jan. 1, 2027 (\$ in million)						
Fiscal Year	GF – Unrestricted	GF – K-12	Transportation	Local Option	Other Regional**	Total
FY 2027 *	\$189.1	\$128.1	\$84.4	\$93.8	\$54.5	<b>\$549.9</b>
FY 2028	464.0	314.3	207.2	230.3	133.7	<b>1,349.4</b>
FY 2029	474.4	321.3	211.9	235.4	136.7	<b>1,379.7</b>
FY 2030	485.0	328.5	216.6	240.7	139.7	<b>1,410.6</b>
FY 2031	485.0	328.5	216.6	240.7	139.7	<b>1,410.5</b>
FY 2032	495.8	335.9	221.5	246.1	142.9	<b>1,442.1</b>

Source: SFAC analysis of TAX estimates. The tax base is calculated as the three-year average of reported equipment and software values, adjusted for inflation.

\*FY 2027 is adjusted for five months of collections.

\*\*Other regional revenue is approximately 89% for Northern Virginia Transportation Authority, 11% for Central Virginia Transportation Authority, and 17% elsewhere.

# Introduced Budget Six-Year Financial Plan

GENERAL FUND RESOURCES	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
<b>Prior Year Balance</b>	\$13.3	\$2,124.7	\$721.0	\$305.4	\$13.8	\$387.4	\$1,209.9
<b>Revenue</b>							
Net Individual Income	\$22,869.9	\$23,688.9	\$24,450.1	\$25,397.1	\$26,600.1	\$27,922.7	\$29,249.6
Sales and Use Tax	\$4,967.6	\$5,079.0	\$5,209.3	\$5,359.5	\$5,524.7	\$5,711.2	\$5,873.3
Corporate Income Tax	\$1,811.7	\$1,825.2	\$1,888.3	\$2,087.7	\$2,257.6	\$2,416.2	\$2,587.9
All Other Sources	\$2,533.6	\$2,562.8	\$2,677.4	\$2,797.8	\$2,887.1	\$2,972.3	\$3,062.5
<b>Total Revenue</b>	<b>\$32,182.8</b>	<b>\$33,155.9</b>	<b>\$34,225.1</b>	<b>\$35,642.0</b>	<b>\$37,269.4</b>	<b>\$39,022.4</b>	<b>\$40,773.3</b>
<b>Adjustments to Balance</b>	<b>\$1,769.1</b>	<b>(\$0.5)</b>	<b>(\$0.5)</b>	<b>(\$0.5)</b>	<b>(\$0.5)</b>	<b>(\$0.5)</b>	<b>(\$0.5)</b>
<b>Transfers</b>	<b>\$1,935.7</b>	<b>\$891.2</b>	<b>\$894.5</b>	<b>\$903.1</b>	<b>\$914.6</b>	<b>\$929.5</b>	<b>\$949.3</b>
<b>Total General Fund Resources</b>	<b>\$35,900.9</b>	<b>\$36,171.3</b>	<b>\$35,840.1</b>	<b>\$36,850.0</b>	<b>\$38,197.3</b>	<b>\$40,338.8</b>	<b>\$42,932.0</b>
<b>GENERAL FUND APPROPRIATION</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>	<b>FY 2031</b>	<b>FY 2032</b>
CH 725 Appropriation (FY 26) / Base Budgets	\$32,718.3	\$32,718.3	\$32,718.3	\$32,718.3	\$32,718.3	\$32,718.3	\$32,718.3
Base Adjustments	\$0.0	(\$44.8)	(\$44.8)	(\$44.8)	(\$44.8)	(\$44.8)	(\$44.8)
Other Operating Amendments	\$857.9	\$2,086.7	\$2,661.2	\$3,962.7	\$4,936.4	\$6,255.4	\$7,282.6
<b>Total Operating</b>	<b>\$33,576.2</b>	<b>\$34,760.2</b>	<b>\$35,334.7</b>	<b>\$36,636.2</b>	<b>\$37,610.0</b>	<b>\$38,928.9</b>	<b>\$39,956.1</b>
Capital Outlay	\$200.0	\$690.0	\$200.0	\$200.0	\$200.0	\$200.0	\$200.0
<b>Total GF Appropriation</b>	<b>\$33,776.2</b>	<b>\$35,450.3</b>	<b>\$35,534.7</b>	<b>\$36,836.2</b>	<b>\$37,810.0</b>	<b>\$39,128.9</b>	<b>\$40,156.1</b>
<b>GF BALANCE (RESOURCES LESS APPROPRIATION)</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>	<b>FY 2031</b>	<b>FY 2032</b>
Resources Less Approp - Annual Balance	\$2,111.4	\$721.0	(\$415.7)	\$13.8	\$373.6	\$1,209.9	\$1,566.0
Resources Less Approp - Cumulative/Biennium	\$2,124.7		\$305.4		\$387.4		\$2,775.9

Source: Virginia Secretary of Finance Presentation to the Joint Money Committee Meeting, December 17, 2025; \$ in millions.

# SFAC Six-Year Financial Plan

GENERAL FUND RESOURCES	Chp 7 FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
Prior Year Balance	\$13.3	\$2,316.4	\$7.8	\$17.6	\$117.5	\$836.0	\$1,951.7
Revenue	\$32,383.7	\$33,851.1	\$35,452.2	\$36,759.5	\$38,273.5	\$39,974.7	\$41,715.9
Adjustments to Balance	\$1,763.9	\$499.5	(\$0.5)	(\$0.5)	(\$0.5)	(\$0.5)	(\$0.5)
Transfers	\$1,935.7	\$999.1	\$983.5	\$994.0	\$1,007.5	\$1,022.4	\$1,044.1
<b>Total General Fund Resources</b>	<b>\$36,096.6</b>	<b>\$37,666.1</b>	<b>\$36,442.9</b>	<b>\$37,770.6</b>	<b>\$39,398.0</b>	<b>\$41,832.5</b>	<b>\$44,711.1</b>

GENERAL FUND APPROPRIATION	Chp 7 FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
Total General Fund Operating	\$33,580.2	\$36,520.1	\$36,225.4	\$37,461.7	\$38,370.5	\$39,689.5	\$40,719.4
Total General Fund Capital	\$200.0	\$1,138.2	\$200.0	\$200.0	\$200.0	\$200.0	\$200.0
<b>Total General Fund Appropriation</b>	<b>\$33,780.2</b>	<b>\$37,658.3</b>	<b>\$36,425.4</b>	<b>\$37,661.7</b>	<b>\$38,570.5</b>	<b>\$39,889.5</b>	<b>\$40,919.4</b>

GF BALANCE	Chp 7 FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
Resources Less Approp - Annual Balance	\$2,303.1	\$7.8	\$9.8	\$117.5	\$718.5	\$1,951.7	\$1,848.7
Resources Less Approp - Cumulative/Biennium	\$2,316.4		\$17.6		\$836.0		\$3,800.3

\* \$ in millions.

# Public Education & Other Education

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# Overview of Direct Aid in SB 30

SB 30 provides a net increase of \$1.3 billion GF and \$578.8 NGF to Direct Aid. This includes:

- \$579.0 million GF over the biennium in initial biennial rebenchmarking and technical costs, primarily driven by changes in non-personnel costs and offset by enrollment declines and VRS rate adjustments;
- \$576.2 million GF over the biennium to support the state share of a 3.0 percent compensation increase in each year for instructional and support positions;
- Targeted support for high-need student groups, including \$98.7 million GF and \$20.0 million NGF over the biennium to increase the At-Risk add-on, \$25.6 million GF over the biennium to increase the special education add-on, and \$17.6 million GF over the biennium to increase the school breakfast reimbursement rate;
- \$60.0 million NGF to increase the Infrastructure and Operations Per Pupil amount;
- \$50.0 million GF to support the Employee Child Care Assistance Program; and
- Supplanting \$235.0 million GF over the biennium with a like amount from the Literary Fund to support teacher retirement.

# SB 30 Direct Aid: Summary of Technical and Rebenchmarking Actions

(GF \$ in millions)	FY 2027	FY 2028	Biennium
Update VRS Rates for Retirement and Other Post-Employment Benefits	(\$106.9)	(\$107.0)	(\$213.9)
Rebenchmark the Cost of Direct Aid to Public Education	580.3	571.2	1,151.5
Update Average Daily Membership Projections	(160.0)	(205.5)	(365.5)
Update Career and Technical Education Data	16.9	17.0	33.9
Update Categorical Programs	0.1	0.2	0.3
Update Composite Index of Local Ability-to-Pay	(34.8)	(34.1)	(68.9)
Update Distributions for School Age Population	0.2	0.2	0.5
Update English Language Learner Data	(19.6)	(12.3)	(31.9)
Update Fall Membership Data in Direct Aid Program Formulas	(7.4)	(9.0)	(16.5)
Update Incentive Programs	(2.2)	(2.1)	(4.2)
Update Lottery Proceeds for Public Education (supplants a like NGF amount)	13.6	21.6	35.2
Update Lottery Supported Programs	6.1	9.8	15.9
Update Remedial Summer School Program Participation	(3.6)	(4.2)	(7.8)
Update Sales Tax Revenues for Public Education	16.5	37.6	54.1
Update Supplemental GF Payment in Lieu of Food and Hygiene Tax	0.6	1.1	1.7
Update VRS Rates for Non-Professional Employees	(3.0)	(3.0)	(5.9)
Update Supplemental Education Programs	0.2	0.2	0.4
<b>Total</b>	<b>\$297.2</b>	<b>\$281.9</b>	<b>\$579.0</b>

# SB 30 Direct Aid: Summary of Policy Changes

GF Actions (\$ in millions)	SB 30	SFAC Amend	Total
3.0% Compensation Supplement Per Year	\$382.9	\$193.3	\$576.2
Literary Fund Support for Teacher Retirement (supplants GF with NGF from the Literary Fund)	(285.0)	50.0	(235.0)
Increase At-Risk Add-On (also includes \$20.0 million NGF)	-	98.7	98.7
K-12 Sales Tax Adjustment	-	161.4	161.4
Increase Special Education Add-On by 1.0%	-	25.6	25.6
Increase School Breakfast Reimbursement Rate by \$0.22	-	17.6	17.6
Early Childhood Provisional Licensure Program	0.2	-	0.2
State Share of Funding for New River Valley Governor's School	0.4	-	0.4
State Share of Funding for Linwood Holton Governor's School	0.1	0.0	0.1
<b>Total</b>	<b>\$98.6</b>	<b>\$546.6</b>	<b>\$645.2</b>

## Nongeneral Fund Actions

- **School Construction:** Proposes \$324.0 million NGF the first year and \$25.0 million NGF the second year to support school construction.
- **Teacher Retirement:** Supplants \$235.0 million GF over the biennium with Literary Fund dollars to support teacher retirement.
- **Infrastructure and Operations Per Pupil:** Provides \$60.0 million NGF the second year to increase the Infrastructure and Operations Per Pupil amount.

# SB 30 Direct Aid: Supplemental Education

GF Actions (\$ in millions)	SB 30	SFAC Amend	Total
Community Schools Development and Implementation Planning Grants	\$0.0	\$5.0	\$5.0
Teaching Scholarship Loans	-	3.0	3.0
AI Pilot Program (SB 394)	-	2.0	2.0
Rockingham CTE	-	4.1	4.1
Excel Center	-	1.8	1.8
Richmond Teacher Residency	-	1.5	1.5
Virginia Museum of History and Culture Civics Connects Program	-	0.6	0.6
DonorsChoose	-	0.5	0.5
AED/CERP Grant Program	-	0.5	0.5
Opportunity Scholars	0.5	-	0.5
Blue Ridge Partnership for Health Sciences Feasibility Study	-	0.3	0.3
Virginia Alliance of YMCAs	-	0.3	0.3
Boys & Girls Club of the Northern Neck	-	0.3	0.3
Reck League	-	0.2	0.2
Girl Scout Youth Mental Wellness Program	-	0.2	0.2
American Civil War Museum (adds to existing \$200,000 GF each year)	<u>0.2</u>	<u>0.0</u>	<u>0.2</u>
<b>Total</b>	<b>\$0.7</b>	<b>\$20.1</b>	<b>\$20.8</b>

# SB 30 Direct Aid: Early Childhood and Select Language Amendments

## Early Childhood

- Provides \$50.0 million GF over the biennium to support the Employee Child Care Assistance Program in line with legislation passed by the Senate.
- Redirects \$137.3 million GF over the biennium in nonparticipation savings from the Virginia Preschool Initiative to create an estimated additional 6,745 birth-to-five slots in the Child Care Subsidy Program.
- Provides \$3.0 million GF the second year to support a phased reduction model for the Child Care Subsidy Program in line with legislation passed by the Senate.

## Select Language Amendments

- Authorizes the Department of Education (DOE) to withhold a portion of Lottery-funded payments to school divisions that do not comply with Annual School Report reporting requirements. Requires DOE to create guidance for this policy to correct compliance and has a delayed effective date of FY 2028.
- Requires divisions to receive approval from the Board of Education to begin participating in an existing Governor's School program, provides notice that additional state funds are subject to the appropriation of the Governor and General Assembly, and requires new academic year Governor's Schools to receive General Assembly approval.
- Clarifies that public charter schools, regional charter schools, and joint and regional schools cannot be excluded from consideration for School Construction Assistance Program grants by local school boards.
- Directs DOE to review funding mechanisms for regional career and technical education centers and make recommendations for potential changes.

# SB 30 Public Education: Summary of Amendments

Department of Education, GF Actions (\$ in millions)	SB 30	SFAC Amend	Total
Learning Management System	\$0.0	\$5.1	\$5.1
Support Virginia IEP System	2.0	-	2.0
Updated Assessment System Costs	2.4	-	2.4
Child Care Accounts	2.0	(2.0)	-
Support Impact of Passed Legislation	-	2.3	2.3
Support Jt. Subcommittee on Elementary and Secondary Education Funding	-	1.3	1.3
Develop Phased Reduction Model (SB 20)	-	0.6	0.6
EBT Program Administrative Fund	<u>0.3</u>	<u>0.0</u>	<u>0.3</u>
<b>Total</b>	<b>\$6.7</b>	<b>\$7.2</b>	<b>\$13.9</b>

*\*An amendment in Central Appropriations provides \$50.0 million GF the first year for the development of a statewide financial system to facilitate financial reporting from school divisions to the state.*

## Virginia School for the Deaf and the Blind (VSDB)

- Proposes \$2.2 million GF each year and 27.0 positions to support actual and projected enrollment growth at VSDB.

# SB 30: Other Education

GF Actions (\$ in millions)	SB 30	SFAC Amend.	Total
Science Museum of Virginia - Northern Virginia Science Center	\$2.2	\$0.0	\$2.2
Science Museum of Virginia - Operating Support	-	0.4	0.4
Virginia Museum of Fine Arts - Utilities, Information Tech, and Security	1.0	-	1.0
Library of Virginia - State Aid to Local Libraries	-	2.0	2.0
Jamestown-Yorktown Foundation - Operating Support	-	1.0	1.0
Frontier Culture Museum - Operating Support	-	0.5	0.5
Gunston Hall - Operating Support	0.0	0.4	0.4
<b>Total</b>	<b>\$3.2</b>	<b>\$4.3</b>	<b>\$7.5</b>

## Nongeneral Fund Actions

- Science Museum of Virginia – Northern Virginia Science Center.** In addition to the general fund noted above, provides \$3.2 million NGF the first year and \$3.2 million NGF the second year to support start-up and ongoing operations costs at the Northern Virginia Science Center, expected to open in spring 2027.
- Virginia Museum of Fine Arts.** In addition to the general fund noted above, provides \$258,064 NGF over the biennium to support increased costs in information technology, security personnel, and utilities.

# Higher Education

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# Overview of Higher Education in SB 30

The budget amendments to Higher Education total \$279.5 million over the biennium, including:

- \$100.0 million GF to maintain affordability for in-state undergraduate students;
- \$65.0 million GF for undergraduate financial aid;
- \$25.7 million GF for the Workforce Credential Grant program (Fast Forward);
- \$17.3 million GF for the Tuition Assistance Grant Program;
- \$12.2 million GF for healthcare workforce programs;
- \$3.4 million GF for marine science research and agriculture extension; and
- \$2.0 million GF to expand workforce development programs and support operations of the higher education centers.

# SB 30 Higher Education

(GF \$ in millions)	SB 30	SFAC Amend	Biennium
Maintain Affordability	\$27.5	\$72.5	\$100.0
Undergraduate Financial Aid	15.0	50.0	65.0
Workforce Credential Grant (Fast Forward)	13.6	12.1	25.7
Virginia Military Survivors and Dependents Education Waivers	40.0	-	40.0
IALR – GO TEC Administration	9.3	(9.3)	-
VCU – Expand Healthcare Workforce	3.8	-	3.8
VT – Expand Healthcare Workforce	3.8	-	3.8
Military Survivors and Dependents Education Stipends	2.5	-	2.5
RU – Nursing Program Support	2.1	-	2.1
Virtual Library of Virginia Consortium	1.1	-	1.1

# SB 30 Higher Education (continued)

(GF \$ in millions)	SB 30	SFAC Amend	Biennium
JMU – Fast Flex Nursing Program	\$1.0	\$1.0	\$2.0
VT - Cooperative Extension Operating Support	1.0	1.5	2.5
VIMS – Blue Crab Stock Assessment	0.9	-	0.9
VIMS – Algal Blooms Study	0.7	(0.7)	-
UMW – Graduate Nursing Program	0.7	-	0.7
Mental Health Workforce Grants	0.5	-	0.5
SVHEC – Equipment Funding	(0.2)	-	(0.2)
NCI – Address Status	(3.2)	3.2	-
<b>SFAC:</b> SVHEC – Expand Instructional Capacity	-	0.9	0.9
<b>SFAC:</b> SWHEC – Simulation Laboratory Staff	-	0.5	0.5
<b>SFAC:</b> RHEA – Operations Support	-	0.6	0.6

# SB 30 Higher Education (continued)

(GF \$ in millions)	SB 30	SFAC Amend	Biennium
<b>SFAC:</b> NSU – Enterprise Resource Planning	\$0.0	\$2.0	\$2.0
<b>SFAC:</b> CWM – Community Law Clinic	-	0.6	0.6
<b>SFAC:</b> CNU – Science and Engineering Research Center	-	2.3	2.3
<b>SFAC:</b> UVA-W – Enrollment and Retention	-	1.5	1.5
<b>SFAC:</b> GMU – Civics Education Pilot Program	-	0.1	0.1
<b>SFAC:</b> SCHEV – Tuition Assistance Grant Program	-	17.3	17.3
<b>SFAC:</b> SCHEV – Medical Education Grant for Service	<u>0.0</u>	<u>3.3</u>	<u>3.3</u>
<b>Total</b>	<b>\$120.1</b>	<b>\$159.4</b>	<b>\$279.5</b>

Note: Totals may not add due to rounding.

# Higher Education Language Items

- **SFAC Amendments:**

- Removes authorization for use of nongeneral funds from the Virginia College Savings Plan to support tuition waiver programs, including the Virginia Military Survivors and Dependents Education Program (VMSDEP).
- Authorizes the State Council of Higher Education for Virginia to conduct a study and impact analysis of the decline in international student enrollment at four-year colleges and universities in the Commonwealth and to develop recommendations to address such impacts.
- Clarifies that the mental health workforce program is ongoing by removing “pilot” from the description.
- Removes language related to a tuition cap included in the introduced budget.

# Health and Human Resources

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# Overview of SFAC Amendments to Health and Human Resources in SB 30

- SFAC amendments provide an additional \$138.3 million GF in FY 2027 and \$257.4 million GF in FY 2028 for a net increase of \$3.0 billion over the biennium when added to the introduced budget.
- Significant SFAC spending amendments include:
  - \$200.0 million GF for marketplace health insurance subsidies;
  - \$135.0 million GF for SNAP benefits dependent on the state's error rate;
  - \$50.0 million GF for grants for drinking water projects;
  - \$44.3 million GF for increased personal care rates;
  - \$29.5 million GF to restore the FAMIS prenatal program;
  - \$22.5 million GF for increased DD waiver services rates;
  - \$18.0 million GF for Ryan White HIV/AIDS Part B Services; and
  - \$11.1 million GF for Marcus Alert.

# Department of Medical Assistance Services (DMAS)

<b>GF Actions for 2026-28 Biennium (\$ in millions)</b>	<b>SB 30</b>	<b>SFAC Amend</b>	<b>Total</b>
Medicaid Utilization and Inflation	\$2,771.4	-	\$2,771.4
Adjust Health Care Fund	93.6	-	93.6
FAMIS Utilization and Inflation	80.1	-	80.1
DD Waiver Services Rates	59.3	22.5	81.8
<b>SFAC: Personal Care Rates</b>	-	44.3	44.3
<b>SFAC: Restore FAMIS Prenatal Program</b>	(29.5)	29.5	29.5
<b>SFAC: Graduate Medical Education Residencies</b>	-	11.1	11.1
Centralized Call Center and Eligibility Operations	4.7	-	-
Children's Health Insurance Programs	4.7	-	-
<b>SFAC: Donor Human Milk Coverage (SB 362)</b>	-	3.2	3.2

# DMAS (Continued)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
<b>SFAC:</b> Vagus Nerve Stimulator Medicaid Payment	\$0.0	\$1.3	\$1.3
<b>SFAC:</b> Telehealth for Office-Based Addiction Therapy	-	1.4	1.4
<b>SFAC:</b> Medicaid Works Eligibility	-	1.1	1.1
<b>SFAC:</b> Medicaid Program Integrity Vendor	-	1.0	1.0
<b>SFAC:</b> Pediatric Primary Care and Early Literacy Program	-	0.5	0.5
<b>SFAC:</b> Midwifery Workgroup	-	0.1	0.1
Eliminate Biennial Inflation for Medical Assistance Providers	(238.2)	-	(238.2)
Appropriate Utilization of Crisis Services	(108.0)	-	(108.0)
Appropriate Utilization of ABA	(67.6)	-	(67.6)
Administrative Inefficiencies in Managed Care	(45.8)	-	(45.8)
Standardize Hourly Limits across Home & Community-Based Waivers	(44.8)	-	(44.8)

# DMAS (Continued)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
Preferred Rebate on GLP-1 Drugs	(\$25.9)	\$0.0	(\$25.9)
Align the Adult Dental Benefit with other Insurance Plans	(23.6)	-	(23.6)
Remove Duplicative Members Enrolled in Other States	(11.5)	-	(11.5)
<b>SFAC:</b> Capture Pharmacy Rebates for 340B Medicaid Patients	-	(9.2)	(9.2)
Supplemental Drug Rebates for Continuous Glucose Monitors and Related Supplies	(4.8)	-	(4.8)
Streamline Service Facilitation	(4.4)	-	(4.4)
Changes in the Preferred Drug List	(3.3)	-	(3.3)
Medical Services for Involuntary Mental Commitments	(3.2)	-	(3.2)
Strengthen Oversight of Personal Care Services	(2.2)	-	(2.2)
Eliminate Automatic Increases for PRTFs and ARTS Providers	(2.0)	<u>0.0</u>	(2.0)
<b>Total</b>	<b>\$2,399.0</b>	<b>\$106.7</b>	<b>\$2,505.7</b>

# DMAS Language Items

- **SFAC Amendments:**

- Delays the next phase of the redesign of behavioral health services until July 1, 2027.
- Delays implementation of the single pharmacy benefits manager for Medicaid until July 1, 2027, to allow time for the procurement process.
- Delays the rebasing of nursing home rates for one year to allow more time for analysis of the change in the methodology and its impacts.
- Creates a Medicaid Financial Sustainability Workgroup to analyze expenditure trends and identify strategies to moderate the rate of spending growth while preserving access to quality care.

# Department of Behavioral Health & Developmental Services (DBHDS) (and Grants to Localities)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
<b>SFAC:</b> Substance Use Disorder Funding	\$0.0	\$23.1	\$23.1
<b>SFAC:</b> Marcus Alert Funding	-	11.4	11.4
<b>SFAC:</b> Hospital Discharge Planning Funds	-	6.0	6.0
<b>SFAC:</b> Comprehensive Psychiatric Emergency Programs	-	5.0	5.0
Transfer Data Service Support from CSBs to Central Office	3.2	-	3.2
Transfer State Hospital Discharge Funding to Facilities	2.3	-	2.3
<b>SFAC:</b> State Rental Assistance Program	-	2.0	2.0
<b>SFAC:</b> Bennett's Village Playground	-	1.5	1.5
<b>SFAC:</b> Specially Adapted Resources Clubs	-	1.0	1.0
<b>SFAC:</b> Growing Provider Capacity for DD Waiver Services	-	0.7	0.7

# Department of Behavioral Health & Developmental Services (DBHDS) (and Grants to Localities) (Continued)

<b>GF Actions for 2026-28 Biennium (\$ in millions)</b>	<b>SB 30</b>	<b>SFAC Amend</b>	<b>Total</b>
<b>SFAC:</b> Mile High Kids Community Development	\$0.0	\$0.5	\$0.5
<b>SFAC:</b> Recovery Residences ( <b>SB 270</b> )	-	0.5	0.5
<b>SFAC:</b> Marcus Alert Evaluation Analyst	-	0.3	0.3
Service Dogs of Virginia	0.3	-	0.3
Virginia 988 Suicide and Crisis Lifeline Service	(5.4)	-	(5.4)
Transfer Data Services Support from CSBs to Central Office	(3.2)	-	(3.2)
Transfer State Hospital Discharge Transportation Funding to Facilities	(2.3)	0.0	(2.3)
<b>Total</b>	<b>(\$5.1)</b>	<b>\$51.9</b>	<b>\$46.8</b>

# DBHDS Language Items

- **SFAC amendments:**

- Adds oversight requirements for the Permanent Injunction with the U.S. Department of Justice to include reporting on spending and compliance.
- Examines alternatives to the 10.0 percent local match requirement on state Community Services Board funding.
- Directs the Department of Behavioral Health and Developmental Services to identify strategies to serve more individuals subject to an ECO or TDO in crisis facilities.
- Requires the annual performance contracts with Community Services Boards to maximize billing of Medicaid services.

# Department of Social Services (DSS)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
<b>SFAC:</b> Appropriation for SNAP Benefits	\$0.0	\$135.0	\$135.0
SNAP Administrative Costs	100.4	-	100.4
Centralized CPS Intake System ( <b>SFAC: Modified SB 640</b> )	32.7	(31.7)	1.0
Increase Salary Minimum for LDSS Family Services Employees	6.9	-	6.9
LDSS State Oversight Mechanisms	3.4	-	3.4
<b>SFAC:</b> Child Advocacy Centers	-	3.0	3.0
SNAP Quality Insurance Team	2.4	-	2.4
<b>SFAC:</b> Payment Error Rate Vendor	-	2.0	2.0
<b>SFAC:</b> Virginia Children's Partnership	-	1.5	1.5
<b>SFAC:</b> Workforce Development in Fairfax County and Prince William County	-	1.5	1.5
Centralized Printing, Postage, and Courier Services	1.2	-	1.2

# DSS (continued)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
Increase SNAP Quality Control Reviewer Salaries	\$1.2	\$0.0	\$1.2
<b>SFAC:</b> Food Assistance Grants	-	1.0	1.0
<b>SFAC:</b> Roanoke Pilot Multidisciplinary Law Office	-	0.7	0.7
Overtime for CPS Priority Response for Children Under Three	0.4	-	0.4
<b>SFAC:</b> Unlicensed Care Homes ( <b>SB 564</b> )	-	0.2	0.2
TANF and VIEW Forecast	(2.0)	-	(2.0)
Remove SNAP Overissuance Settlement Funding and Edit Language	(2.7)	-	(2.7)
Supplant GF with TANF for Discretionary Activities and Remove Pilot	(4.4)	-	(4.4)
Child Welfare Forecast	(5.8)	-	(5.8)
Underutilization of the Relative Maintenance Payment Program	(12.0)	<u>0.0</u>	(12.0)
<b>Total</b>	<b>\$121.7</b>	<b>\$113.2</b>	<b>\$235.0</b>

# DSS Language Items

- **SFAC Amendments:**

- Requires DSS to establish and maintain a quality control methodology for determining each local DSS agency's SNAP error rate and publish local error rates for the previous federal fiscal year on its website;
- Clarifies the authority for use of Temporary Assistance for Needy Families (TANF) funds to only those programs and services authorized in the Appropriation Act, authorized by the General Assembly or required by federal law;
- Clarifies that DSS cannot alter local match rates, methodologies, or policies in any manner that would increase the state share of program costs unless authorized by the General Assembly or required by federal law; and
- Requires the Board of Social Services to amend its regulations by July 1, 2027, to require local DSS agencies to apply for federal disability and death benefits on behalf of eligible foster youth; prohibit use of those benefits to cover state foster care costs; require benefits to be conserved in a trust and available to the youth upon exiting the system; and provide guidance to the youth on continued access to entitled federal benefits.

# Department of Health (VDH)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
<b>SFAC:</b> Grants for Drinking Water Projects	\$0.0	\$50.0	\$50.0
<b>SFAC:</b> Ryan White HIV/AIDS Part B Services	-	18.0	18.0
Complete and Sustain an Electronic Health Records System	15.1	-	15.1
<b>SFAC:</b> Association of Free and Charitable Clinics	-	10.0	10.0
<b>SFAC:</b> Rescue Squad Assistance Fund	-	10.0	10.0
<b>SFAC:</b> Communicable Disease Prevention and Control Services	-	9.3	9.3
<b>SFAC:</b> Public Health Campaigns	-	4.6	4.6
<b>SFAC:</b> Adult Sickle Cell	-	2.6	2.6
<b>SFAC:</b> Perinatal Health Hub Pilot	-	2.5	2.5

# VDH (continued)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
<b>SFAC:</b> Sickle Cell Network ( <b>SB 813</b> )	\$0.0	\$1.8	\$1.8
<b>SFAC:</b> Drug Affordability Board ( <b>SB 271</b> )	-	1.8	1.8
<b>SFAC:</b> Pediatric Sickle Cell	-	1.4	1.4
Rent Increases at Local Health Departments	1.3	-	1.3
<b>SFAC:</b> Maternal Infant Early Childhood Home Visiting Program	-	1.2	1.2
<b>SFAC:</b> Healthier 757 Initiative	-	1.0	1.0
<b>SFAC:</b> Enhance Contraceptive and Prevention Services	-	0.6	0.6
Address Nursing Home Complaint Backlog ( <b>SFAC Adds 2.0 Positions</b> )	0.6	0.6	1.2

# VDH (continued)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
<b>SFAC: Donor Human Milk (SB 362)</b>	\$0.0	\$0.5	\$0.5
<b>SFAC: Sudden Unexpected Death in Epilepsy (SUDEP) Program</b>	-	0.3	0.3
<b>SFAC: Nursing Home Operator License (SB 247)</b>	-	0.3	0.3
<b>SFAC: Drug Overdose Plan (SB 308)</b>	-	0.2	0.2
<b>SFAC: ETSI Health Clinic</b>	-	0.1	0.1
Supplant GF with TANF for Discretionary Activities	(14.8)	-	(14.8)
Reduce Office of Drinking Water Excess GF	(4.5)	-	(4.5)
Extend NOVA Firefighter Occupational Screening Pilot Program	(0.4)	0.0	(0.4)
<b>Total</b>	<b>(\$2.7)</b>	<b>\$116.6</b>	<b>\$113.9</b>

# VDH Language Items

- **SFAC Amendments:**

- Amends the introduced budget language on transferring nursing scholarship and loan repayment programs from VDH to the Virginia Health Workforce Development Authority to be consistent with Senate Bill 405;
- Directs the Department of Health to establish a workgroup on childhood immunization schedules and immunizations for public health emergencies and collaborate with the Department of Medical Assistance, the Bureau of Insurance, and the Association of Health Plans to create recommendations to improve the availability and affordability of vaccines with respect to insurance coverage;
- Requires drug manufacturers to ship 340B-covered drugs for up to five contract pharmacies used by Federally Qualified Health Centers. Any drug manufacturer that does not comply will be subject to a \$5,000 penalty; and
- Restores taxpayer funding for abortion services related to fetal abnormalities.

# Other Health and Human Resources Agencies

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
<b>Children's Services Act Forecast</b>	\$136.1	\$0.0	\$136.1
Reduce Match Rate on Community-Based Services	(22.6)	-	(22.6)
Private Day Services 2.5 Percent Growth Limit	(7.1)	-	(7.1)
Eliminate Automatic Inflation for Residential Treatment Providers	(3.7)	-	(3.7)
Adjust Appropriation to Reflect Agency Operations	(0.6)	-	(0.6)
<b>SFAC:</b> Remove the Office of Children's Services Study Funding	-	(0.2)	(0.2)
<b>SFAC:</b> Special Education Wrap Around Services	-	Language	Language
<b>SFAC:</b> Private Day Educational Services Rate Growth Clarification	-	Language	Language
<b>Department of Health Professions</b>			
<b>SFAC:</b> Prescriptive Authority of Clinical Psychologists Workgroup	-	Language	Language
<b>SFAC:</b> Joint Boards of Nursing and Medicine Workgroup	-	Language	Language

# Other Health and Human Resources Agencies (Continued)

<b>GF Actions for 2026-28 Biennium (\$ in millions)</b>	<b>SB 30</b>	<b>SFAC Amend</b>	<b>Total</b>
<b>Department of Aging and Rehabilitative Services</b>			
<b>SFAC:</b> Area Agencies on Aging	\$0.0	\$3.8	\$3.8
<b>SFAC:</b> Workforce Retention for Brain Injury Services	-	3.0	3.0
Increase Vocational Rehabilitation State Match Support Federal Grant	2.0	-	2.0
Funding for Long Term Care Ombudsman to Area Agencies on Aging	0.8	-	0.8
<b>SFAC:</b> Villages Statewide	-	0.4	0.4
<b>SFAC:</b> Senior Services of Southeastern Virginia	-	0.2	0.2
Align Personal Assistance Services with Medicaid Waiver Rates	0.1	-	0.1
<b>Secretary of Health and Human Resources</b>			
<b>SFAC:</b> Task Force on SNAP Error Rate and Community Engagement	-	Language	Language
<b>SFAC:</b> Ryan White HIV/AIDS Part B Services Workgroup	0.0	Language	Language
<b>Total</b>	<b>\$105.0</b>	<b>\$7.2</b>	<b>\$112.2</b>

# Public Safety and Veterans

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# Overview of SFAC Amendments in Public Safety & Veterans in SB 30

SFAC amendments to SB 30 in Public Safety & Veterans total a net increase of \$23.1 million GF over the biennium, for a total increase of \$232.4 million GF in policy changes compared to the previous biennium. Amendments include:

- \$25.1 million GF to expand community violence reduction grants;
- \$20.0 million GF in one-time grants for fire equipment and vehicles;
- \$8.2 million GF for a \$1,000 retention bonus for employees working in facilities at the Department of Corrections and Department of Juvenile Justice; and
- \$4.8 million GF for court-appointed special advocates.

# Public Safety & Homeland Security

(GF \$ in millions)	SB 30	SFAC Amend	Total
VSP: Operational Cost – SFAC: Delay Third Trooper School to FY 2028	\$114.4	(\$20.6)	\$93.8
DOC: Inmate Medical Cost Increases	59.7	-	59.7
Dept. of Emergency Management (VDEM): Operations (Anticipation of Potential Federal Reductions)	12.0	(12.0)	-
Dept. of Juvenile Justice: Local Placements for State-Responsible Youth	5.5	-	5.5
Dept. of Crim. Justice Services (DCJS): Continue Program to Reimburse Local Law Enforcement for Civil Commitment Transportation	2.0	-	2.0
VDEM: Emergency Communications in Rural Areas	0.7	(0.6)	0.1
DFS: Forensic Scientists (Two) for Workload Increases	0.6	-	0.6
VDEM: Vehicle and Warehouse Lease Cost Increases	0.5	-	0.5
DOC: State Share Jail Renovations (Piedmont Regional & Roanoke County)	0.3	Bond Authority	0.3 + Bonds
DCJS: Drug Abuse Resistance Education (DARE) Program Increase	0.1	-	0.1
DCJS: Complete Sex Trafficking Prevention Pilot Program	(0.4)	-	(0.4)
DOC: Discontinue Career Pipeline Pilot Program	(0.5)	-	(0.5)

# Public Safety & Homeland Security (Continued)

(GF \$ in millions)	SB 30	SFAC Amend	Total
DFP: Fire Equipment and Vehicle Grants Fiscally Distressed Localities	\$0.0	\$20.0	\$20.0
DCJS: Safer Communities Expansion (Newport News, Hampton)	-	13.0	13.0
DOC & DJJ: Facility Staff Bonus (\$1,000)	-	8.2	8.2
DCJS: Firearm Violence Intervention (Chesapeake, Hopewell, Virginia Beach)	-	8.0	8.0
DCJS: Targeted Community Violence Reduction Grants	-	4.1	4.1
DCJS: Court Appointed Special Advocates	-	4.8	4.8
DOC: Body-Worn Cameras for High Security Facilities	-	2.8	2.8
DOC: Improve Inmate Transfer Placements	-	2.6	2.6
DOC: Recruitment Contract Support	-	0.3	0.3
DJJ: Position to Support Implementation of OSIG Recommendations	-	0.2	0.2
VSP: Missing Person Alert System	-	0.2	0.2
Legislation ("Woodrums", SB 62, SB 98, SB 115, SB 140, SB 160, SB 182, SB 542, SB 543, SB 635, SB 647)	-	3.9	3.9
DCJS: School Resource Office Grants Adjust to Utilization	-	(9.1)	(9.1)
<b>Total</b>	<b>\$194.9</b>	<b>\$25.7</b>	<b>\$220.6</b>

# Veterans

(GF \$ in millions)	SB 30	SFAC Amend	Total
Dept. of Veterans Services (DVS): Puller Veterans Care Center Start-Up Operations	\$9.1	(\$1.6)	\$7.5
Secretary: Increase Military Community Infrastructure Grants	2.0	-	2.0
Dept. of Military Affairs (DMA): Personnel Cost Increases	1.0	-	1.0
DMA: Ft. Pickett Fire Department Positions (Four)	1.0	(1.0)	-
DVS: National Center for Healthy Veterans at Valor Farms	0.6	(0.6)	-
DMA: Security Services Contract	0.5	-	0.5
DMA: Cash Management Software Development Cost Increase	0.2	-	0.2
DVS: Virginia Value Veterans (V3) Employer Incentives	0.1	-	0.1
DVS: Increase Grants for Suicide & Opiate Addiction Prevention	<u>0.0</u>	<u>0.5</u>	<u>0.5</u>
<b>Total</b>	<b>\$14.4</b>	<b>(\$2.6)</b>	<b>\$11.8</b>

# Public Safety and Veterans Language & NGF Amendments

SFAC NGF Items include:

- Directing \$6.2 million from unexpended balances in the School Resource Officer Incentive Grant Fund to be used for emergency response digital mapping for public colleges and universities
- Providing \$1.0 million from the Commonwealth Opioid and Abatement Remediation Fund to jail-based substance use disorder treatment grants.

SFAC Language-Only amendments include:

- Unallotting some of the new amounts provided to the Department of Corrections (DOC), Virginia State Police (VSP), and Department of Military Affairs until certain reporting requirements are met.
  - The Department of Planning and Budget is also required to contract with an independent entity to conduct a comprehensive audit of VSP's budget, identify the causes of the agency's projected budget deficit, and recommend actions to improve budget execution.
- Directing the Commonwealth's Attorneys' Services Council to study a shared infrastructure for discovery materials for Commonwealth's Attorneys.
- Directing DOC to examine policies used in other states to make services more cost effective.
- Prohibiting DOC from transferring amounts appropriated for education to a different purpose.
- Directing the Virginia Department of Emergency Management to submit a plan for regional storage of logistical supplies.
- Expanding eligibility for the existing grant program to combat hate crimes to include additional governmental and non-profit entities.
- Explicitly prohibiting Safer Communities program funding from being used for school safety officers and school resource officers.
- Recommending further study of changes proposed in the introduced budget related to operating veterans care centers as a system and authorizing encroachment mitigation funding to be used for Marine Base Quantico.

# Commerce & Trade – Economic Development

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# Overview of SFAC Amendments to Commerce and Trade in SB 30

- SFAC amendments increase funding by \$57.1 million GF compared to the introduced budget bill, for an overall increase of \$137.0 million GF over the biennium.
- Significant SFAC amendments over the biennium include:
  - \$50.0 million GF to increase the Virginia Housing Trust Fund;
  - \$20.0 million GF for the Virginia Clean Energy Bank;
  - \$13.0 million GF for the Virginia Eviction Reduction Program; and
  - \$7.0 million GF for Prentis Street Transmission water main improvements.

# Commerce and Trade

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
DHCD: <b>SFAC</b> - Increase Virginia Housing Trust Fund ( <b>SB 490</b> )	\$0.0	\$50.0	\$50.0
EDIP: Eliminate, add, or adjust custom incentive grant payments	46.9	-	46.9
VIPA: Provide additional biosciences funding	35.0	-	35.0
DOE: <b>SFAC</b> - Virginia Clean Energy Innovation Bank ( <b>SB 225</b> )	-	20.0	20.0
DHCD: <b>SFAC</b> - Virginia Eviction Reduction Program	-	13.0	13.0
EDIP: Increase funding for Business Ready Sites Program	10.0	-	10.0
DHCD: <b>SFAC</b> - Prentis Street Transmission Water Main Improvements	-	7.0	7.0
VTA: Provide funding for Sports Tourism Incentive Grant Program	5.0	-	5.0
DOE: <b>SFAC</b> - Solar Interconnected Grant Fund ( <b>SB 659</b> )	-	2.0	2.0
DOE: <b>SFAC</b> - Support for Energy-Related Legislation	-	1.5	1.5
DHCD: Increase support for Virginia Main Street Program	1.0	-	1.0
DHCD: <b>SFAC</b> - Housing Development Database ( <b>SB 666</b> )	-	0.5	0.5

# Commerce and Trade (continued)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
DHCD: <b>SFAC</b> - Increase funding for Hampton Roads Planning District Commission	\$0.0	\$0.4	\$0.4
EDIP: Adjust payment of Virginia Economic Development Incentive Grant program	0.3	-	0.3
VIPA: <b>SFAC</b> - Commonwealth of Virginia Science and Technology Fellowships	-	0.2	0.2
DHCD: <b>SFAC</b> - Income-Qualified Energy Efficiency and Weatherization Task Force	-	-	-
VIPA: <b>SFAC</b> - Redirect support for Biotechnology to other priorities	-	(35.0)	(35.0)
DHCD: Adjust funding for Virginia Growth and Opportunity Fund	(9.3)	-	(9.3)
VTA: <b>SFAC</b> - Redirect a portion of Sports Tourism Grant Program Support	-	(2.5)	(2.5)
EDIP: Increase funding for Virginia Investment Performance grant program	(1.8)	-	(1.8)
VEDP: Capture savings based on interest earnings	(1.6)	-	(1.6)
VIPA: Capture savings based on interest earnings	(1.4)	-	(1.4)

# Commerce and Trade (continued)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
EDIP: Reduce Governor's New Airline Services Incentive Fund	(\$1.3)	\$0.0	(\$1.3)
DHCD: Adjust funding for Enterprise Zone Program	(1.0)	-	(1.0)
EDIP: Remove funding for trade missions	(1.0)	-	(1.0)
VTA: Capture savings based on interest earnings	(0.7)	-	(0.7)
FMA: Capture savings based on interest earnings	(0.2)	-	(0.2)
DSBSD: Capture savings from Business One-Stop program	(<0.1)	<u>0.0</u>	(<0.1)
<b>Total</b>	<b>\$79.9</b>	<b>\$57.1</b>	<b>\$137.0</b>

# Commerce and Trade Language Items

- **SFAC Amendments:**

- Technical changes to update language related to custom performance grant payments.
- Incorporates the balance from the Virginia Business Ready Sites Acquisition Fund into the Virginia Business Ready Sites Program Fund. The transfer is directed in Part 3.
- Extends a pilot emergency communications mobile application program in Health Service Area 3 that was funded in Chapter 725 for another year and increases the allocation from existing funding by \$200,000 NGF.
- Directs balances from the Low-Income Energy Efficiency Program Fund (02017) to the City of Charlottesville for development of a transitional housing and life skills facility.
- Removes a cap on administrative expenses for the Main Street Program to comply with national accreditation criteria.

# Commerce and Trade Language Items

- **SFAC Amendments (continued):**

- Permits funds authorized for the Virginia Telecommunications Initiative in Chapter 725 to be used for unanticipated broadband make ready costs and costs associated with relocating facilities located in public right-of-way when mandated by the Commonwealth or federal government.
- Directs balances from the Low-Income Energy Efficiency Program Fund (02017) to Albemarle County for development of an accessible walking trail to connect Biscuit Run Park and the Monacan Indian Tribute Park in the Smallwood Mobile Home Park Redevelopment Project.

# Labor

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# SFAC Amendments to Labor in SB 30

- **SFAC amendments:** Increase funding in the Labor Secretariat by \$8.7 million GF, compared to the introduced budget bill, for a total increase of \$9.4 million GF over the biennium.
- **SFAC language amendment:** Authorizes a treasury loan for the necessary start-up costs associated with implementation of the Paid Family and Medical Leave Program, contingent on the enactment of Senate Bill 2 of the 2026 Session.

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
DOLI: Provide legal resources for litigation and the Office of Whistleblower Protection	\$0.7	\$0.0	\$0.7
DOLI: SFAC - Labor Law Support for Legislation	-	7.7	7.7
DWDA: SFAC - Virginia Health Care Career and Technical Training and Education Fund	<u>0.0</u>	<u>1.0</u>	<u>1.0</u>
<b>Total</b>	<b>\$0.7</b>	<b>\$8.7</b>	<b>\$9.4</b>

# Agriculture & Forestry

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# Overview of SFAC Amendments to Agriculture and Forestry in SB 30

- **SFAC amendments:** Increase funding by \$3.7 million GF, compared to the introduced budget bill, for an overall increase of \$4.2 million GF over the biennium and include:
  - \$2.0 million GF to support Shenandoah County and Great Meadows Foundation Equine Events; and
  - \$1.7 million GF provided for Cannabis Retail Market Regulation.
- **SFAC Language Amendment:** Authorizes carryforward of general fund support provided for the Large Animal Veterinary Grant Program.

# Agriculture and Forestry

<b>GF Actions for 2026-28 Biennium (\$ in millions)</b>	<b>SB 30</b>	<b>SFAC Amend</b>	<b>Total</b>
VRC: <b>SFAC</b> - Support Shenandoah County and Great Meadows Foundation Equine Events	\$0.0	\$2.0	\$2.0
VDACS: <b>SFAC</b> - Cannabis Retail Market Regulation	-	1.7	1.7
DOF: Increase funding for firefighting equipment	0.4	-	0.4
VDACS: Stabilize metrology funding	0.4	-	0.4
VDACS: Increase appropriation for Division of Consolidated Laboratory Services testing	0.1	-	0.1
VDACS: Decrease deposit to the Spirits Promotion Fund	(0.1)	-	(0.1)
VDACS: Decrease deposit to the Wine Promotion Fund	(0.2)	-	(0.2)
DOF: Adjust funding for Reforestation of Timberlands Program	(0.2)	<u>0.0</u>	(0.2)
<b>Total</b>	<b>0.4</b>	<b>3.7</b>	<b>4.2</b>

# Natural Resources

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# Overview of SFAC Amendments to Natural Resources in SB 30

- SFAC amendments increase funding by \$307.0 million GF, compared to the introduced budget bill, for an overall increase of \$575.7 million GF over the biennium.
- Significant SFAC amendments over the biennium include:
  - \$200.0 million GF deposited into the Water Quality Improvement Fund (WQIF) for the nutrient removal program;
  - \$50.0 million GF for the Richmond Combined Sewer Overflow Project; and
  - \$25.0 million GF deposited to the Soil and Water Conservation District Dam Maintenance, Repair, and Rehabilitation Fund.

# Natural Resources

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
DCR: Support WQIF and Virginia Agricultural Cost Share Program	\$144.1	\$0.0	\$144.1
DEQ: WQIF Funding for nutrient removal program (HRSD)	140.6	200.0	340.6
DEQ: <b>SFAC</b> - Richmond Combined Sewer Overflow Project	-	50.0	50.0
DEQ: Stormwater Local Assistance Fund	43.5	-	43.5
DCR: <b>SFAC</b> - Soil and Water Conservation District Dam Repair	-	25.0	25.0
DCR: <b>SFAC</b> - Virginia Conservation Assistance Program	-	8.0	8.0
DEQ: <b>SFAC</b> - King George Wastewater Infrastructure Funding	-	5.0	5.0
DCR: <b>SFAC</b> - Lake Barcroft Dam	-	3.0	3.0
DEQ: <b>SFAC</b> - PFAS Monitoring and Reporting ( <b>SB 138</b> )	-	2.8	2.8
MRC: <b>SFAC</b> - Little Wicomico Dredging	-	2.6	2.6
DEQ: <b>SFAC</b> - Conduct Groundwater Research	-	2.3	2.3

# Natural Resources (continued)

GF Actions for 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
DHR: <b>SFAC</b> - Black, Indigenous, and People of Color Historic Preservation Fund	\$0.0	\$2.0	\$2.0
DEQ: <b>SFAC</b> - Regional Water Supply Planning	-	1.5	1.5
DCR: Provide funding for Dam Safety, Flood Prevention, and Protection Fund	1.0	-	1.0
DHR: <b>SFAC</b> - 25th Remembrance of September 11, 2001	-	1.0	1.0
DHR: <b>SFAC</b> - Accessibility Rehabilitation at Freedom House	-	1.0	1.0
DHR: <b>SFAC</b> - Washington and Old Dominion Trail Visitors Center	-	1.0	1.0
DCR: Support algal bloom remediation at Lake Anna	0.8	-	0.8
DCR: <b>SFAC</b> - Lake Anna Harmful Algal Bloom (Cyanobacteria) Mitigation	-	0.5	0.5
DEQ: <b>SFAC</b> - SWIFT Model for Eastern Groundwater	-	0.5	0.5
DHR: Increase easement program staff	0.5	-	0.5

# Natural Resources (continued)

<b>GF Actions for 2026-28 Biennium (\$ in millions)</b>	<b>SB 30</b>	<b>SFAC Amend</b>	<b>Total</b>
DCR: <b>SFAC</b> - Ranger Position for Breaks Interstate Park	\$0.0	\$0.3	\$0.3
DCR: <b>SFAC</b> - Jones Pond Remediation at Caledon State Park	-	0.3	0.3
DEQ: <b>SFAC</b> - Waste-to-Energy Study ( <b>SB 645</b> )	-	0.2	0.2
DHR: Provide support for Chereonhaka (Nottoway) walkway	0.2	-	0.2
DEQ: <b>SFAC</b> - Groundwater Study for Loudoun and Fauquier Counties	-	0.1	0.1
DEQ: Ohio River Valley Sanitation District fee increase	<0.1	-	<0.1
DEQ: Richmond Combined Sewer Overflow	(50.0)	-	(50.0)
DEQ: Virginia Clean Water Revolving Loan Fund Match	(8.0)	-	(8.0)
DEQ: Align equipment funding with ongoing needs	(3.9)	0.0	(3.9)
<b>Total</b>	<b>\$268.6</b>	<b>\$307.0</b>	<b>\$575.7</b>

# Natural Resources Language Items

- **SFAC Amendments:**

- Provides flexibility for any Enhanced Nutrient Removal Certainty (ENRC) Program priority project to prioritize the use of funds from existing American Rescue Plan Act (ARPA) grants and maintain and defer WQIF grants until after all ARPA funds are used, for projects subject to a phased construction program with a completion date no later than January 1, 2030.
- Directs the Department of Environmental Quality to provide technical assistance and guidance on funding options to Prince William County for Phase 2 of the Bristow Manor Sewer Line Connection Project.
- Authorizes conveyance of real property interests in state-owned bottomlands to the City of Norfolk to advance projects with the Army Corps of Engineers. The conveyances will be made in consultation with the Chief Resilience Office and the Office of the Attorney General and approved by the Governor.

# Transportation

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# Overview of SFAC Amendments to Transportation in SB 30

- Recommends a net increase of \$54.0 million GF over the biennium when combined with the introduced budget. SFAC GF spending amendments include:
  - \$19.0 million GF in FY 2028 for one-time transit capital assistance; and
  - \$150,000 GF in FY 2027 to support the Ticket Reciprocity & Out-of-State Registering study.
- SFAC language amendments to SB 30 include:
  - Restoring funding for the Public Policy Day Washington D.C. Auto Show;
  - Conducting a study to identify funding opportunities for transit-orientated development;
  - Providing ERC Toll Relief flexibility;
  - Studying the feasibility of imposing a tax on paid parking spots in Northern Virginia;
  - Studying issues related to ticket reciprocity and registering vehicles in Virginia for out-of-state residents;
  - Studying streamlining Northern Virginia bus services;
  - Requiring WMATA efficiency reporting; and
  - Updating Transportation Partnership Opportunity Fund notice language.

# DCSUT Exemption Expiration – Transportation

(\$ in millions)	Allocation	FY27	FY28	FY29	FY30	FY31	FY32
<b>Sales Tax Revenue – DCSUT Exemption</b>		\$84.5	\$207.2	\$211.9	\$216.6	\$216.6	\$221.5
<b>Highway Maintenance and Operating Fund</b>	51.0%	\$43.1	\$105.7	\$108.1	\$110.5	\$110.5	\$112.9
<b>Transportation Trust Fund</b>	49.0%	\$41.4	\$101.5	\$103.8	\$106.1	\$106.1	\$108.5
Construction Programs (VDOT)	53.0%	\$21.9	\$53.8	\$55.0	\$56.3	\$56.3	\$57.5
Mass Transit Fund (DRPT)	23.0%	\$9.5	\$23.4	\$23.9	\$24.4	\$24.4	\$25.0
Rail Fund (DRPT and VPRA)	7.5%	\$3.1	\$7.6	\$7.8	\$8.0	\$8.0	\$8.1
Port Fund	2.5%	\$1.0	\$2.5	\$2.6	\$2.7	\$2.7	\$2.7
Aviation Fund	1.5%	\$0.6	\$1.5	\$1.6	\$1.6	\$1.6	\$1.6
Space Flight Fund	1.0%	\$0.4	\$1.0	\$1.0	\$1.1	\$1.1	\$1.1
Priority Transportation Fund	10.5%	\$4.3	\$10.7	\$10.9	\$11.1	\$11.1	\$11.4
Department of Motor Vehicles Fund	1.0%	\$0.4	\$1.0	\$1.0	\$1.1	\$1.1	\$1.1

(\$ in millions)	Allocation	FY27	FY28	FY29	FY30	FY31	FY32
<b>Commonwealth Mass Transit Fund</b>		\$9.5	\$23.4	\$23.9	\$24.4	\$24.4	\$25.0
Operating costs of transit providers (non-WMATA)	24.5%	\$2.3	\$5.7	\$5.9	\$6.0	\$6.0	\$6.1
Capital purposes for transit providers (non-WMATA)	17.0%	\$1.6	\$4.0	\$4.1	\$4.2	\$4.2	\$4.2
WMATA for capital purposes and operating assistance (to NVTC)	46.5%	\$4.4	\$10.9	\$11.1	\$11.4	\$11.4	\$11.6
Special programs	2.5%	\$0.2	\$0.6	\$0.6	\$0.6	\$0.6	\$0.6
Transit Ridership Incentive Program	6.0%	\$0.6	\$1.4	\$1.4	\$1.5	\$1.5	\$1.5
Commuter Rail System	3.5%	\$0.3	\$0.8	\$0.8	\$0.9	\$0.9	\$0.9

# WMATA Support Totals \$204.0 million over the Biennium

DCSUT exemption and 1.0 percent increase to the transient occupancy tax provide ongoing revenue for capital needs of WMATA.

(\$ in millions)	FY27	FY28	FY29	FY30	FY31	FY32
Additional Northern Virginia Regional DCSUT exemption to WMATA Capital Fund	\$45.2	\$110.9	\$113.4	\$115.9	\$115.9	\$118.5
Increases Northern Virginia Transient Occupancy Tax from 3% to 4% (WMATA Capital Fund)	15.6*	17.3	17.6	18.0	18.3	18.8
Commonwealth Mass Transit Fund - WMATA for capital purposes and operating assistance (to NVTC)	<u>4.4</u>	<u>10.9</u>	<u>11.1</u>	<u>11.4</u>	<u>11.4</u>	<u>11.6</u>
<b>Total</b>	<b>\$65.2</b>	<b>\$139.1</b>	<b>\$142.1</b>	<b>\$145.3</b>	<b>\$145.6</b>	<b>\$148.9</b>

\*FY 2027 is adjusted for 11 months of collections.

# General Government

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# Overview of General Government in SB 30

- General Government includes the Legislative Branch, Judicial Branch, the Executive Offices, the Administration and Finance Secretariats, Central Appropriations, and Independent Agencies.
- **SFAC amendments add \$1.0 billion GF** to the introduced budget, a net increase totaling \$1.8 billion GF over the biennium. Major GF spending includes:
  - \$499.0 million GF for a Tax Rebate (\$100/\$200);
  - \$560.7 million GF to fund a 3.0 percent salary increase each year for state employees and 2.0 percent for state-supported local employees;
  - \$243.5 million GF to fund the employer’s share of state employee health insurance premiums;
  - \$200.0 million GF to promote health insurance premium affordability; and
  - \$90.0 million GF to establish a Medicaid Reserve as a contingency for higher program costs.
- Major GF savings include:
  - \$95.5 million GF to reflect lower employer contribution rates for state employee retirement; and
  - \$49.7 million GF to reflect lower employer contribution rates for the other post-employment benefit programs for state employees.

# Legislative & Executive Offices

GF Actions for the 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
GA: Benefits for the Second Legislative Assistant	\$0.0	\$3.0	\$3.0
GA: Increase Legislator Pay to \$50,000 in January 2028 (after the next election)	-	2.1	2.1
Commission on Electric Utility Regulation: <b>SFAC</b> - Funding for an Attorney Position	-	0.4	0.4
Joint Commission on Health Care: <b>SFAC</b> - Medicaid Oversight Position	-	0.3	0.3
Commission on Youth: <b>SFAC</b> - Funding for Third Staff Position	-	0.1	0.1
Mary J. Burton Review Panel and Civic Commission Website	-	0.1	0.1
GA: <b>SFAC</b> - Legislation Impacts	-	0.1	0.1
GOV: Office of Children's Ombudsman 2.0 Positions	0.6	-	0.6
Interstate Organizations	0.1	-	0.1
OAG: <b>SFAC</b> - Operations and Staffing Costs	-	7.1	7.1
OAG: <b>SFAC</b> - Staffing Costs for Legislation	-	1.1	1.1
OAG: <b>SFAC</b> - Medicaid Fraud Control Unit Reporting	-	Language	Language
Sec. of the Commonwealth: <b>SFAC</b> - Impact of Legislation	0.0	0.2	0.2
<b>Total</b>	<b>\$0.7</b>	<b>\$14.6</b>	<b>\$15.3</b>

# Judicial

<b>GF Actions for the 2026-28 Biennium (\$ in millions)</b>	<b>SB 30</b>	<b>SFAC Amend</b>	<b>Total</b>
Criminal Fund Payment Increases, incl. Guardian Ad Litem Rate	\$43.8	\$0.0	\$43.8
Expand Courtroom Videoconferencing Infrastructure	3.4	(3.4)	-
Increase Guardian Ad Litem Payment Rate	3.0	1.5	3.0
Judicial IT Cost Increases & Security Operations Center	3.8	-	2.8
Drug Treatment Court Evaluation Positions (Backfill NGF Revenue Declines)	0.3	0.2	0.3
Public Defender Support Staff	-	7.4	7.4
Court of Appeals Case Management System Modernization	-	7.3	7.2
Legislation (SB 62, SB 316, SB 180, SB 158 + delayed effective date and study 15th & 20th)	0.0	3.2	3.2
<b>Total</b>	<b>\$51.3</b>	<b>\$16.5</b>	<b>\$67.8</b>

# Administration

GF and NGF Actions for the 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
Compensation Board: Sheriffs' Offices Positions <b>SFAC: Maintain Admin Positions</b>	\$9.2	(\$7.8)	\$1.4
CB: Commonwealth's Attorneys' Offices (Paralegals, Restore Underfunded, 9th Circuit)	-	4.2	4.2
CB: Career Development Program (Comm Atty, Circuit Court Clerks, Treasurers)	-	2.5	2.5
CB: Victim Notification System Cost Increases	-	0.3	0.3
DHRM: IT Investments, Data Warehouse, Disaster Recovery	0.7	0.1	0.7
DHRM: Commonwealth Leadership Academy ( <b>SFAC</b> removes)	0.2	(0.2)	-
DHRM: <b>SFAC</b> - Internship Coordinator (SB 286)	-	0.4	0.4
DHRM: <b>SFAC</b> - Virginia Management Fellows Program	-	0.8	0.8
ELECT: Replace Campaign Finance System	3.3	-	3.3
ELECT: Mailing and Postage Costs	0.6	-	0.6
ELECT: <b>SFAC</b> - Impact of Legislation (Rejoin ERIC, Voter Registration, Referendum)	-	0.9	0.9
DGS: <b>SFAC</b> - Removal of Capitol Square Statues (SB 650)	-	2.0	2.0
VITA: Substance Use Disorder Data Analytics Platform	0.7 NGF	3.4 NGF	4.1 NGF
<b>Total of GF Actions</b>	<b>\$14.0</b>	<b>\$3.1</b>	<b>\$17.1</b>

# Finance Agencies

GF Actions for the 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
Treasury: Information Technology Positions	\$1.4	\$0.0	\$1.4
Treasury: Division of Risk Management Positions	0.2	-	0.2
Treasury: <b>SFAC</b> – Administrative Costs for Tax Relief	-	1.8	1.8
TAX: <b>SFAC</b> – Affordability Tax Rebate (\$100/\$200)	-	499.0	499.0
TAX: <b>SFAC</b> - Impact of Legislation	-	0.9	0.9
TAX: Cybersecurity Positions	1.1	-	1.1
TAX: Communications System with Localities	0.6	-	0.6
DOA: Information Technology Replacements	0.8	-	0.8
DOA: Annual Financial Report Automation	0.5	-	0.5
Treasury Board: Debt Service Funding*	<u>67.9</u>	<u>0.0</u>	<u>67.9</u>
<b>Total</b>	<b>\$72.3</b>	<b>\$501.7</b>	<b>\$574.0</b>

\*In Treasury Board, **SFAC amendments** include bond authority for the Western Tidewater Regional Jail and Prince-William Manassas Regional Adult Detention Center.

# Central Appropriations

GF Actions for the 2026-28 Biennium (\$ in millions)	SB 30	SFAC Amend	Total
<b>3.0% Salary Increase</b> for State Employees & 2.0% for State-Supported Locals	\$402.9	\$157.8	\$560.7
Agency Health Insurance Premium Costs	243.5	-	243.5
<b>SFAC:</b> Medicaid Reserve	-	90.0	90.0
<b>SFAC:</b> DOE Statewide Financial System	-	50.0	50.0
Agency Information Technology Costs	29.2	-	29.2
Higher Education Credit Card Rebates and Interest	24.8	-	24.8
Agency Workers' Compensation / Risk Management Premiums	15.8	-	9.4
Line of Duty Act Premiums ( <b>Legislation</b> )	8.2	0.1	8.3
Agency Rent Costs ( <b>SFAC</b> Increases)	4.8	6.3	11.1
Agency Cardinal HCM / Financials & Performance Budgeting Costs	(0.9)	-	(0.9)
State Agency Minimum Wage Increase in Costs ( <b>Legislation</b> )	1.8	3.1	4.9
Agency State Retirement Contributions	(95.5)	-	(95.5)
Agency Post-Employment Benefit Programs Contributions	(49.7)	0.0	(49.7)
<b>Total</b>	<b>\$584.8</b>	<b>\$315.3</b>	<b>\$900.1</b>

# Independent Agencies

<b>GF Actions for the 2026-28 Biennium (\$ in millions)</b>	<b>SB 30</b>	<b>SFAC Amend</b>	<b>Total</b>
SCC: <b>SFAC</b> - Marketplace Health Insurance Subsidies	\$0.0	\$200.0	\$200.0
SCC: <b>SFAC</b> - Health Insurance Federal Defrayal Costs	-	0.3	0.3
WCC: <b>SFAC</b> - Reimbursement for Forensic Services for Victims (SB 812)	-	0.3	0.3
Cannabis Control Authority: <b>SFAC</b> - Reduce GF to Account for NGF Revenue	-	(6.2)	(6.2)
VRS: Virginia Volunteers' Service Award Program	<u>0.2</u>	<u>0.0</u>	<u>0.2</u>
<b>Total GF</b>	<b>\$0.2</b>	<b>\$194.4</b>	<b>\$194.6</b>
<b>NGF Actions for the 2026-28 Biennium (\$ in millions)</b>	<b>SB 30</b>	<b>SFAC Amend</b>	<b>Total</b>
SCC: Operational Costs and NGF Funding Changes ( <b>SFAC</b> - Legislation)	\$20.5	\$2.0	\$22.5
VRS: Operational Costs and NGF Funding Changes	62.2	-	62.2
LOTTERY: Operational Costs and NGF Funding Changes	257.8	-	257.8
SAVERS PLAN: IT and Operational Costs	7.1		7.1
SAVERS PLAN: Authorize \$75.0 million of Surplus for VMSDEP ( <b>SFAC</b> removes)	Lang.	Lang.	-
OPIOID ABATEMENT: Funding for Anticipated Awards	<u>7.7</u>	<u>0.0</u>	<u>7.7</u>
<b>Total NGF</b>	<b>\$355.3</b>	<b>\$2.0</b>	<b>\$357.3</b>

# General Government Language Items

## **SFAC Amendments:**

- Directs up to \$535.0 million in FY 2026 surplus revenue to the Pell Initiative and to replace bond financing in Capital Outlay.
- Authorizes a working capital advance of \$8.5 million to update state systems pursuant to the Collective Bargaining legislation.
- Requires a review of savings programs for weight loss drugs in the state health plan.
- Directs Lottery to develop an implementation plan to implement age verification on all lottery terminals over time.
- Allows the Auditor of Public Accounts to bill institutions of higher education for their NCAA attestation services.
- Requires turnover and vacancy reporting by agency as part of the annual budget process.
- Provides that in the notification of carryforward balances to include an agency explanation of the how the agency plans to use the funds.

# Capital Outlay

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# SB 30 Capital Outlay Program Totals \$3.2 billion

Includes \$2.4 billion in GF supported projects with 56.0 percent in GF cash.

SB 30 (\$ in millions)	GF Cash	GF Debt	NGF Cash	NGF Debt	Total
Acquisition	\$0.0	\$0.0	\$28.7	\$0.0	\$28.7
Construction/Renovation	676.7	1,070.8	386.5	123.6	2,257.6
Equipment	61.9	-	-	-	61.9
Improvements	55.8	-	263.9	-	319.7
Maintenance Reserve/Umbrella Projects	503.0	-	25.5	-	528.5
Planning	40.8	0.0	12.4	0.0	53.2
<b>Total</b>	<b>\$1,338.2</b>	<b>\$1,070.8</b>	<b>\$717.0</b>	<b>\$123.6</b>	<b>\$3,249.6</b>

# 2026 Capital Construction Pool

Agency	Project
Department of General Services	Commonwealth Courts Building (18537)
Institute for Advanced Learning and Research	Expand Center for Manufacturing Advancement
<b>SFAC:</b> James Madison University	College of Health and Behavioral Studies Expansion
James Madison University	Renovate Johnston Hall (18758)
Longwood University	Replace Roof, Windows, and External Doors at Lankford Hall
Longwood University	Improve Public Safety, External ADA Access, and Campus Infrastructure Efficiency
Old Dominion University	Construct Engineering and Arts Building (18741)
<b>SFAC:</b> University of Virginia	Construct Center for the Arts
<b>SFAC:</b> University of Virginia – Wise	Renovate Darden Hall
Virginia Commonwealth University	Construct New School of Dentistry (18676)
Virginia Community College System	Renovate Amherst/Campbell Hall, Central Virginia (18343)
Virginia Institute of Marine Science	Construct Marine Operations Administration Complex (18746)
Virginia Military Institute	Construct Center for Leadership and Ethics Facility, Phase II, and Parking Structure
<b>SFAC:</b> Virginia Tech	Renovate Derring Hall
Virginia Tech	Expand VT-Carilion School of Medicine and Fralin Biomedical Research Institute (18682)
Virginia School for the Deaf and the Blind	Upgrade Mass Communication System
Virginia State University	Renovate Virginia Hall (18757)
<b>SFAC:</b> Roanoke Higher Education Authority	Replace Window
Department of Juvenile Justice	Replace Emergency Back-Up Generator at Bon Air Juvenile Correctional Center Cottages

**Total: \$1.9 billion**

**GF cash: \$676.7 million**

**Tax-supported debt: \$1.1 million**

**NGF cash: \$125.6 million**

**9(d) revenue debt \$37.3 million**

# Other Pools

- **Maintenance Reserve.** \$200.0 million GF each year for maintenance reserve allocations to agencies and institutions of higher education to address maintenance needs in state-owned facilities.
- **Capital Equipment Pool.** \$49.9 million GF for equipment purchases related to six previously authorized capital projects that are 18 months from substantial completion.
- **Tech Talent Equipment.** \$12.0 million GF to support equipment for the state’s Tech Talent Investment Program.
- **Planning Pool.** \$20.2 million to authorize planning for five projects.

Agency	Planning Pool Additions Project	Stage Authorized
Department of General Services	Construct New Pharmacy Office and Cold Storage	Detailed Planning
Department of Juvenile Justice	Modernize Utility Systems at Bon Air Juvenile Correctional Center	Working Drawings
<b>SFAC:</b> University of Mary Washington	Replace Simpson Library	Detailed Planning
<b>SFAC:</b> Virginia Institute of Marine Sciences	Replace Fisheries Science Research Building	Detailed Planning
William and Mary	Renovate Sunken Garden District (HEO funding)	Detailed Planning
William and Mary	Construct Sunken Garden Geothermal Field	Detailed Planning
University of Virginia	Construct Engineering Building (HEO funding)	Detailed Planning

# Capital – Education Secretariat

(\$ in millions)	GF Cash	NGF Cash	§ 9(c) Bonds	§ 9(d) Bonds	Total
<b>SFAC:</b> CNU - Address Deferred Maintenance (\$5.5 million increase)	\$10.0	\$0.0	\$0.0	\$0.0	<b>\$10.0</b>
<b>SFAC:</b> GMU - Address Deferred Maintenance (\$10.0 million increase)	30.3	-	-	-	<b>30.3</b>
JMU - Blanket Property Acquisition	-	3.0	-	-	<b>3.0</b>
JMU - Renovate and Expand East Campus Dining Hall	-	14.2	-	-	<b>14.2</b>
JMU - Construct New Parking Deck	-	18.3	-	20.0	<b>38.3</b>
JMU - Renovate and Expand Festival Conference and Student Center	-	-	-	28.8	<b>28.8</b>
UMW - Address Deferred Maintenance	7.4	-	-	-	<b>7.4</b>
VCCS - Transfer Higher Education Operating Nongeneral Fund Appropriation to Blanket Authorization Project	-	12.5	-	-	<b>12.5</b>
<b>SFAC:</b> VCCS - Property Acquisition Laurel Ridge Community College		3.5			<b>3.5</b>
VCCS - Improve Life Safety and Security Systemwide, Phase II	-	7.5	-	-	<b>7.5</b>
VCCS - Repair or Replace Major Mechanical Systems, Phase II	-	20.4	-	-	<b>20.4</b>
VCCS - Re-Roof and Replace Heating, Ventilation, and Air Conditioning Systems in Multiple Buildings Statewide, Phase II	-	6.2	-	-	<b>6.2</b>
<b>SFAC:</b> JYF - Address Deferred Maintenance	10.0	-	-	-	<b>10.0</b>
VT - Construct New Business Building	0.0	56.5	0.0	37.5	<b>94.0</b>
<b>Total Education</b>	<b>\$58.6</b>	<b>\$138.5</b>	<b>\$0.0</b>	<b>\$86.3</b>	<b>\$286.9</b>

# Capital - Other Secretariats

	GF Cash	NGF Cash	Total
<b>(\$ in millions)</b>			
<b>SFAC:</b> DGS - New State Agency Building (Planning/Demolition)	\$33.0	\$0.0	<b>\$33.0</b>
<b>SFAC:</b> DGS - Fort Monroe Visitor Amenity Improvements & Landscape Action Plan	12.8	-	<b>12.8</b>
<b>SFAC:</b> DGS - Fort Monroe Utility Master Plan Improvements	3.0	-	<b>3.0</b>
DBHDS - Transfer historic Fort Whitworth at Central State to the Petersburg Battlefield Foundation	-	-	<b>Language</b>
DBHDS - Renovate, repair, and upgrade state-operated facilities	33.0	-	<b>33.0</b>
<b>SFAC:</b> DCR - State Park Deferred Maintenance	40.0	-	<b>40.0</b>
<b>SFAC:</b> DCR - State Park Land Acquisition & Defer Oak Hill	-	2.0	<b>2.0</b>
DCR - Natural Area Preserve acquisition	-	10.2	<b>10.2</b>
DWR - Increase maintenance reserve	-	1.3	<b>1.3</b>
DWR - Acquire land and property	-	10.0	<b>10.0</b>
DWR - Repair and upgrade dam at Lake Shenandoah	6.4	-	<b>6.4</b>
DVS - Address Maintenance Needs at State Veterans Care Centers	2.2	-	<b>2.2</b>
DMA - Improve Readiness Center	2.8	-	<b>2.8</b>
DMV - Maintenance Reserve	-	14.2	<b>14.2</b>
<b>SFAC:</b> DMV - Headquarters Renovation Study	-	-	<b>Language</b>
VDOT - Maintenance Reserve	-	10.0	<b>10.0</b>
VDOT - Continue to Acquire, Design, Construct and Renovate Agency Facilities	-	76.0	<b>76.0</b>
Port - Increase funding for cargo handling facilities	-	87.5	<b>87.5</b>
Port - Expand Empty Yard project	-	129.8	<b>129.8</b>
<b>SFAC:</b> SCC - Renovate Tyler Building	-	94.0	<b>94.0</b>