

Revenues

Revenues

Language

Language:

Page 1, strike lines 38 through 50 and insert:

	"First Year	Second Year	Total
Unreserved Balance, June 30, 2016	\$623,444,000	\$0	\$623,444,000
Additions to Balance	\$119,001,855	\$128,660,575	\$247,662,430
Official Revenue Estimates	\$18,559,285,985	\$19,192,757,642	\$37,752,043,627
Revenue Stabilization Fund	\$294,653,279	\$272,542,500	\$567,195,779
Transfers	\$610,793,777	\$624,264,751	\$1,235,058,528
Total General Fund Resources			
Available for Appropriation	\$20,207,178,896	\$20,218,225,468	\$40,425,404,364"

Explanation:

(This amendment modifies the front page tables in SB 900, as introduced, to reflect changes to resources as adopted by the Senate Finance Committee.)

Legislative Department

General Assembly of Virginia

Language

Language:

Page 12, after line 13, insert:

"T.1. The Chairmen of the House Appropriations and Senate Finance Committees shall each appoint four members from their respective committees to a Joint Subcommittee to Respond to Federal Health Care Changes and for Health and Human Resources Oversight.

2. The Joint Subcommittee shall monitor, evaluate and respond to federal legislation that repeals, amends or replaces the Affordable Care Act (ACA), Medicaid (Title XIX of the Social Security Act), or the Children's Health Insurance Program (Title

XXI of the Social Security Act). The Joint Subcommittee shall recommend actions to be taken by the General Assembly to address the impact of any such federal legislation on the state economy, budget, and health care coverage now available to Virginians. In particular the Joint Subcommittee shall review and report on: (i) the general and non-general fund impacts for both the upcoming biennium and over the next 10 years; (ii) the number of individuals impacted in both the short-term and long-term by income and locality; and specific changes to eligibility, payment rates, and service of these programs. Furthermore, the Joint Subcommittee shall evaluate federal changes for opportunities to enhance Virginia's Medicaid and other health insurance programs.

3. The Joint Subcommittee shall evaluate proposals that would block grant the Medicaid program. The evaluation shall consider the advantages and disadvantages of such proposal and develop estimates of any fiscal impact on Virginia related to specific proposals. The Joint Subcommittee shall develop recommendations for consideration by the General Assembly to prepare for implementation of a block grant for any such proposal being considered by Congress.

4. The Joint Subcommittee shall from time to time request agencies in the Health and Human Resources Secretariat to report on the efficiency and effectiveness of agency operations and programs. The Joint Subcommittee shall make recommendations to the General Assembly as needed to improve agency operations or programs.

5. The Joint Subcommittee shall submit periodic reports to the General Assembly to report on federal actions and recommendations to address any impact on the Commonwealth, as well as any recommendations to further strengthen the efficiency and cost effectiveness of Virginia's Medicaid and children's health insurance programs.

6. The Joint Subcommittee may seek support and technical assistance from staff of the House Appropriations and Senate Finance Committees, the staff of the Joint Legislative Audit and Review Commission, and the staff of the Department of Medical Assistance Services. Other state agency staff shall provide support upon request."

Explanation:

(This amendment creates a joint subcommittee of the House Appropriations and Senate Finance Committees to review and monitor federal changes to health care laws that would impact the Commonwealth and provide oversight of the Health and Human Resources agencies.)

Item 1 #2s

Legislative Department

General Assembly of Virginia

Language

Language:

Page 7, line 12, after "employer.", insert:

"If such full-time employee who is a citizen member is required by his employer to take

annual, family and personal, or other paid leave or unpaid leave to attend an official meeting under this paragraph, then such person shall be reimbursed for his reasonable and necessary expenses incurred by the body holding the meeting, or for meetings of advisory committees or advisory bodies, the body on whose behalf the meeting is being held, or by the entity that supports the work of the body."

Explanation:

(This amendment clarifies that a full-time state or local government employee serving on a legislative body will be reimbursed for his or her reasonable and necessary expenses when the employee is required by his or her employer to take leave to attend a meeting of the body because the service is personal and unrelated to the employee's full-time position.)

Item 1 #3s

Legislative Department

General Assembly of Virginia

Language

Language:

Page 17, line 20, strike "207,999".

Page 17, line 21, strike "207,999".

Page 17, line 22, strike "107,403".

Page 17, line 23, strike "100,596".

Page 17, line 30, strike "As of June 30, 2017, any unexpended".

Page 17, strike lines 31 and 32.

Page 17, strike lines 33 through 39 and insert:

"2. The Director of the Department of Planning and Budget is authorized to transfer the unexpended general fund and special fund balances of the Virginia Sesquicentennial of the American Civil War Commission as of July 1, 2017, to the respective general fund and special fund balances of the Virginia World War I and World War II Commemoration Commission."

Explanation:

(This is the first of two amendments that provide for the transfer of the unexpended balances as of July 1, 2017, from the Virginia Sesquicentennial of the American Civil War Commission to the Virginia World War I and World War II Commemoration Commission.)

Item 1 #4s

Legislative Department

General Assembly of Virginia

Language

Language:

Page 10, line 52, strike "6." and insert "6.a."

Page 10, after line 55, insert:

"b. The Director of the Department of Planning and Budget is authorized to transfer \$1,600,000 of the unexpended general fund balance and all special fund balances of the Virginia Sesquicentennial of the American Civil War to the respective general fund and special fund balances of the Virginia World War I and World War II Commemoration Commission. The remaining general fund balance of the Virginia Sesquicentennial of the American Civil War Commission, estimated at \$284,491 as of June 30, 2017, shall be transferred by the Director of the Department of Planning and Budget to the general fund on or before June 30, 2017. The Director of the Division of Legislative Services is authorized to fund the operations of the Virginia World War I and World War II Commemoration Commission from the appropriations to the Division and to provide full reimbursement to the Division from the unexpended balances of such Commission, once allotted."

Explanation:

(This is the second of two amendments that provide for the transfer of the unexpended balances as of July 1, 2017, from the Virginia Sesquicentennial of the American Civil War Commission to the Virginia World War I and World War II Commemoration Commission and to the general fund, as specified. This amendment also authorizes the Director of the Division of Legislative Services to fund the Virginia World War I and World War II Commemoration Commission from the Division's appropriation and to provide full reimbursement to the Division from the Commission's unexpended balances, once allotted.)

Item 1 #5s

Legislative Department

General Assembly of Virginia

Language

Language:

Page 4, line 21, strike "\$151,375" and insert "\$190,065".

Page 4, line 22, strike "\$151,375" and insert "\$190,065".

Page 4, line 23, strike "\$148,184" and insert "\$175,392".

Page 4, strike line 24.

Page 4, after line 23, insert:

"and \$195,065 from June 25, 2017 to June 30, 2018."

Explanation:

(This amendment modifies language to reflect the current compensation levels for the Clerks of the House and Senate, and adjusts the salary for the Clerk of the Senate for the second year of the biennium.)

Legislative Department	FY16-17	FY17-18
General Assembly of Virginia	\$0	\$150,000 GF

Language:

Page 4, line 6, strike "\$41,577,738" and insert "\$41,727,738".

Page 12, after line 13, insert:

"T. 1. Out of this appropriation, \$150,000 the second year from the general fund is designated for the review of access, affordability, quality, and autonomy issues related to Virginia's public higher education system by the Education Subcommittee of the Senate Finance Committee.

2. The Subcommittee shall hold additional meetings during 2017 to explore ways to (a) improve the quality of higher education; (b) review the autonomy and flexibility granted to Virginia's public higher education institutions, including the history of restructuring and the expansion of autonomy; (c) examine access and affordability in higher education, including the cost of education and need-based financial aid programs; (d) review the impact of financial, demographic, and competitive changes on the sustainability of Virginia's public higher education system; and (e) identify any practices that would result in more efficient outcomes regarding cost and completion, including dual enrollment and online programs.

3. The Subcommittee may seek support from the staff of the Senate Finance Committee, the public institutions of higher education, the staff of the Joint Legislative Audit and Review Commission, and the staff of the State Council of Higher Education for Virginia. Other state agency or higher education representatives shall provide support upon request. At its discretion, the Subcommittee may contract for consulting services.

4. The Subcommittee shall report to the Senate Finance Committee prior to the 2018 Session regarding any findings and recommendations from this review."

Explanation:

(This amendment provides \$150,000 GF in the second year for the Education Subcommittee of the Senate Finance Committee to review Virginia's public higher education access, affordability, and autonomy issues during 2017. The Subcommittee will report to the full Senate Finance Committee prior to the 2018 Session regarding any findings and recommendations. The Subcommittee may seek assistance from staff at other agencies and may hire consulting services if deemed necessary.)

Language:

Page 6, line 22, after "item" strike "shall" and insert "may".

Explanation:

(This amendment modifies language relating to member compensation for attendance at official meetings.)

Item 1 #8s

Legislative Department

Language:

Page 12, after line 13, insert:

"T. A joint subcommittee is to be established to study local government fiscal stress. The joint subcommittee shall consist of 15 members that include eight legislative members and seven nonlegislative citizen members. Members shall be appointed as follows: three members of the Senate to be appointed by the Senate Committee on Rules; five members of the House of Delegates to be appointed by the Speaker of the House of Delegates in accordance with the principles of proportional representation contained in the Rules of the House of Delegates; three nonlegislative citizen members to be appointed by the Senate Committee on Rules upon consideration of the recommendation of the Virginia Municipal League, if any; and four nonlegislative citizen members to be appointed by the Speaker of the House of Delegates upon consideration of the recommendation of the Virginia Association of Counties, if any. Nonlegislative citizen members shall be citizens of the Commonwealth of Virginia. Unless otherwise approved in writing by the chairman of the joint subcommittee and the respective Clerk, nonlegislative citizen members shall only be reimbursed for travel originating and ending within the Commonwealth of Virginia for the purpose of attending meetings. If a companion joint resolution of the other chamber is agreed to, written authorization of both Clerks shall be required. The joint subcommittee shall elect a chairman and vice-chairman from among its membership, who shall be members of the General Assembly.

In conducting its study, the joint subcommittee shall review (i) the taxing authorities of local governments, including the disparity between city and county tax authority; (ii) local responsibilities for service delivery of state-mandated or high priority programs, (iii) causes of fiscal stress among local governments, (iv) the current state tax system, including the future of the car tax; and (v) potential financial incentives and other governmental reforms to encourage increased regional cooperation and consolidation of services.

Administrative staff support shall be provided by the Office of the Clerk of the Senate.

Legal, research, policy analysis, and other services as requested by the joint subcommittee shall be provided by the Division of Legislative Services. All agencies of the Commonwealth shall provide assistance to the joint subcommittee for this study, upon request.

The joint subcommittee shall be limited to four meetings for the 2017 interim and four meetings for the 2018 interim.

No recommendation of the joint subcommittee shall be adopted if a majority votes against the recommendation.

The joint subcommittee shall complete its meetings for the first year by November 30, 2017, and for the second year by November 30, 2018, and the chairman shall submit to the Division of Legislative Automated Systems an executive summary of its findings and recommendations no later than the first day of the next Regular Session of the General Assembly for each year. Each executive summary shall state whether the joint subcommittee intends to submit to the General Assembly and the Governor a report of its findings and recommendations for publication as a House or Senate document. The executive summaries and reports shall be submitted as provided in the procedures of the Division of Legislative Automated Systems for the processing of legislative documents and reports and shall be posted on the General Assembly's website.

Implementation of this resolution is subject to subsequent approval and certification by the Joint Rules Committee. The Committee may approve or disapprove expenditures for this study, extend or delay the period for the conduct of the study, or authorize additional meetings during the 2017 or 2018 interims."

Explanation:

(This amendment establishes a joint subcommittee tasked with identifying issues and potential solutions related to local fiscal stress.)

Item 1 #9s

Legislative Department

General Assembly of Virginia

Language

Language:

Page 12, strike lines 5-7 and insert:

"5. The members of the Joint Subcommittee shall provide a final report to their respective committees at the conclusion of the review."

Explanation:

(This amendment updates the final reporting date for the Joint Subcommittee on the Future Competitiveness of Virginia Higher Education. The Joint Subcommittee will continue the review beyond 2017.)

Legislative Department

Auditor of Public Accounts

Language

Language:

Page 13, after line 7, insert:

"E.1. The Auditor of Public Accounts shall establish a workgroup to develop criteria for a preliminary determination that a local government may be in fiscal distress. Such criteria shall be based on information regularly collected by the Commonwealth or otherwise regularly made public by the local government. Fiscal distress as used in this context shall mean a situation whereby the provision and sustainability of public services is threatened by various administrative and financial shortcomings including but not limited to cash flow issues, inability to pay expenses, revenue shortfalls, deficit spending, structurally imbalanced budgets, billing and revenue collection inadequacies and discrepancies, debt overload, and/or lack of trained and qualified staff to process administrative and financial transactions. Fiscal distress may be caused by factors internal to the unit of government or external to the unit of government and in various degrees such conditions may be controllable by management or uncontrollable by management.

2. Based on the criteria established by the workgroup, the Auditor of Public Accounts shall establish an early warning system. Under the early warning system, the Auditor of Public Accounts shall establish a regular process whereby it reviews data on at least an annual basis to make a preliminary determination that a local government is in fiscal distress.

For local governments where the Auditor of Public Accounts has made a preliminary determination of fiscal distress based on the early warning system criteria, the Auditor of Public Accounts shall notify the governing body of its preliminary determination that they meet the criteria for fiscal distress. Based on the preliminary determination based on the early warning system or the request of the local government, the Auditor of Public Accounts may conduct a review and request documents and data from the local government. Such review shall consider factors including, but not limited to, budget processes, debt, borrowing, expenses and payables, revenues and receivables, and other areas, and, if so, the scope of the issues involved. After such review, if the Auditor of Public Accounts is of the opinion that state assistance, oversight, or targeted intervention is needed, either to further assess, help stabilize, or remediate the situation, the Auditor shall notify the Governor, the Chairmen of the House Appropriations and Senate Finance Committees, and the governing body of the local government in writing, outlining specific issues or actions that need to be addressed by state intervention.

3. The notification issued by the Auditor of Public Accounts pursuant to paragraph 2 above shall satisfy the notification requirement necessary to effectuate the provisions of §4-1.05 6.

of this act."

Explanation:

(This amendment directs the APA to establish a workgroup to develop a system of identifying and addressing localities that are experiencing or may experience fiscal distress.)

Item 2 #2s

Legislative Department

Auditor of Public Accounts

Language

Language:

Page 13, after line 7, insert:

"E. The Auditor of Public Accounts' Specifications for Audits of Counties, Cities, and Towns and the Specifications for Audits of Authorities, Boards, and Commissions, for the independent certified public accountants auditing localities and local government entities, shall include requirements related to the communication of other internal control deficiencies or financial matters, commonly referred to as a management letter. These requirements shall include that any such communication issued by the independent certified public accountants related to other internal control deficiencies or other financial matters that merit the attention of management and the governing body must be made in the form of official, written communication."

Explanation:

(This amendment requires that independent certified public accountants that audit localities include official, written communication related to the identification of internal control deficiencies or financial matters, commonly referred to as a management letter, that merit the attention of the local governing body.)

Item 6 #1s

Legislative Department

FY16-17

FY17-18

Division of Legislative Services

\$247,840

\$0 NGF

Language:

Page 14, line 17, strike "\$6,612,073" and insert "\$6,859,913".

Page 14, after line 30, insert:

"D. Included in this item is \$247,840 in the first year from dedicated special revenue to implement the recommendations of the Chesapeake Bay Restoration Fund Advisory Committee."

Explanation:

(This amendment appropriates dedicated special revenue from the sales of the "Friends of the Bay" license plate to the Chesapeake Bay Restoration Fund to support the recommendations of the Chesapeake Bay Restoration Fund Advisory Committee.)

Item 26 #1s

Legislative Department	FY16-17	FY17-18	
Virginia Conflict of Interest and Ethics Advisory Council	\$0	\$40,000	GF

Language:

Page 19, line 26, strike "\$558,000" and insert "\$598,000".
 Page 19, after line 29, insert:
 "Of the amounts appropriated in each year to the Council, an amount estimated at \$195,000 each year is derived from lobbyist registration fees, pursuant to Section 2.2-424, Code of Virginia."

Explanation:

(This amendment provides an additional \$40,000 GF in the second year to allow the Council to be fully staffed in order to discharge its responsibilities. Each year, over 11,000 executive branch officers, judges, local government officials, school board members and General Assembly members file with the Council. The amendment also states that a portion of the appropriation, estimated at \$195,000 each fiscal year, is derived from lobbyist registration fees that are deposited to the General Fund. In addition, the total appropriation in FY 2018 includes a one-time additional amount of \$150,000 to restore funding that was administratively transferred on a one-time basis from FY 2018 to FY 2017 to pay for system upgrades to facilitate the online filing of Statements of Economic Interests, as required by law.)

Item 30 #1s

Legislative Department	
Joint Commission on Health Care	Language

Language:

Page 21, after line 5, insert:
 "The Joint Commission on Health Care shall study options for increasing the use of telemental health services in the Commonwealth. The Joint Commission on Health Care shall specifically study the issues and recommendations set forth in the report of the Telemental Health Work Group of the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century. All agencies of the Commonwealth shall provide

assistance to the Joint Commission on Health Care for this study, upon request. The Joint Commission on Health Care shall complete its meetings and report its findings to the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century by November 1, 2017."

Explanation:

(This amendment directs the Joint Commission on Health Care to study options for increasing the use of telemental health services in the Commonwealth. The Joint Commission on Health Care shall specifically study the issues and recommendations set forth in the report of the Telemental Health Work Group of the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century. The Joint Commission on Health Care shall complete its meetings and report its findings to the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century by November 1, 2017.)

		Item 32 #1s	
Legislative Department	FY16-17	FY17-18	
Virginia State Crime Commission	\$0 0.00	\$120,000 1.00	GF FTE

Language:

Page 21, line 22, strike "\$807,291" and insert "\$927,291".

Explanation:

(This amendment provides \$120,000 and one position the second year from the general fund to address the commission's increased workload.)

		Item 33 #1s	
Legislative Department	FY16-17	FY17-18	
Joint Legislative Audit and Review Commission	\$200,000	\$0	GF

Language:

Page 21, line 34, strike "\$4,090,287" and insert "\$4,290,287".

Page 24, after line 34, insert:

"Included within this appropriation is \$200,000 the first year from the general fund for the purpose of contracting with one or more consultants to perform a total compensation study as directed."

Explanation:

(This amendment provides funding for the Joint Legislative Audit and Review Commission to contract with one or more consultants to perform a total compensation study.)

Item 40 #1s

Judicial Department

Supreme Court

Language

Language:

Page 30, after line 18, insert:

"N. Funds deposited into the Courts Technology Fund, created by § 17.1-132, Code of Virginia, shall include any user fees collected to recover reasonable costs associated with special technology projects developed and approved by the Executive Secretary."

Explanation:

(This amendment authorizes the Supreme Court to collect user fees to recover costs associated with special technology projects approved by the Executive Secretary.)

Item 40 #2s

Judicial Department

Supreme Court

Language

Language:

Page 30, following line 18, insert:

"N. The Executive Secretary of the Supreme Court shall review the experience of the courts in providing the option to any person upon whom a fine and costs have been imposed to discharge all or part of the fine or costs by earning credits for the performance of community service work. The Executive Secretary shall provide a report which shall summarize data from previous years indicating the amount of community service performed in lieu of fines and costs, the hourly rate assumed and the total value of fines and costs avoided compared to the total amount of fines and costs collected, by year, and the available data on the financial circumstances of those persons utilizing the option of community service work. The report should also include a projection of the anticipated impact of the adoption of Rule 1:24 by the Supreme Court of Virginia on November 1, 2016, on the collection of fines and costs, and actual data, to the extent to which it is available, on the results of the implementation of Rule 1:24 for the period beginning February 1, 2017. Copies of the report shall be provided by October 1, 2017, to the Judicial Council, the Committee on District Courts, and the Chairmen of the Senate Committees on Courts of Justice and Finance and the House Committees on Courts of Justice and Appropriations."

Explanation:

(This amendment directs the Executive Secretary of the Supreme Court to study the use of community service to offset fines and costs imposed by the courts.)

Item 40 #3s

Judicial Department	FY16-17	FY17-18	
Supreme Court	\$0	\$50,000	GF

Language:

Page 28, line 3, strike "\$30,684,302" and insert "\$30,734,302".

Page 29, following line 46, insert:

"Included in this Item is \$50,000 the second year from the general fund to support a substance abuse treatment pilot program at the Bristol Adult Drug Court utilizing non-narcotic, non-addictive, long-acting, injectable prescription drug treatment regimens. The Bristol Adult Drug Court shall utilize these resources to support pilot program medication, provider fees, counseling, and patient monitoring. The Executive Secretary of the Supreme Court shall include the results of this pilot program in its report pursuant to Item 40.H.5. The Bristol Adult Drug Court program shall provide all necessary information to the Office of the Executive Secretary to conduct this evaluation."

Explanation:

(This amendment provides \$50,000 the second year from the general fund for a substance abuse treatment pilot program at the Bristol Adult Drug Court.)

Item 53 #1s

Judicial Department

Judicial Department Reversion Clearing Account

Language

Language:

Page 39, line 31, after "circuit and district court judgeships" insert "in Fiscal Year 2017 and 405 circuit and district court judgeships in Fiscal Year 2018."

Page 39, following line 44, insert:

"B. The vacant judgeships to be filled as of July 1, 2017, are as follows:

1. Circuit Court judgeships: one each in the 3rd, 6th, 7th, and 19th Circuits, for a total of four Circuit Court judgeships to be filled as of July 1, 2017.
2. General District Court judgeship: one in the 15th District, for a total of one General District Court judgeship to be filled as of July 1, 2017.
3. Juvenile and Domestic Relations District Court judgeships: one each in the 2nd, 5th, and 20th Districts, for a total of three Juvenile and Domestic Relations District Court judgeships to be filled as of July 1, 2017.

C. On or before June 30, 2018, the Director of the Department of Planning and Budget shall revert an amount estimated at \$640,000 from Judicial agency balances."
 Page 39, line 45, strike "B." and insert "D."

Explanation:

(This amendment provides for filling eight vacant judgeships as of July 1, 2017, as specified. In addition, this amendment provides for the reversion to the general fund of \$640,000 from anticipated balances due to certain expected vacancies in the 20th and 31st Circuit Courts and the 2nd Juvenile and Domestic Relations District Court not being filled at this time, based on review of workload data. The reversion amount has been adjusted to reflect the need to provide \$120,000 for substitute judges in certain courts in which the judges will be serving on active duty with the United States Armed Forces during FY 2018.)

		Item 53 #2s	
Judicial Department	FY16-17	FY17-18	
Judicial Department Reversion Clearing Account	\$0	\$1,000,000	GF

Language:

Page 39, line 25, strike "\$3,377,395" and insert "\$4,377,395".
 Page 39, line 45, strike "\$2,500,000" and insert "\$3,500,000".
 Page 39, line 48, strike "\$2,500,000" and insert "\$3,500,000".

Explanation:

(This amendment provides \$1,000,000 the second year from the general fund to supplement the compensation initiative which was approved by the 2016 General Assembly for district court clerks and deputy clerks, effective July 10, 2017, and to be reflected in their August 1, 2017 paychecks.)

		Item 59 #1s	
Executive Offices	FY16-17	FY17-18	
Attorney General and Department of Law	\$0	(\$500,000)	GF

Language:

Page 42, line 18, strike "\$30,810,242" and insert "\$30,310,242".

Explanation:

(This amendment reduces the general fund appropriation for the operation of the Office of the Attorney General by \$500,000 the second year.)

Administration

Compensation Board

Language

Language:

Page 54, line 43, after "County." insert:

"Reimbursements by the Board are to be made quarterly, and shall be equal to demonstrated costs incurred by the County of Nottoway for confinement of these individuals, and shall not exceed the amounts provided in this Paragraph for each fiscal year. Reimbursement of demonstrated costs in the first year may include expenses incurred in the prior fiscal year if not previously reimbursed. In subsequent years, demonstrated costs may include expenses incurred in the last month of the prior fiscal year if not previously reimbursed. The County of Nottoway, the Virginia Center for Behavioral Rehabilitation, and Piedmont Regional Jail shall, upon request, provide the Compensation Board any information and assistance it determines necessary to calculate amounts to be reimbursed to the County of Nottoway."

Explanation:

(This amendment revises existing language related to the reimbursement to Nottoway County for the confinement of Virginia Center of Behavioral Rehabilitation residents.)

Administration

FY16-17

FY17-18

Compensation Board

\$400,000

\$400,000 NGF

Language:

Page 56, line 44, strike "\$71,412,817" and insert "\$71,812,817".

Page 56, line 44, strike "\$72,047,835" and insert "\$72,447,835".

Page 58, after line 41, insert:

"J. Notwithstanding the provisions of Article 7, Chapter 4, Title 38, Code of Virginia, beginning July 1, 2017, \$400,000 in each year from the Department of State Police Insurance Fraud Fund is included in this appropriation to fund two (2) multi-jurisdictional Assistant Commonwealth's Attorney positions that shall be dedicated to prosecuting insurance fraud and related criminal activities. The Department of State Police will identify jurisdictions most affected by insurance fraud based upon data provided by the Virginia State Police Insurance Fund Program to be served by these Assistant Commonwealth's Attorney positions. The Virginia State Police Insurance Fraud Program shall ensure that these positions work across jurisdictional lines, serving jurisdictions identified as most in need of these resources as supported by data. These funds shall remain unallocated until the Compensation Board and the Department of State Police notify the Director of the

Department of Planning and Budget of the joint agreements reached with the Commonwealth's Attorneys of the jurisdictions receiving the additional Assistant Commonwealth's Attorney positions. The Commonwealth's Attorneys receiving such positions shall annually certify to the Compensation Board that the positions are used primarily, if not exclusively, for the prosecution of insurance fraud and related criminal activities."

Explanation:

(This amendment provides \$400,000 each year, beginning July 1, 2017, from the State Police Insurance Fraud Fund to support two multi-jurisdictional Assistant Commonwealth's Attorney positions that will be dedicated to prosecuting insurance fraud and related criminal activities. A companion amendment to Item 76 adds these two positions to the position count table for the Commonwealth's Attorneys.)

Item 76 #1s

Administration

Compensation Board

Language

Language:

Page 63, line 5, strike the second occurrence of "1,266" and insert "1,268".

Explanation:

(This amendment adds two positions to the position count table for Commonwealth's Attorneys. A companion amendment to Item 73 provides funding for these positions from the State Police Insurance Fraud Fund.)

Item 76 #2s

Administration

Compensation Board

Language

Language:

Page 64, line 51, strike "the amount deducted from the share for"

Page 64, line 52, strike "retain" and insert "deduct an additional"

Explanation:

(This amendment clarifies language added during the 2016 General Assembly Session that was intended to reflect an additional recovery of \$80,000 to cover the cost of liability insurance.)

Administration

Compensation Board

Language

Language:

Page 66, line 7, after "December 1," strike "2016" and insert "2017".

Explanation:

(This amendment extends the reporting date requirement for the workgroup's findings related to VARisk and potential alternative liability insurance coverage options to the Chairmen of the Senate Finance and House Appropriations Committees from December 1, 2016 to December 1, 2017.)

Administration

FY16-17

FY17-18

Department of Human Resource Management

\$0

\$70,000 GF

Language:

Page 72, line 24, strike "\$17,989,695" and insert "\$18,059,695".

Page 74, after line 47, insert:

"K. Included within this appropriation is \$70,000 the second year from the general fund to provide a leave benefit for qualified employees who adopt an infant under the age of one pursuant to SB 1412 of the Acts of Assembly of 2017."

Explanation:

(This amendment is dependent on passage of SB 1412; leave benefit for state employees who adopt an infant.)

Administration

FY16-17

FY17-18

Department of Human Resource Management

\$20,000

\$0 GF

Language:

Page 72, line 24, strike "\$17,984,317" and insert "\$18,004,317".

Page 74, after line 47, insert:

"K. Out of this appropriation, \$20,000 the first year from the general fund shall be used to

subscribe to an occupationally-based data service focused on State employees' total compensation and an evaluation of peer employers.".

Explanation:

(This amendment provides \$20,000 the first year from the general fund to allow DHRM to subscribe to an occupationally based data service.)

		Item 84 #3s
Administration	FY16-17	FY17-18
Department of Human Resource Management	(\$150,000)	(\$32,515) GF

Language:

Page 72, line 24, strike "\$17,984,317" and insert "\$17,834,317".
 Page 72, line 24, strike "\$17,989,695" and insert "\$17,957,180".
 Page 72, line 38, strike "\$939,093" and insert "\$789,093".
 Page 72, line 39, strike "\$821,946" and insert "\$789,431".

Explanation:

(This amendment reallocates funding provided for initiatives related to the Commission on Employee Retirement Security and Pension Reform.)

		Item 84 #4s
Administration	FY16-17	FY17-18
Department of Human Resource Management	\$75,000	\$0 GF

Language:

Page 72, line 24, strike "\$17,984,317" and insert "\$18,059,317".
 Page 74, after line 47, insert:
 "L. Included within this appropriation is \$75,000 the first year from the general fund for the Department of Human Resource Management to conduct an annual employee satisfaction survey and to develop a centralized employee exit survey to be administered by a third party.".

Explanation:

(This amendment provides funding for DHRM to conduct an annual employee satisfaction survey and to develop a centralized exit survey, administered annually by a third party.)

Item 85 #1s

Administration	FY16-17	FY17-18	
Administration of Health Insurance	2.00	0.00	FTE

Language:

Page 76, line 33, strike the first occurrence of "113" and insert "115".

Explanation:

(This amendment moves two non-general funded positions (2.0 FTE) to the first year for the administration of the LODA health benefits plan.)

Item 85 #2s

Administration	FY16-17	FY17-18	
Administration of Health Insurance	0.00	5.00	FTE

Language:

Page 76, line 33, strike the first occurrence of "113" and insert "118".

Explanation:

(This amendment authorizes five non-general funded positions (5.0 FTE) the second year for the administration of the COVA Local health insurance plan.)

Item 86 #1s

Administration	FY16-17	FY17-18	
Department of Elections	\$0	(\$570,000)	GF

Language:

Page 76, line 47, strike "\$14,327,318" and insert "\$13,757,318".

Explanation:

(This amendment removes funding included in the budget for online ballot delivery for military-overseas and other overseas voters.)

Item 86 #2s

Administration	FY16-17	FY17-18	
Department of Elections	\$0	(\$50,000)	GF

Language:

Page 76, line 47, strike "\$14,327,318" and insert "\$14,277,318".

Explanation:

(This amendment removes funding included in the budget for printing additional voter registration and absentee ballot applications.)

	Item 86 #3s	
Administration	FY16-17	FY17-18
Department of Elections	\$0	(\$1,000,000) GF

Language:

Page 76, line 47, strike "\$14,327,318" and insert "\$13,327,318".

Explanation:

(This amendment removes funding included in the budget for enhancements to the Virginia Election and Registration Information System (VERIS).)

	Item 86 #4s	
Administration	FY16-17	FY17-18
Department of Elections	\$0	(\$217,869) GF
	0.00	-1.00 FTE

Language:

Page 76, line 47, strike "\$14,327,318" and insert "\$14,109,449".

Explanation:

(This amendment removes funding in the budget for changes to the VERIS system to improve local access.)

	Item 86 #5s	
Administration	FY16-17	FY17-18
Department of Elections	\$0	(\$2,019,682) GF

Language:

Page 76, line 47, strike "\$14,327,318" and insert "\$12,307,636".

Explanation:

(This amendment removes funding to support the continuation of elections activities supported by the Help America Vote Act (HAVA) grant.)

		Item 86 #6s	
Administration	FY16-17	FY17-18	
Department of Elections	\$0	(\$105,000)	GF

Language:

Page 76, line 47, strike "\$14,327,318" and insert "\$14,222,318".

Explanation:

(This amendment removes funding included in the budget for a call center for the November 2017 election.)

		Item 86 #7s	
Administration	FY16-17	FY17-18	
Department of Elections	-3.00	-5.00	FTE

Language:

Explanation:

(This amendment removes the five additional positions added over the biennium, which reflected the conversion of contractors to classified state employees.)

		Item 88 #1s
Agriculture and Forestry		
Secretary of Agriculture and Forestry		Language

Language:

Page 80, following line 6, insert:

"A. The Secretary of Agriculture and Forestry shall convene a panel of stakeholders within and outside government to: (i) review state and local noise and traffic regulations and the marketing of Virginia wines through events and activities; (ii) consider findings of previous relevant studies on Virginia farm wineries; and (iii) develop recommendations as appropriate for how the state can better foster the viability of Virginia farm wineries. The Secretary shall complete all meetings by November 15, 2017 and report such recommendations to the Governor and the General Assembly no later than November 30, 2017."

Explanation:

(This amendment directs the Secretary of Agriculture and Forestry to examine regulations related to noise, traffic, and the viability of the farm wine industry in Virginia.)

			Item 92 #1s
Agriculture and Forestry	FY16-17	FY17-18	
Department of Agriculture and Consumer Services	\$0	(\$780,000)	GF

Language:

Page 83, line 2, strike "\$1,995,255" and insert "\$1,215,255".
Page 83, line 10, strike "\$1,780,000" and insert "\$1,000,000".

Explanation:

(This amendment provides a second year base funding amount of \$1.0 million GF for the Agriculture and Forestry Industries Development Fund. The program currently has unallocated balances in excess of \$2.3 million.)

			Item 93 #2s
Agriculture and Forestry	FY16-17	FY17-18	
Department of Agriculture and Consumer Services	\$95,000	\$192,500	GF

Language:

Page 83, line 19, strike "\$3,157,110" and insert "\$3,252,110".
Page 83, line 19, strike "\$2,934,610" and insert "\$3,127,110".

Explanation:

(This amendment restores funding to provide technical assistance to livestock farmers in dealing with wildlife depredation from coyotes and black vultures. The proposed cut in SB 900 as introduced would eliminate the state match for this program, which would mean an equal loss of dollars from USDA APHIS Wildlife Services to provide this service.)

			Item 101 #2s
Agriculture and Forestry	FY16-17	FY17-18	
Department of Forestry	\$0	\$300,000	GF

Language:

Page 86, line 17, strike "\$33,100,951" and insert "\$33,400,951".
 Page 87, line 6, unstrike "\$1,833,239" and strike "\$1,533,239".

Explanation:

(This amendment restores the 100 percent state match to the revenue generated by the forest products severance tax.)

		Item 101 #3s
Agriculture and Forestry	FY16-17	FY17-18
Department of Forestry	\$0	\$500,000 GF

Language:

Page 86, line 17, strike "\$33,100,951" and insert "\$33,600,951".
 Page 87, strike line 1 through line 4.

Explanation:

(This amendment reverses the proposed silvicultural fee included in SB 900 as introduced.)

		Item 105 #1s
Commerce and Trade		
Secretary of Commerce and Trade		Language

Language:

Page 90, line 37, strike "December" and unstrike "November".

Explanation:

(This amendment reverses the Governor's proposed due date change for the management and accounting review of the portfolio of programs within the Department of Small Business and Supplier Diversity.)

		Item 105 #2s
Commerce and Trade	FY16-17	FY17-18
Secretary of Commerce and Trade	(\$100,000)	\$0 GF
	-1.00	0.00 FTE

Language:

Page 90, line 3, strike "\$803,632" and insert "\$703,632".

Page 90, strike lines 21 through 24.

Explanation:

(This amendment removes funding of \$100,000 GF and one position in FY 2017. Funding was intended to support hiring a CEO for the newly created Virginia International Trade Corporation. However, creation of the new state agency has been postponed, and no CEO will be appointed in this biennium.)

	Item 106 #1s	
Commerce and Trade	FY16-17	FY17-18
Economic Development Incentive Payments	\$0	(\$2,000,000) GF

Language:

Page 90, line 49, strike "\$72,931,679" and insert "\$70,931,679".
Page 92, line 45, strike "\$5,000,000" and insert "\$3,000,000".

Explanation:

(This amendment removes \$2.0 million GF the second year for deposits to the Pulp, Paper, and Fertilizer Advanced Manufacturing Performance Grant Fund. A \$3.0 million GF appropriation remains in FY 2018 to fund anticipated grant payments. It is expected that additional grant awards for eligible companies will be appropriated from the general fund as needed beginning in FY 2019.)

	Item 106 #2s	
Commerce and Trade	FY16-17	FY17-18
Economic Development Incentive Payments	\$0	(\$2,500,000) NGF

Language:

Page 90, line 49, strike "\$72,931,679" and insert "\$70,431,679".
Page 92, line 23, strike "\$2,500,000 from the Aerospace Engine Manufacturing Supplier Cluster Grant Fund,"
Page 92, line 25, after "Fund", strike ",",
Page 92, line 27, strike ", 59.1-284.21,"

Explanation:

(This amendment reverses an appropriation of \$2.5 million NGF from the Aerospace Engine Manufacturing Supplier Cluster Grant Fund. In order for a qualified manufacturer to receive a payment under the Aerospace Engine Manufacturing Supplier Cluster Bonus Performance

Grant Program, *Va. Code* provides for the filing of an application with the Secretary of Commerce and Trade between July 1 and August 31, and the subsequent payment of the grant in the following fiscal year. No such application has been received. It is anticipated that funding will be appropriated from the general fund in the next biennium to fund grant payments after a qualified application is received.)

Item 106 #3s

Commerce and Trade	FY16-17	FY17-18	
Economic Development Incentive Payments	\$0	(\$1,000,000)	GF

Language:

Page 90, line 49, strike "\$72,931,679" and insert "\$71,931,679".
 Page 91, line 10, after "the first year and", strike "\$20,750,000" and insert "\$19,750,000".

Explanation:

(This amendment reduces funding \$1.0 million GF the second year for the Commonwealth's Development Opportunity Fund (COF). The COF is a discretionary incentive available to the Governor and administered by the Virginia Economic Development Partnership to secure a business location or expansion project for Virginia. Grants are awarded to localities on a local matching basis with the expectation that the grant will result in a favorable location decision for the Commonwealth.)

Item 106 #4s

Commerce and Trade		
Economic Development Incentive Payments		Language

Language:

Page 92, after line 41, insert:
 "3. Notwithstanding § 2.2-5102.1.E. or any other provision of law, and subject to appropriation by the General Assembly, up to \$8,000,000 in economic development incentive grants is authorized for eligible projects to be awarded on or after July 1, 2017. Any eligible project awarded such grants shall be subject to the conditions set forth in § 2.2-5102.1."

Explanation:

(This amendment authorizes the Governor to award additional grants not to exceed \$8.0 million in aggregate beginning on July 1, 2017, to eligible companies under the existing Virginia Economic Development Incentive Grant (VEDIG) program. This brings the authorized aggregate amount of grants that may be outstanding to \$38.0 million. Grant

payments under the VEDIG program are paid in no less than five installments and do not begin until at least 36 months after the company has met capital investment and job creation targets. Grant awards are subject to appropriation by the General Assembly.)

Item 108 #1s

Commerce and Trade

Department of Housing and Community Development

Language

Language:

Page 96, after line 9, insert:

"H. The Department of Housing and Community Development (DHCD) shall develop and implement strategies for housing individuals with serious mental illness. DHCD shall include other agencies in the development of such strategies including the Virginia Housing Development Authority, Department of Behavioral Health and Developmental Services, Department of Aging and Rehabilitative Services, Department of Medical Assistance Services, and Department of Social Services. The Department shall also include stakeholders whose constituents have an interest in expanding supportive housing for people with serious mental illness, including the National Alliance on Mental Illness Virginia, the Virginia Housing Alliance and the Virginia Sheriff's Association. An annual report on such strategies and the progress on implementation shall be provided to the Chairmen of the House Appropriations and Senate Finance Committees by the first day of each General Assembly Regular Session."

Explanation:

(This amendment directs the Department of Housing and Community Development (DHCD) to develop and implement strategies for housing individuals with serious mental illness in collaboration with other agencies including the Virginia Housing Development Authority, Department of Behavioral Health and Developmental Services, Department of Aging and Rehabilitative Services, Department of Medical Assistance Services, and Department of Social Services. DHCD is also directed to work with stakeholders whose constituents have an interest in expanding supportive housing for people with serious mental illness, and to produce an annual report to the Chairmen of the House Appropriations and Senate Finance Committees. This is a recommendation from the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century.)

Item 109 #1s

Commerce and Trade

FY16-17

FY17-18

Department of Housing and Community Development	\$1,050,000	\$6,450,000	GF
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Language:

Page 96, line 11, strike "\$39,167,730" and insert "\$40,217,730".
 Page 96, line 11, strike "\$57,654,601" and insert "\$64,104,601".
 Page 98, line 39, strike "\$900,000" and insert "\$1,950,000".
 Page 98, line 40, strike "\$19,650,000" and insert "\$26,100,000".
 Page 98, line 43, strike "\$900,000" and insert "\$1,950,000".
 Page 98, line 46, strike "\$900,000" and insert "\$1,950,000".
 Page 98, line 46, strike "\$1,350,000" and insert "\$3,900,000".
 Page 98, line 50, strike "\$6,100,000" and unstrike "\$12,200,000".
 Page 98, line 52, strike "\$12,200,000" and insert "\$10,000,000".
 Page 98, after line 53, insert:

"3. Of the \$1,950,000 the first year and \$3,900,000 the second year provided in this paragraph and available to allocate to qualifying regions to support organizational and capacity building activities and workforce gap analyses, any amounts allocated to a qualifying region but unused for these purposes shall be allocated to that region and shall be available for grant awards."

Explanation:

(This amendment restores funding of \$7.5 million GF for GO Virginia, approximately one-half of the reduction proposed in the SB 900. This amendment provides (i) \$1.95 million in FY 2017 and \$3.9 million in FY 2018 for a total of \$650,000 per region over the biennium for organizational and capacity building activities as well as for preparing regional workforce gap analyses; (ii) \$12.2 million in FY 2018 for grants to regional councils based on each region's share of state population; and, (iii) \$10.0 million in FY 2018 for grants to be awarded to regional councils on a competitive basis. If any portion of the \$650,000 per region allocated for organizational and capacity building activities and regional workforce gap analyses is not used for those purposes, the remaining portion shall be added to that region's allocation for grant awards based on the region's population.)

Item 109 #2s

Commerce and Trade	FY16-17	FY17-18	
Department of Housing and Community Development	\$0	\$500,000	NGF

Language:

Page 96, line 11, strike "\$57,654,601" and insert "\$58,154,601".
 Page 99, after line 13, insert:

"Q. In addition to the amounts provided in paragraphs C.1.,2. and 3. of this item, the Virginia Coalfields Economic Development Authority shall provide up to \$500,000 of its nongeneral fund balances to the Lenowisco Planning District Commission who shall serve as the fiscal agent for coordinated economic development activities in the Lenowisco and Cumberland Plateau Planning Districts. The funding provided in this paragraph is contingent upon equal matching funds being awarded by the Tobacco Region Revitalization Commission."

Explanation:

(This amendment provides funding of up to \$500,000 from nongeneral fund revenues of the Coalfield Economic Development Authority the second year for economic development activities in Southwest Virginia. This represents the first of an anticipated three-year need totaling \$1.5 million. The Lenowiso Planning District is the fiscal agent. Funding is intended to benefit the Lenowisco and Cumberland Plateau Planning Districts with the expectation that marketing efforts will be conducted with collaboration from the Virginia Coalfields Economic Development Authority and other regional stakeholders. Funding is contingent upon equal matching funds being awarded by the Tobacco Region Revitalization Commission.)

		Item 110 #1s
Commerce and Trade	FY16-17	FY17-18
Department of Housing and Community Development	\$1,000,000	\$835,533 GF

Language:

- Page 99, line 15, strike "\$12,423,354" and insert "\$13,423,354".
- Page 99, line 15, strike "\$12,587,821" and insert "\$13,423,354".
- Page 99, line 22, strike "12,150,000" and unstrike "13,150,000".
- Page 99, line 23, strike "12,314,467" and unstrike "13,150,000".

Explanation:

(This amendment restores funding to the Enterprise Zone Program at the level appropriated in Chapter 780. This program is consistently oversubscribed with qualified recipients receiving prorated grant awards. The Real Property Improvement Grants portion of the Enterprise Zone Program was prorated at 69 percent in FY 2014 and 66 percent in FY 2015 (the most recent annual report available). This action mitigates the need to prorate grant awards and is consistent with the recommendations of the Enterprise Zone Program study just completed at the request of the General Assembly by the VCU Center for Urban and Regional Analysis.)

Item 111 #1s

Commerce and Trade

Department of Housing and Community Development

Language

Language:

Page 99, after line 39, insert:

"The appropriation of any funds set forth in this item for the remainder of Fiscal Year 2017 and the Fiscal Year 2018, as enacted by Chapter 780 of the 2016 Acts of Assembly, are conditioned upon the Department of Housing and Community Development establishing and operating a mandatory registration system for any person offering property for short-term rental in the Commonwealth. The Department shall assess an annual \$100 fee for each property offered for short-term rental. The Department shall retain the revenues generated by the fee to cover the costs associated with establishing and maintaining the registry, and to cover any costs associated with the inspection of short-term rental properties as deemed necessary by the Department to maintain public safety. As a prerequisite for registration, a person shall provide the Department with proof of registration with (i) the locality in which the property is located and (ii) the Department of Taxation for the collection and remittance of all applicable state and local taxes associated with the short-term rental. The registration list maintained by the Department shall be open to public inspection and copying pursuant to the Virginia Freedom of Information Act (§ 2.2-3700 et seq.).

If a locality determines that property that has not been registered with the Department is offered for short-term rental, the person offering the short-term rental shall be assessed a \$500 penalty. If the locality determines that property not registered was in fact rented on a short-term basis, the person who offered the property for short-term rental shall be assessed a \$500 penalty for each day that the property is in fact rented. The penalties generated by this item shall be collected and retained by the locality in which the residential dwelling is located.

Registration shall not be required pursuant to this Item for persons or entities already licensed by the Commonwealth or the locality in which the property is located related to the rental or management of property, including but not limited to licensed real estate professionals, hotels, and bed and breakfast establishments.

For purposes of this Item, "short-term rental" means the provision of a room or space that is suitable or intended for occupancy for dwelling, sleeping, or lodging purposes, for a period of fewer than 30 consecutive days, in exchange for a charge for occupancy."

Explanation:

(This amendment would condition certain funding in the Department of Housing and Community Development on the creation and operation of a registration system for properties offered for short-term rental. The amendment would also authorize the Department to assess a \$100 per property fee to offset the costs of administering the

registration system. In addition, the amendment would establish penalties for persons offering unregistered properties for short-term rental.)

		Item 116 #1s	
Commerce and Trade	FY16-17	FY17-18	
Department of Labor and Industry	\$0	(\$1,529,923)	GF

Language:

Page 100, line 30, strike "\$11,527,485" and insert "\$9,997,562".

Explanation:

(This amendment reverses the proposed increase of \$1,529,923 GF in FY 2018 intended to support hiring 15 positions at the Department of Labor and Industry.)

		Item 120 #1s	
Commerce and Trade	FY16-17	FY17-18	
Department of Mines, Minerals and Energy	\$0	(\$1,100,000)	GF

Language:

Page 102, line 7, strike "\$4,104,748" and insert "\$3,004,748".
Page 102, strike lines 26 through 31.

Explanation:

(This amendment reverses proposed new spending of \$1.1 million GF in FY 2018 intended to subsidize solar energy development projects.)

		Item 123 #1s	
Commerce and Trade	FY16-17	FY17-18	
Department of Small Business and Supplier Diversity	\$0	(\$129,981)	NGF

Language:

Page 103, line 25, strike "\$7,327,812" and insert "\$7,197,831".
Page 104, line 3, strike "\$629,981" and insert "\$500,000".

Explanation:

(This amendment reduces the nongeneral fund appropriation from the Small Business Jobs

Grant Fund from \$629,981 to \$500,000 to more closely align with expected grant payments.)

		Item 125 #1s	
Commerce and Trade	FY16-17	FY17-18	
Virginia Economic Development Partnership	\$0	\$1,302,366	GF

Language:

Page 106, line 5, strike "\$19,235,660" and insert "\$20,538,026".
Page 107, line 22, strike "\$947,634" and unstrike "\$2,250,000".

Explanation:

(This amendment restores the reduction in the introduced budget to the original amount contained in Chapter 780 of \$2.25 million for the second year. The Virginia Brownfields Restoration and Economic Development Assistance Fund has been successfully used to restore environmentally-degraded property back to productive use.)

		Item 125 #2s	
Commerce and Trade	FY16-17	FY17-18	
Virginia Economic Development Partnership	\$0	(\$168,291)	GF

Language:

Page 106, line 5, strike "\$19,235,660" and insert "\$19,067,369".

Explanation:

(This amendment reverses the proposed \$168,291 GF increase to support hiring additional staff. New staff activities directed by the General Assembly, including internal audit functions, shall be supported by existing general fund resources.)

		Item 125 #3s	
Commerce and Trade	FY16-17	FY17-18	
Virginia Economic Development Partnership	\$0	\$6,232,811	GF

Language:

Page 106, line 5, strike "\$19,235,660" and insert "\$25,468,471".

Explanation:

(This amendment reverses the transfer of \$6.2 million GF from the Virginia Economic Development Partnership (VEDP) to the newly created Virginia International Trade Corporation. These funds represent the general fund resources associated with the International Trade Division within VEDP. Related amendments reverse all new funding to create the proposed new agency.)

		Item 125.10 #1s	
Commerce and Trade	FY16-17	FY17-18	
Virginia International Trade Corporation	\$0 0.00	(\$7,200,266) -24.00	GF FTE

Language:

Page 108, line 4, strike "\$7,200,266" and insert "\$0".
 Page 108, strike lines 8 through 11.

Explanation:

(This amendment reverses funding of \$7.2 million GF and 24 positions in FY 2018 to create the proposed Virginia International Trade Corporation as a new state agency.)

		Item 129 #1s	
Commerce and Trade	FY16-17	FY17-18	
Virginia Tourism Authority	\$15,000	\$22,500	GF

Language:

Page 109, line 17, strike "\$20,706,518" and insert "\$20,721,518".
 Page 109, line 17, strike "\$19,886,612" and insert "\$19,909,112".
 Page 110, line 1, strike "\$2,485,000" and unstrike "\$2,500,000".
 Page 110, line 2, strike "\$2,227,500" and unstrike "\$2,500,000".
 Page 110, line 8, strike "\$285,000" and unstrike "\$300,000".
 Page 110, line 9, strike "\$277,500" and unstrike "\$300,000".

Explanation:

(This amendment reverses reductions proposed in the Governor's budget, providing an additional \$15,000 GF the first year and \$22,500 GF the second year for Spearhead Trails, an initiative of the Southwest Regional Recreation Authority.)

		Item 129 #2s	
Commerce and Trade	FY16-17	FY17-18	

Virginia Tourism Authority	\$10,000	\$10,000	GF
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Language:

Page 109, line 17, strike "\$20,706,518" and insert "\$20,716,518".
 Page 109, line 17, strike "\$19,886,612" and insert "\$19,896,612".
 Page 110, line 1, strike "\$2,485,000" and insert "\$2,495,000".
 Page 110, line 2, strike "\$2,227,500" and insert "\$2,237,500".
 Page 110, line 6, after "Center, and" strike "\$50,000" and insert "\$60,000".
 Page 110, line 6, after "first year and" strike "\$50,000" and insert "\$60,000".

Explanation:

(This amendment provides additional funding of \$10,000 from the general fund each year to help expand the Healthy Athlete exam and treatment program and provide additional support so that Special Olympics athletes can continue to attend Summer Games. This program also provides valuable hands-on experience for the medical community.)

Item 129 #3s

Commerce and Trade	FY16-17	FY17-18	
Virginia Tourism Authority	\$0	(\$125,000)	GF

Language:

Page 109, line 17, strike "\$19,886,612" and insert "\$19,761,612".
 Page 110, line 2, strike "\$2,227,500" and insert "\$2,102,500".
 Page 110, line 7, strike "and \$250,000 the second year".
 Page 110, line 10, after "initiative.", insert:
 "Also out of the amounts in this item for Tourism Promotion, \$125,000 the second year from the general fund shall be provided to the City of Virginia Beach for a regional tourism entity."

Explanation:

(This amendment removes \$250,000 GF support for the City of Portsmouth in FY 2018 to benefit a regional tourism entity, and instead provides \$125,000 GF for the City of Virginia Beach in FY 2018 for the same purpose.)

Item 129 #4s

Commerce and Trade	FY16-17	FY17-18	
Virginia Tourism Authority	\$0	(\$400,000)	GF

Language:

Page 109, line 17, strike "\$19,886,612" and insert "\$19,486,612".
Page 111, strike lines 1 through 4.

Explanation:

(This amendment reverses new spending in the amount of \$400,000 GF the second year to fund a tourism marketing campaign designed to attract tourists from India.)

Item 131 #1s

Education

Department of Education, Central Office Operations

Language

Language:

Page 113, after line 29, insert:

"E. The Department of Education shall include in the on-going training provided to school division personnel for the academic and career plans (7th/8th grade) information on college debt and return on investment of various post-secondary pathways."

Explanation:

(This amendment directs DOE to enhance the training they provide to school division personnel for the academic and career plans (7th/8th grade) to include information on college debt and return on investment of various post-secondary pathways.)

Item 131 #2s

Education

Department of Education, Central Office Operations

Language

Language:

Page 113, lines 51 and 52, strike "\$563,000" and insert "\$413,000".
Page 114, lines 2 and 3, strike "\$216,000" and insert "\$366,000".

Explanation:

(This amendment shifts \$150,000 each year from principal training to assistance for teacher professional development on the subject of issues related to high-needs students.)

Item 136 #1s

Education

FY16-17

FY17-18

Department of Education, Central Office Operations	\$0	\$50,000	GF
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Language:

Page 116, line 42, strike "\$2,181,251" and insert "\$2,231,251".

Explanation:

(This amendment provides funding for a one-time file review of teachers who have been convicted of child abuse to make certain that their teacher's license has been revoked.)

		Item 137 #1s	
Education	FY16-17	FY17-18	
Department of Education, Central Office Operations	\$0	(\$800,000)	GF

Language:

Page 117, line 16, strike "\$20,538,547" and insert "\$19,738,547".

Explanation:

(This amendment provides an additional \$800,000, which is half the amount proposed in the introduced budget, for the instructional improvement system, which provides teacher-level and longitudinal student-level data, and other data for integration with local student information systems and DOE access to division-level data, for use by local school divisions.)

		Item 138 #1s	
Education	FY16-17	FY17-18	
Direct Aid to Public Education	\$0	(\$240,000)	GF

Language:

Page 118, line 47, strike "\$28,993,945" and insert "\$28,753,945".
 Page 125, line 47, strike "\$480,000" and insert "\$240,000".
 Page 125, after line 48, insert "No later than October 1, 2017, a summary report shall be prepared specifying the metrics of success of this initiative."

Explanation:

(This amendment provides \$240,000 for summer cyber camps for high school students interested in cybersecurity careers or who have started cyber programs of study. This is half of the amount of new funding proposed in the budget as introduced. The new program began

in FY 2016 with one-time balances and supported 32 cyber camp sites involving 38 school divisions.)

Item 138 #2s

Education	FY16-17	FY17-18
Direct Aid to Public Education	(\$35,000)	\$0 GF

Language:

Page 118, line 47, strike "\$26,930,095" and insert "\$26,895,095".
 Page 119, line line 36, strike the first instance of "\$50,000" and insert "\$25,000".
 Page 125, line 5, strike "\$50,000" and insert "\$25,000".

Explanation:

(This amendment captures savings from the new teacher compensation improvement initiative as only three planning grants were awarded for FY 2017. There remains \$50,000 for grants in FY 2018 to plan for the 2018-20 biennium.)

Item 138 #3s

Education	FY16-17	FY17-18
Direct Aid to Public Education	\$0	\$237,500 GF

Language:

Page 118, line 46, strike "\$28,993,945" and insert "\$29,231,445".
 Page 122, line 9, strike "\$612,500" and insert "\$850,000".

Explanation:

(This amendment adds \$237,500 to existing second year funding for Project Discovery for an annual funding level of \$850,000 to provide support to existing Partner Agencies and assist long-planned but unfunded program expansions. Established in 1979, Project Discovery is a post-secondary college access program currently offered through 22 Virginia Partner Agencies. The program encourages students to stay in and graduate from high school and provides resources and tools for students and families to successfully make the transition to post-secondary education. Many participants are first-generation college students. Partner Agencies must match, dollar-for-dollar, program support.)

Item 138 #4s

Education

Language:

Page 122, beginning in line 56, remove "After the third consecutive year of successful participation, an eligible school's grant shall be based on a shared split of the grant between the state and participating school divisions's local composite index."

Explanation:

(This amendment removes language that penalizes the successful transition to an extended school year schedule. Initial grant awards may be up to \$300,000 per school for up to two years after the initial implementation period, or \$400,000 in the case of schools that have a Denied Accreditation status.)

Item 139 #1s

Education

FY16-17

FY17-18

Direct Aid to Public Education

\$6,990,175

\$0 GF

Language:

Page 125, line 50, strike "\$6,452,672,004" and insert "\$6,459,662,179".

Page 160, after line 42, insert:

"41. Enrollment Loss

An additional state payment in the first year equal to the state share per pupil of Basic Aid for each locality, for 50 percent of the enrollment loss in March 31 ADM from the prior year, in those instances where the enrollment loss was 1.5 percent or greater. As a condition of receiving this payment, the school division must report to the Department of Education its strategies for managing on-going declining enrollment, including mid-year budgetary flexibility, shared services arrangements with adjacent or nearby school divisions, especially in the case of school divisions with fewer than 4,000 students, and other efficiency measures."

Explanation:

(This amendment provides partial enrollment loss funding payments. Similar to a funding stream had been in place for FY 2010 and prior, this amendment provides the state share per pupil of Basic Aid for 50 percent of the enrollment loss from FY 2017 compared to FY 2016, in those cases where the enrollment loss was at least 1.5 percent.)

Item 139 #2s

Education

Direct Aid to Public Education

Language

Language:

Page 127, strike line 8.

Page 128, line 10, strike "\$157,168,585" and insert "\$129,488,770".

Page 156, line 12, strike "\$234,386" and insert "\$351,933".

Page 156, line 14, strike "up to an additional \$78.44".

Page 156, line 15, strike line 15.

Page 156, line 16, strike "2017" and insert "a 2.0 percent salary increase during the 2016-18 biennium".

Page 156, line 16, strike "2017".

Page 159, line 49, strike "\$157,168,585" and insert "\$129,488,770".

Page 159, line 51, strike "\$225.25" and insert "\$185.58".

Page 160, strike lines 28 through 42 and insert:

"40. Compensation Supplements

a.1) The appropriation in this Item includes \$83,151,490 the second year from the general fund for the state share of a payment equivalent to a 2.0 percent salary incentive increase, effective July 10, 2017, for funded SOQ instructional and support positions. Funded SOQ instructional positions shall include the teacher, guidance counselor, librarian, instructional aide, principal, and assistant principal positions funded through the SOQ staffing standards for each school division in the biennium. This amount includes \$351,933 the second year referenced in paragraph 28. h., for the Academic Year Governor's Schools for a 2.0 percent salary incentive increase, effective July 10, 2017, for instructional and support positions.

2) It is the intent that the instructional and support position salaries be increased in school divisions throughout the state by at least an average of 2.0 percent during the 2016-18 biennium. Sufficient funds are appropriated in this act to finance, on a statewide basis, the state share of a 2.0 percent salary increase for funded SOQ instructional and support positions, effective July 10, 2017, to school divisions which certify to the Department of Education, by June 1, 2017, that salary increases of a minimum average of 2.0 percent have been or will have been provided during the 2016-18 biennium, either in the first year or in the second year or through a combination of the two years, to instructional and support personnel. In certifying that the salary increases have been provided, school divisions may not include any salary increases that were provided in the first year solely to offset the cost of required member contributions to the Virginia Retirement System under § 51.1-144, Code of Virginia.

b. This funding is not intended as a mandate to increase salaries."

Explanation:

(This amendment provides funding for the state's share of a 2.0 percent base salary adjustment, for SOQ instructional and support positions and Academic Year Governor's

School instructional and support positions. The amount of state funding is calculated based on an effective date of July 10, 2017. School divisions shall have the flexibility to qualify for these state funds if they certify that they have provided or will provide an increase of at least 2.0 percent at some point during the 2016-18 biennium. In other words, at least 2.0 percent in FY 2017 or at least 2.0 percent in FY 2018, or via two separate increases in each fiscal year, such as 1.0 percent in FY 2017 and 1.0 percent in FY 2018 that together add to at least 2.0 percent. This 2.0 percent base salary increase funding is in lieu of the \$55.5 million for the 1.5 percent bonus proposed in the budget as introduced. In addition, this amendment re-directs \$27.7 million of the \$157.2 million total in FY 2018 from the Supplemental Lottery Per Pupil Allocation to this purpose.)

Item 139 #3s

Education	FY16-17	FY17-18	
Direct Aid to Public Education	\$0	(\$1,387,239)	GF

Language:

Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,722,645,794".

Page 153, line 22, strike the second instance of "\$2,774,478" and insert "\$1,387,239".

Explanation:

(This amendment reduces funding for Project Graduation remedial education by half to phase-out the program. Project Graduation was created in 2003 to provide school divisions funding to provide instructional support for students who received passing grades for a standard credit-bearing course but failed the required Standards of Learning (SOL) assessment needed to earn verified credit to complete their diploma requirements.)

Item 139 #4s

Education	FY16-17	FY17-18	
Direct Aid to Public Education	(\$50,000)	(\$162,814)	GF

Language:

Page 125, line 50, strike "\$6,452,672,004" and insert "\$6,452,622,004".

Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,723,870,219".

Page 127, line 17, strike the first occurrence of "\$600,000" and insert "\$550,000".

Page 127, line 17, strike the second occurrence of "\$600,000" and insert "\$437,186".

Page 160, strike lines 13 through 27.

Explanation:

(This amendment captures anticipated balances in the special education endorsement

program and removes new language that would have overridden statutory provisions in §22.1-290.02.)

Item 139 #5s

Education	FY16-17	FY17-18
Direct Aid to Public Education	\$0	\$369,845 GF

Language:

Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,724,402,878".

Explanation:

(This amendment provides for the net increase to the Direct Aid to Public Education distribution due to the expected sales tax revenue impact from Senate Bill 1390 having to do with exemption certificates for stamped cigarettes. Companion amendments update the revenue and transfer amounts.)

Item 139 #6s

Education	FY16-17	FY17-18
Direct Aid to Public Education	(\$8,000,000)	\$0 GF
	\$8,000,000	\$0 NGF

Language:

Page 137, line 36, strike "\$191,347,523" and insert "\$199,347,523".

Explanation:

(This amendment increases by \$8.0 million the amount of Literary Fund revenue used to pay SOQ teacher retirement costs in FY 2017. The Board of Education has not issued any Literary Fund school construction loans in FY 2017 as originally included in the forecast.)

Item 139 #7s

Education	FY16-17	FY17-18
Direct Aid to Public Education	\$0	(\$400,000) GF

Language:

Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,723,633,033".

Page 151, line 34, strike "\$12,975,341" and insert "\$12,575,341".

Page 151, line 38, after "Department of Education." insert "In the second year, this reflects \$400,000 apportioned to each school division to account for the cost of the diagnostic test."

Explanation:

(This amendment captures \$400,000 GF savings in FY 2018 from SOL Algebra Readiness Payments by allocating proportionate shares of the increased cost of the algebra readiness diagnostic assessment to each school division.)

Item 139 #8s

Education	FY16-17	FY17-18
Direct Aid to Public Education	\$62,645	\$61,826 GF

Language:

Page 125, line 50, strike "\$6,452,672,004" and insert "\$6,452,734,649".
Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,724,094,859".

Explanation:

(This amendment reflects two technical corrections to Direct Aid funding formula data. The first updates the K-3 class size reduction program for the free lunch percentage for a Fairfax County school that split into two effective this school year. The second update adjusts the Virginia Preschool Initiative half-day slots to \$3,062 to agree with the wording in the Appropriation Act.)

Item 139 #9s

Education	Language
Direct Aid to Public Education	

Language:

Page 145, line 17, after "5" insert "a".
Page 145, line 41 insert:
"b.) Supplemental grants allocated to school divisions for participation in the Virginia e-Learning Backpack Initiative prior to fiscal year 2017 shall be used in eligible schools for (1) the purchase of a laptop or tablet for a student reported in ninth grade fall membership, and (2) the purchase of two content creation packages for teachers per grant. The amounts for such grants shall remain unchanged."

Explanation:

(This amendment specifies that supplemental grants allocated to school divisions for participation in the Virginia e-Learning Backpack Initiative prior to FY 2017 shall be used in eligible schools for (1) the purchase of a laptop or tablet for a student reported in ninth grade fall membership, as well as (2) the purchase of two content creation packages for teachers

per grant. This will ensure that Chromebooks are included as allowable purchases, consistent with future year issuances. The amounts for such grants shall remain unchanged.)

Item 144 #1s

Education

State Council of Higher Education for Virginia

Language

Language:

Page 166, after line 7, insert:

"K. 1. The State Council of Higher Education for Virginia shall develop a standard template for financial aid award letters for institutions of higher education receiving state financial aid or whose students receive tuition assistance grants by November 1, 2017. The Council shall work with representatives of the higher education institutions and with the staff of the Senate Finance and House Appropriations Committees in the development of the template. The institutions shall be required to use this template for financial aid award letters beginning in the 2018-19 academic year.

2. The State Council shall also study options to create an interactive website to compare multiple financial aid award letters and report the findings to the Senate Finance and House Appropriations Committees by November 1, 2017."

Explanation:

(This language amendment requires the State Council of Higher Education for Virginia (SCHEV) to develop a standard template for financial aid award letters for institutions of higher education receiving state financial aid or whose students receive tuition assistance grants. The institutions shall be required to use this template beginning in the 2018-19 academic year. SCHEV will also report on options to create an interactive website to compare financial aid offers.)

Item 144 #2s

Education

State Council of Higher Education for Virginia

Language

Language:

Page 165, strike lines 44 through 48.

Explanation:

(This amendment is technical in nature and eliminates language that is no longer needed as

the additional need-based aid was moved to the individual institutions.)

Item 144 #3s

Education

State Council of Higher Education for Virginia

Language

Language:

Page 166, after line 1, insert:

"3. Local community colleges shall not start new workforce programs that would duplicate existing high school and adult Career and Technical Education (CTE) programs for high-demand occupations in order to receive funding under this Grant."

Explanation:

(This amendment prohibits community colleges from starting new workforce programs that would duplicate existing high school and adult Career and Technical Education (CTE) programs in order to receive funding under the New Economy Workforce Credential Grant Program.)

Item 146 #1s

Education

FY16-17

FY17-18

State Council of Higher Education for Virginia

\$15,395

\$23,092 GF

Language:

Page 166, line 22, strike "\$16,361,472" and insert "\$16,376,867".

Page 166, line 22, strike "\$17,109,891" and insert "\$17,132,983".

Page 166, line 37, strike "\$292,504".

Page 166, line 37, un-strike "\$307,899".

Page 166, line 38, strike "\$284,807".

Page 166, line 38, un-strike "\$307,899".

Explanation:

(This amendment restores funding to the previous level for the Virginia Women's Institute for Leadership (VWIL), a public-private partnership between the Commonwealth and Mary Baldwin University that offers leadership and military training for women. VWIL cadets are not eligible for the tuition assistance grant (TAG) and this funding is supposed to be roughly equivalent to those awards.)

Item 146 #2s

Education	FY16-17	FY17-18	
State Council of Higher Education for Virginia	\$0	\$250,000	GF

Language:

Page 166, line 22, strike "\$17,109,891" and insert "\$17,359,891".
Page 168, line 28, strike "\$296,278" and insert "\$546,278".

Explanation:

(This amendment restores \$250,000 GF to support responsibilities assigned to the agency, including the Virginia Research Investment Fund, the New Economic Workforce Grant, and the Virginia Longitudinal Data System.)

Item 146 #3s

Education	FY16-17	FY17-18	
State Council of Higher Education for Virginia	(\$100,000)	(\$1,000,000)	GF

Language:

Page 166, line 23, strike "\$16,361,472" and insert "\$16,261,472".
Page 166, line 23, strike "\$17,109,891" and insert "\$16,109,891".
Page 168, line 31, strike "\$1,000,000" and insert "\$900,000".
Page 168, line 31, strike "\$2,000,000" and insert "\$1,000,000".
Page 168, line 36, after "degree." insert:
"The plan will specifically describe how the VDCN will reduce the unit cost of providing online education, how the VDCN will use tuition revenue from online students to support the cost of the initiative, include a discussion of potential options to partner with those currently providing online courses, and shall assume that only existing financial aid programs will be available."
Page 168, line 40, strike "2016" and insert "2017".

Explanation:

(This amendment captures unspent funds in the first year and level funds the Virginia Degree Completion Network (VDCN) in the second year. The VDCN is also to report back to the Chairmen of Senate Finance and House Appropriations Committees on the further implementation of the program to make it more cost-effective for students and to include options to partner with those currently providing online courses.)

Item 162 #1s

Education	FY16-17	FY17-18	
Virginia Institute of Marine Science	\$0	\$1,039,390	GF

Language:

Page 175, line 46, strike "\$21,541,437" and insert "\$22,580,827".

Explanation:

(This amendment provides over \$1.0 million GF in the second year to the Institute to restore the 5 percent reduction proposed in the introduced budget.)

Item 189 #1s

Education

University of Mary Washington

Language

Language:

Page 191, after line 53, insert:

"G. The University of Mary Washington shall develop a plan to determine how best to support adult education programs to serve regional employers in order to enhance economic development and report back to the Chairmen of the Senate Finance and House Appropriations Committees by October 1, 2017."

Explanation:

(This amendment requests a plan to report on how to best enhance regional economic development through the offering of programs oriented toward the adult education population. Potential programs would serve regional employers. The plan is due to the Chairmen of the Senate Finance and House Appropriations Committees by October 1, 2017.)

Item 203 #1s

Education	FY16-17	FY17-18	
University of Virginia's College at Wise	\$0	\$50,000	GF

Language:

Page 198, line 2, strike "\$25,555,358" and insert "\$25,605,358".

Page 199, after line 1, insert:

"H. Out of this appropriation, \$50,000 the second year from the general fund is designated for the University of Virginia's College at Wise to develop a plan related to potential future expansion due to desired enrollment growth. The University shall also detail the impact these plans would have on future capital needs. The plan shall be transmitted to the Chairmen of the Senate Finance and House Appropriations Committees by September 1, 2017."

Explanation:

(This amendment provides \$50,000 GF in the second year for the development of a plan regarding the University's desire to expand enrollment. The plan is also to report on how these plans will impact the capital outlay needs of the University.)

Item 213 #1s

Education

Virginia Community College System

Language

Language:

Page 207, after line 19, insert:

"V. The Virginia Community College System, in coordination with the Department of Education, the State Council for Higher Education in Virginia, and the P-20 Council shall: (1) examine the rigor of dual enrollment general education courses; (2) establish structured dual enrollment career technical education and general education program pathways that lead to completion of certificates, diplomas, or associate degrees; (3) develop a process to create a dual enrollment general education course catalog that designates uniform transferability of courses to public four-year institutions of higher education; (4) develop guidelines for the implementation of improved transparent and accurate communication of dual enrollment course credit information to local school divisions, parents, and students; (5) recommend uniform pricing models for dual enrollment course delivery that sustain the affordability of dual enrollment offered by the Virginia Community College System and reflect the positive existing partnerships between local school divisions and Virginia's 23 community colleges; and (6) develop shared funding recommendations for the delivery of early college high school programs. A report of the preliminary findings shall be delivered to the Chairman of the Senate Finance Committee and the Chairman of the House Appropriations Committee by May 1, 2017, with a final report by May 1, 2018."

Explanation:

(This amendment directs VCCS, DOE, and SCHEV to recommend certain changes to the structure of dual enrollment. In the 2015-16 academic year, 37,926 high school students earned college credit through dual enrollment at one of the 23 community colleges. In Virginia, dual enrollment is delivered primarily at the high school by a faculty member who is verified by the college as qualified to teach college-level courses. The college and the high school enter into a contract agreement that sets out the terms and conditions upon which college courses will be offered.)

Item 216 #1s

Education

Virginia Community College System

Language

Language:

Page 209, after line 29, insert:

"K. John Tyler Community College shall develop a plan related to the need for a Technology and Advanced Manufacturing Center of Excellence at the College and shall report the plan to the Chairmen of Senate Finance and House Appropriations by September 1, 2017."

Explanation:

(This amendment requires a plan for creating the Technology and Advanced Manufacturing Center of Excellence at John Tyler Community College (JTCC).)

Item 216 #2s

Education

Virginia Community College System

Language

Language:

Page 209, line 20, after "H." insert "1."

Page 209, after line 21, insert:

"2. Any remaining balances in the pre-immersion hiring program shall be carried forward to the subsequent fiscal year."

Explanation:

(This language amendment allows the pre-immersion hiring program under the workforce section of the Virginia Community College System to carry forward any balances to the subsequent fiscal year.)

Item 219 #1s

Education

Virginia Military Institute

FY16-17

\$0

FY17-18

(\$900,000) GF

Language:

Page 210, line 17, strike "\$38,301,114" and insert "\$37,401,114".

Explanation:

(This amendment eliminates new funding of \$900,000 GF in the second year related to legislation that was not introduced in the Senate that would have allowed for out-of-state students that were members of the Virginia National Guard to receive in-state tuition.)

Education

Virginia Cooperative Extension and Agricultural Experiment Station

Language

Language:

Page 216, after line 40, insert:

"E. It is the intent of the General Assembly that the general fund share of the Educational and General program for the Virginia Cooperative Extension and Agricultural Experiment Station Division shall be 95 percent for state funding calculations beginning July 1, 2018. The Virginia Cooperative Extension and Agricultural Experiment Station Division shall work with the Department of Planning and Budget regarding the disparity in the current funding methodology and report to the Chairmen of Senate Finance and House Appropriations by September 1, 2017."

Explanation:

(This language amendment would restore the Commonwealth's traditional fund split for the Virginia Cooperative Extension and Agricultural Experiment Station at 95 percent for the general fund share for state funding calculations on July 1, 2018. The Experiment Station is required to work with the Department of Planning and Budget and report on the disparity in previous calculations by September 1, 2017.)

Education

Virginia Cooperative Extension and Agricultural Experiment Station

Language

Language:

Page 216, after line 40, insert:

"E. The agency shall study how best to leverage state investment with industry partnerships that result in the technological and scientific advancements needed to grow the state's agricultural and natural resource economy. A report shall be sent to the Chairmen of the House Appropriations and Senate Finance Committees by November 1, 2017. The findings of the study are to include short-term and long-term goals to grow the state's agricultural and natural resource economy."

Explanation:

(This language amendment directs the agency to study opportunities to support statewide agricultural and natural resource economic development, including how future investments by the Commonwealth can be leveraged with industry investment into mutually beneficial projects.)

Item 229 #3s

Education

FY16-17

FY17-18

Virginia Cooperative Extension and
Agricultural Experiment Station

\$0

\$2,040,693 GF

Language:

Page 216, line 6, strike "\$85,093,870" and insert "\$87,134,563".

Explanation:

(This amendment restores over \$2.0 million GF in the second year resulting from the proposed reductions. This funding supports approximately 20 extension agents.)

Item 230 #1s

Education

Virginia State University

Language

Language:

Page 218, after line 17, insert:

"H.The College of Agriculture at Virginia State University shall work with Virginia Polytechnic Institute and State University to develop a report on the current and future needs of agriculture education degree programs in order to address a shortage in agriculture teachers. Virginia State University shall report findings and recommendations to the Chairmen of the Senate Finance and House Appropriations Committees by September 1, 2017."

Explanation:

(This language amendment instructs Virginia State University's College of Agriculture and Virginia Tech to work together to develop a plan to address the shortfall of agriculture teachers in the Commonwealth of Virginia.)

Item 235 #1s

Education

FY16-17

FY17-18

Frontier Culture Museum of Virginia

\$0

\$150,000 GF

Language:

Page 220, line 2, strike "\$2,301,840" and insert "\$2,451,840".

Explanation:

(This amendment provides a \$150,000 GF increase to the Frontier Culture Museum’s FY 2018 operating budget to hire additional staff to perform education and interpretative programs to better serve the growing number of visitors it serves annually.)

Item 237 #1s

Education	FY16-17	FY17-18	
Jamestown-Yorktown Foundation	\$0 0.00	\$496,232 4.00	GF FTE

Language:

Page 220, line 46, strike "\$16,636,070" and insert "\$17,132,302".

Explanation:

(This amendment supports fee-based museum programming and marketing initiatives to generate critical non-general funds, which comprise 46 percent of the operating budget. The Jamestown-Yorktown Foundation attracts over 600,000 visitors annually, generating more than \$5 million in admission revenues and other critical tourism dollars to the Historic Triangle.)

Item 237 #2s

Education	FY16-17	FY17-18	
Jamestown-Yorktown Foundation	\$0 0.00	\$165,433 2.00	GF FTE

Language:

Page 220, line 46, strike "\$16,636,070" and insert "\$16,801,503".

Explanation:

(This amendment provides funds to stabilize staffing for the fee-based, SOL-focused, on-site education program annually serving 200,000 students. Staffed primarily by 115 seasonal wage personnel, attrition has climbed to 35 percent over the past two years, significantly increasing the cost of recruitment and training while impacting program quality and availability.)

Item 238 #1s

Education

Language:

Page 221, after line 43, insert:

"The provisions of the Virginia Public Procurement Act (§2.2-4300 et seq. of the Code of Virginia) shall not apply to grants made in support of the 2019 Commemoration to non-profit entities organized under § 501(c)(3) of the Internal Revenue Code."

Explanation:

(This amendment is self-explanatory.)

		Item 238 #3s
Education	FY16-17	FY17-18
Jamestown-Yorktown Commemorations	\$0	\$5,239,117 GF

Language:

Page 221, line 38, strike "\$1,500,000" and insert "\$6,739,117".

Explanation:

(This amendment restores \$5.2 million in FY 2018 for the 2019 Commemoration, marking the 400th anniversary of the first legislative assembly in the New World, arrival of the first recorded Africans to English North America, observance of the first official Thanksgiving, and the expanding impact of women on the Virginia Colony. Continued phased funding is essential to move elements of the 2019 Commemoration forward to establish partnerships and programs, and to leverage private sector engagement to create national and international programs that build awareness of Virginia's role in the establishment of the United States. The commemoration represents key education, tourism, and economic development opportunities that build on the themes of democracy, entrepreneurship, and innovation. Virginia's programs in 2019 will gain the national spotlight a year before Plymouth, Massachusetts, marks its 400th anniversary.)

		Item 240 #1s
Education	FY16-17	FY17-18
The Library Of Virginia	\$0	\$428,571 GF

Language:

Page 222, line 35, strike "\$6,632,013" and insert "\$7,060,584".

Explanation:

(The Governor's amendments to the FY 2017 budget reduced the Library's appropriation by \$413,742 and for FY 2018 by \$631,297, which resulted in reductions in staffing and public service hours from six days a week to four days. This amendment provides funding to enable the Library to provide public access to Library resources six days a week.)

Item 243 #1s

Education

The Science Museum of Virginia

Language

Language:

Page 224, line 5, strike "\$138,750" and insert "\$150,000".

Explanation:

(This amendment restores funding for the STEM partnership to the level included in Chapter 780, 2016 Session.)

Item 247 #1s

Education

Eastern Virginia Medical School

Language

Language:

Page 226, after line 37, insert:

"H. Eastern Virginia Medical School is hereby authorized to transfer funds to the Department of Medical Assistance Services to fully fund the state share for Medicaid supplemental payments to the primary teaching hospitals affiliated with Eastern Virginia Medical School. These Medicaid supplemental fee-for-service and/or capitation payments to managed care organizations are for the purpose of securing access to hospital services in Eastern Virginia. The funds to be transferred must comply with 42 CFR 433.51."

Explanation:

(This language amendment authorizes Eastern Virginia Medical School to utilize an intergovernmental transfer to fund supplemental Medicaid payments.)

Item 249 #1s

Education

FY16-17

FY17-18

New College Institute \$0 \$100,000 GF

Language:

Page 226, line 46, strike "\$3,490,544" and insert "\$3,590,544".

Page 227, line 13, before "The" insert: "Out of this appropriation, \$100,000 from the general fund in the second year is designated for the".

Page 227, line 13, strike "The".

Page 227, line 13, strike, "shall" and insert "to".

Page 227, line 14, before "plan" insert "five- year".

Page 227, line 18, after "completion." insert: "New College Institute shall also review options to work collaboratively with local community colleges."

Page 227, after line 21, insert:

"4. The plan shall also include mechanisms to address growing the pipeline for post-secondary education while working in consultation with local school boards.

5. New College Institute shall negotiate a memorandum of understanding with the New College Institute Foundation to include funding responsibilities and a determination of whether state or foundation ownership of the facility is in the best interest of the Commonwealth.

6. The goals of the Harvest Foundation shall be considered in the development of this five-year plan."

Explanation:

(This amendment provides \$100,000 GF in the second year for the New College Institute to develop a five-year plan. The amendment also updates the language to provide some additional stipulations for the plan.)

Item 257 #1s

Finance

Secretary of Finance

Language

Language:

After line 16, insert:

"C. The Secretary of Finance shall convene a working group comprised of the Director, Department of Planning and Budget, the directors of the Senate Finance Committee staff and the House Appropriations Committee staff, and a representative group of agency heads to discuss the feasibility of incorporating zero-based budgeting principles into the development of the biennial budget. The objective will be to provide new guidelines for use in the development of the 2020-2022 biennial budget. The group shall consider the costs of staff training and system changes that may be required to implement zero-based budgeting. The Secretary of Finance shall report his recommendations to the Governor and to the chairs of the Senate Finance Committee and the House Appropriations Committee by November 1,

2017".

Explanation:

(This amendment directs the Secretary of Finance to convene a working group to determine how to incorporate the principles of zero-based budgeting into the biennial budget development process.)

Item 274 #1s

Finance

Department of Taxation

Language

Language:

Page 246, after line 50, insert:

“D. The Department of Taxation shall convene a workgroup to examine the provisions related to the timing of payments and return filings required of registered dealers pursuant to §§ 58.1-615 and 58.1-616, *Code of Virginia*, and § 3-5.06 of this Act. The workgroup shall include the staffs of the House Appropriations and Senate Finance Committees, the Secretary of Finance or his designee, and representatives from affected businesses and industries. Additional staff support shall be provided by the Department of Taxation and the Division of Legislative Services upon request. The workgroup shall consider alternatives and limitations to the current accelerated sales tax requirement and may examine other sales tax-related issues as it deems appropriate. The workgroup shall complete its meetings by November 30, 2017, and shall submit to the Governor and the Chairmen of the House Appropriations and Senate Finance Committees a report of its findings and recommendations no later than the first day of the 2018 Regular Session of the General Assembly.”

Explanation:

(This amendment directs the Department of Taxation to convene a workgroup for the purposes of examining the accelerated sales tax (AST) requirement. The workgroup shall consider alternatives and potential limitations to the current AST requirement, and may examine other issues related to retail sales and use tax collections as it deems appropriate. The workgroup will include the staffs of the Senate Finance and House Appropriations committees, the Secretary of Finance, and stakeholders from the retail industry. Staff support will be provided by the Department of Taxation and Division of Legislative Services as needed.)

Item 275 #2s

Finance

Department of Taxation

Language

Language:

Page 248, after line 50, insert:

"f. Taxpayers subject to the taxes imposed pursuant to § 58.1-320 and required to make estimated tax payments pursuant to § 58.1-490 et seq., shall be required to file and remit payment using an electronic medium in a format prescribed by the Tax Commissioner if (i) any installment payment of estimated tax is in excess of fifteen thousand dollars, (ii) any payment made with regard to an extension of time to file exceeds fifteen thousand dollars, or (iii) the taxpayer's total tax liability exceeds sixty thousand dollars in any taxable year beginning on or after January 1, 2017. The Department of Taxation shall provide reasonable advanced notice to taxpayers affected by this requirement."

Explanation:

(This amendment requires certain taxpayers to file and remit tax payments using an electronic medium.)

Item 275 #3s

Finance

Department of Taxation

Language

Language:

Page 250, line 38, after "Notwithstanding any other provision of law," strike:

"any person that owns or licenses computerized data that includes information relating to income tax withheld pursuant to Article 16, Chapter 3 of Title 58.1 (§ 58.1-460 et seq.), Code of Virginia, shall notify the Department of Taxation without unreasonable delay after the discovery or notification of a breach in the security of such information that creates a reasonable belief that an unencrypted or unredacted version of such information was accessed and acquired by an unauthorized person."

Page 250, line 38 after "Notwithstanding any other provision of law," insert:

"any employer or payroll service provider that owns or licenses computerized data relating to income tax withheld pursuant to Article 16 (§ 58.1-460 et seq.) of Chapter 3 of Title 58.1 shall notify the Office of the Attorney General without unreasonable delay after the discovery or notification of unauthorized access and acquisition of unencrypted and unredacted computerized data containing a taxpayer identification number in combination with the income tax withheld for that taxpayer that compromises the confidentiality of such data and that creates a reasonable belief that an unencrypted and unredacted version of such information was accessed and acquired by an unauthorized person, and causes, or the employer or payroll provider reasonably believes has caused or will cause, identity theft or other fraud. With respect to employers, this requirement applies only to information regarding the employer's employees, and does not apply to information regarding the employer's customers or other non-employees.

Such employer or payroll service provider shall provide the Office of the Attorney General with the name and federal employer identification number of the employer as defined in § 58.1-460 that may be affected by the compromise in confidentiality. Upon receipt of such notice, the Office of the Attorney General shall notify the Department of Taxation of the compromise in confidentiality. The notification required under this provision that does not otherwise require notification under subsections A through L of § 18.2-186.6, *Code of Virginia*, shall not be subject to any other notification, requirement, exemption, or penalty contained in that section.”.

Explanation:

(This amendment makes technical changes to the Reporting Requirement for Data Breaches. These changes are intended to conform such reporting requirements with existing statutory language, which generally requires the reporting of data breaches to the Office of the Attorney General.)

Item 275 #4s

Finance

Department of Taxation

Language

Language:

Page 250, at the end of line 48, strike "." and insert:
 ", with a proportionate share of the repayment to be deducted from nongeneral fund amnesty collections, based on the nongeneral fund share of amnesty tax collections."

Explanation:

(This amendment clarifies that nongeneral fund amnesty collections will be assessed for a proportionate share of program costs.)

Item 278 #1s

Finance

Department of the Treasury

FY16-17

(\$976,873)

FY17-18

\$0 GF

Language:

Page 252, line 20, strike "\$10,420,180" and insert "\$9,443,307".
 Page 253, strike lines 19 through 21.

Explanation:

(This amendment removes funding for relief for Davey Reedy that was contingent upon

passage of SB 1337, which was passed by indefinitely.)

	Item 278 #2s	
Finance	FY16-17	FY17-18
Department of the Treasury	\$1,548,439	\$0 GF

Language:

Page 252, line 20, strike "\$10,420,180" and insert "\$11,968,619".

Page 253, after line 21, insert:

"J. Out of the amounts for this Item shall be paid \$1,548,439 in the first year for the relief of Keith Allen Harward, as provided for and contingent upon the passage of SB 1479 of the 2017 Acts of Assembly."

Explanation:

(This amendment provides \$1,548,439 the first year from the general fund for relief for Keith Allen Harward, for wrongful incarceration. This amendment is contingent upon final passage of SB 1479.)

	Item 281 #1s	
Finance	FY16-17	FY17-18
Treasury Board	\$0	(\$1,515,402) GF
	\$0	\$1,515,402 NGF

Language:

Page 258, strike lines 39-51.

Page 259, strike lines 1-6.

Page 259, after line 6, insert:

"Institution	FY 2017	FY 2018
George Mason University	\$2,644,092	\$2,804,490
Old Dominion University	\$1,047,123	\$1,108,899
University of Virginia	\$4,721,706	\$5,006,754
Virginia Polytechnic Institute and State University	\$4,867,731	\$5,192,295
Virginia Commonwealth University	\$2,224,530	\$2,359,266
College of William and Mary	\$1,549,053	\$1,639,845
Christopher Newport University	\$122,562	\$131,508
University of Virginia's College at Wise	\$45,540	\$48,330

James Madison University	\$2,675,079	\$2,843,787
Norfolk State University	\$402,831	\$420,789
Longwood University	\$97,911	\$106,149
University of Mary Washington	\$222,750	\$234,834
Radford University	\$281,556	\$300,486
Virginia Military Institute	\$377,190	\$400,470
Virginia State University	\$739,233	\$773,577
Richard Bland College	\$9,900	\$10,830
Virginia Community College System	\$3,139,785	\$3,301,665
TOTAL	\$25,168,572	\$26,683,974"

Explanation:

(This amendment increases by \$1 per credit hour the capital fee paid by out-of-state students at Virginia's public colleges and universities. The increase in the fee is related to the additional general fund capital outlay investments authorized in 2016.)

		Item 284 #1s
Health and Human Resources	FY16-17	FY17-18
Secretary of Health and Human Resources	\$1,000,000	\$0 GF

Language:

Page 262, line 4, strike "\$728,480" and insert "\$1,728,480".
Page 264, after line 10, insert:
"F. Out of this appropriation, \$1,000,000 the first year from the general fund shall be provided to the Joint Subcommittee to Respond to Federal Health Care Changes and for Health and Human Resources Oversight to procure a contract with a health policy organization to develop a population health strategy to build on a vision of integrated care and develop a specific implementation strategy within the overall population health plan specifically for behavioral health. The contractor shall: (i) conduct an assessment of population health in the Commonwealth that accounts for, but is not limited to: workforce, infrastructure, financing, the delivery system, and the legal and regulatory framework in the Commonwealth; (ii) collect the necessary data and assess the behavioral health system related to access, quality, consistency of services, and system accountability; and (iii) develop recommendations for population health strategies with a specific implementation plan for behavioral health; and (iv) make a report to the Joint Subcommittee by December 1, 2017."

Explanation:

(This amendment provides \$1.0 million the first year from the general fund to contract for development of a population health strategy to build on a vision of integrated care and develop a specific implementation strategy within the overall population health plan specifically for behavioral health. The report shall be submitted to the Joint Subcommittee to Respond to Federal Health Care Changes and for Health and Human Resources Oversight by December 1, 2017.)

Item 284 #2s

Health and Human Resources	FY16-17	FY17-18
Secretary of Health and Human Resources	\$500,000	\$0 GF

Language:

Page 262, line 4, strike "\$728,480" and insert "\$1,228,480".
 Page 264, after line 10, insert:
 "F. Out of this appropriation, \$500,000 the first year from the general fund is provided for the SJ 47 (2014) Joint Subcommittee to Study Mental Health Services in the Commonwealth in the 21st Century in order to contract for expertise and assistance in its work to evaluate the community-based system of service delivery. The contractor shall evaluate the current system along with alternative delivery systems to provide the necessary information and assistance to the subcommittee in determining the most appropriate delivery system, or modifications to the current delivery system, that ensures access, quality, consistency, and accountability. Any remaining balance at year-end shall be carried forward to the subsequent fiscal year."

Explanation:

(This amendment provides \$500,000 the first year from the general fund to support the activities and work of the SJ 47 (2014) Joint Subcommittee to Study Mental Health Services in the Commonwealth in the 21st Century. This funding would allow the Joint Subcommittee to contract for expertise in assessing and making recommendations related to improving the community-based delivery system for behavioral health services.)

Item 284 #3s

Health and Human Resources	FY16-17	FY17-18
Secretary of Health and Human Resources	\$250,000	\$0 GF
	\$250,000	\$0 NGF

Language:

Page 262, line 4, strike "\$728,480" and insert "\$1,228,480".

Page 264, after line 10, insert:

"F.1. Out of this appropriation, \$250,000 the first year from the general fund shall be provided for the Joint Subcommittee to Respond to Federal Health Care Changes and for Health and Human Resources Oversight to procure a contractor to conduct an independent review and evaluation of the program design and rates for the Commonwealth Coordinated Care (CCC) Plus program. As part of this review the contractor shall consider best practices based on other states' experiences with implementing managed long-term services and supports (MLTSS) programs to evaluate the effectiveness of the CCC Plus program design. Furthermore, the contractor shall evaluate the rates developed for the program that shall include a determination of actuarial soundness as required by 42 CFR 438.6(c). The contractor shall review the rate setting methodologies, processes and data used in the rate development for the CCC Plus program and make a determination of their impact on the sustainability of the program in the short-term and an assessment of any potential for an increase in future rates that may result. The contractor shall also assess the feasibility of creating one combined Medicaid managed care program for all populations and services. The contractor shall report recommendations to the Chairman of the House Appropriations and Senate Finance committees by October 1, 2017.

2. The Department of Medical Assistance Services shall amend its contracts with managed care companies in the CCC Plus and Medallion programs such that the contracts shall expire on December 31, 2020."

Explanation:

(This amendment provides \$250,000 from the general fund and \$250,000 from nongeneral funds the first year to procure a contract to conduct an independent review of the program design and rates for the Commonwealth Coordinated Care (CCC) Plus program. The CCC Plus program, which is expected to begin August 1, 2017, expands Medicaid managed care to long-term care services. This new program will serve over 200,000 individuals at a projected cost of nearly \$4.0 billion in state and federal funds per year. The importance of the program to the Commonwealth requires additional oversight. Therefore, an independent review of the program and its rates would provide verification the program design is appropriate to serve the needs of the individuals enrolled and rates are justified within the current funding level for Medicaid. In addition, the Department of Medical Assistance Services is directed to modify the contract expiration date for the managed care programs by the end of 2020 for consideration of combining CCC Plus with the state's other managed care program known as Medallion.)

	Item 284 #4s	
Health and Human Resources	FY16-17	FY17-18
Secretary of Health and Human Resources	\$0	(\$4,500,000) GF

Language:

Page 262, line 4, strike "\$5,228,516" and insert "\$728,516".

Page 263, strike lines 13 through 38.

Page 264, strike lines 1 through 10.

Explanation:

(This amendment redirects \$4.5 million from the general fund the second year for a statewide gap analysis of the community mental health system to mental health services and to support the General Assembly's SJ 47 (2014) Joint Subcommittee studying mental health. Other amendments add \$5.0 million to expand permanent supportive housing and \$500,000 to support the Joint Subcommittee.)

Item 284 #5s

Health and Human Resources

Secretary of Health and Human Resources

Language

Language:

Page 262, line 38, strike "and" and insert ",".

Page 262, line 38, strike "shall convene a work group including, but".

Page 262, line 39, strike "not limited to".

Page 262, line 42, after "agencies" insert "shall conduct an annual review of the".

Page 262, line 42, strike "to examine".

Page 262, line 43, strike "the current".

Page 262, line 44, after "review," strike the remainder of the line.

Page 262, strike lines line 45 through 46.

Page 262, line 47, strike "agencies. The workgroup" and insert "the Secretary of Health and Human Services".

Page 262, line 47, strike "a final report" and insert "an annual report including the total cost of these high cost drugs to the Commonwealth across agencies and the commercial market".

Page 262, line 49, strike "2016" and insert "2017 and each subsequent year thereafter".

Explanation:

(This amendment changes the Secretary of Health and Human Resources' high-cost medication workgoup into an on-going annual report on the costs of prescription drugs.)

Item 284 #6s

Health and Human Resources

Secretary of Health and Human Resources

Language

Language:

Page 264, after line 10, insert:

"F. The Joint Subcommittee to Consult on the Plan to Close State Training Centers, in collaboration with the Secretary of Health and Human Resources, shall develop and evaluate a plan to maintain operation of a smaller facility for Central Virginia Training Center to continue to serve those individuals for which care in a training center is appropriate. The Joint Subcommittee shall evaluate and determine the operating costs of continued operation of a smaller facility, on-going capital costs required, and consider all other relevant factors for the plan. The Joint Subcommittee shall make recommendations on a plan for continued operation to the General Assembly by October 1, 2017."

Explanation:

(This amendment directs the Joint Subcommittee to Consult on the Plan to Close State Training Centers along with the Secretary of Health and Human Resources to develop and evaluate a plan to maintain operation of a smaller facility for Central Virginia Training Center and make recommendations to the General Assembly by October 1, 2017.)

Item 285 #1s

Health and Human Resources

Children's Services Act

Language

Language:

Page 268, after line 35, insert:

"N.1. The Office of Children's Services (CSA) in collaboration with the Virginia Department of Education (VDOE), and with assistance from the Department of Planning and Budget, shall convene a workgroup to assess the process and actions required to implement various options with regards to the growth of private day placements funded through CSA. The options shall include: (i) amending the CSA to transfer the state pool funding for students with disabilities in private day placements to the VDOE; (ii) the identification and collection of data on an array of measures to assess the efficacy of private special education day school placements; (iii) the identification of the resources necessary in order to transition students in private day school settings to a less restrictive environment; (iv) providing guidance to Local Education Agencies (LEAs) regarding the continuum of services which are necessary to appropriately meet the mandate that students are required to be educated in the least restrictive environment; and (v) an assessment of the Individual Education Plan (IEP) process as compared to federal requirements and consideration for seeking a waiver under the Individuals with Disabilities Education Act which would allow members of the CSA Family Assessment and Planning Team (FAPT) to participate in the IEP meetings for individual students in order to provide expanded multi-disciplinary input into the education planning process for students with disabilities.

2. The workgroup shall assess for each option: (i) funding impacts; (ii) necessary statutory or regulatory changes; (iii) and any other relevant actions necessary to implement the option. A

report shall be submitted by October 15, 2017 to the Governor and the Chairmen of the House Appropriations and Senate Finance Committees with specific recommendations on the actions necessary for implementation of each option for consideration in the 2018-20 biennial budget."

Explanation:

(This amendment directs the Office of Children's Services, in collaboration with the Department of Education and the Department of Planning and Budget, to convene a workgroup to assess and determine the actions necessary to implement several options related to the growth in private educational placements paid for through the Children's Services Act (CSA). A report was issued in November 2016 detailing various options for the General Assembly to consider related to private day placements. This workgroup moves forward with the next step to determine how to implement each option for consideration to be included in the next 2018-20 biennial budget. In light of cost increases in recent years, various options are being considered to ensure appropriate alignment of decision making and the financial responsibility for private day placements.)

Item 288 #1s

Health and Human Resources	FY16-17	FY17-18	
Department of Health	\$150,000	\$150,000	GF

Language:

Page 269, line 51, strike "\$474,000" and insert "\$624,000".
 Page 269, line 51, strike "\$474,000" and insert "\$624,000".

Explanation:

(This amendment restores \$150,000 each year from the general fund, which is used to match federal funds, for the Virginia Student Loan Repayment Program, which provides incentives to qualified medical, dental, behavioral health and pharmaceutical professionals in return for a two-year service commitment in designated health professional shortage areas. The funding for this program was eliminated in the introduced budget.)

Item 291 #1s

Health and Human Resources	
Department of Health	Language

Language:

Page 272, after line 13, insert:

"D. The state teaching hospitals shall work with the Department of Health and Division of Vital Records to fully implement use of the Electronic Death Registration System (EDRS) for all deaths occurring within any Virginia state teaching hospital's facilities. Full implementation shall occur and be reported, by Division of Vital Records, to the Chairmen of the House Appropriations and Senate Finance Committees by April 15, 2018, in alignment with the Division of Vital Records plan to promulgate and market the EDRS."

Explanation:

(This amendment requires the state teaching hospitals to work with the Department of Health and Division of Vital Records to fully implement use of the Electronic Death Registration System (EDRS) for all deaths occurring within any Virginia state teaching hospital's facilities. Full implementation shall occur and be reported by the Division of Vital Records to the Chairmen of the House Appropriations and Senate Finance Committees by April 15, 2018, in alignment with Vital Records plans to promulgate and market the EDRS.)

Item 292 #1s

Health and Human Resources	FY16-17	FY17-18	
Department of Health	\$0	(\$482,505)	GF
	\$0	(\$1,319,458)	NGF

Language:

Page 272, line 16, strike "\$81,022,785" and insert "\$79,220,822".

Explanation:

(This amendment eliminates the general fund and nongeneral fund appropriation for immunization services related to SB 1519, which would have mandated the meningococcal vaccine for rising sixth graders. The bill failed so the appropriation is unnecessary.)

Item 294 #1s

Health and Human Resources	FY16-17	FY17-18	
Department of Health	\$0	\$124,470	GF
	\$0	\$82,980	NGF

Language:

Page 274, line 2, strike "\$119,543,385" and insert "\$119,750,835".

Page 274, after line 49, insert:

"H. Out of this appropriation, \$124,470 from the general fund and \$82,980 from nongeneral funds the second year is provided for the Virginia Department of Health to establish and administer a Perinatal Quality Collaborative. The Perinatal Quality Collaborative shall work to improve pregnancy outcomes for women and newborns by advancing evidence-based

clinical practices and processes through continuous quality improvement with an initial focus on pregnant women with substance use disorder and infants impacted by neonatal abstinence syndrome."

Explanation:

(This amendment provides \$124,470 from the general fund and \$82,980 from nongeneral funds the second year for the Virginia Department of Health to establish and administer a Perinatal Quality Collaborative. The Perinatal Quality Collaborative shall work to improve pregnancy outcomes for women and newborns by advancing evidence-based clinical practices and processes through continuous quality improvement.)

Item 294 #2s

Health and Human Resources	FY16-17	FY17-18	
Department of Health	0.00	-20.00	FTE

Language:

Explanation:

(This amendment corrects the position level for the Department of Health. These positions will be transferred to the Department of Education along with the responsibility for the federal food programs.)

Item 295 #1s

Health and Human Resources	FY16-17	FY17-18	
Department of Health	\$0	(\$3,000,000)	NGF

Language:

Page 274, line 51, strike "\$257,842,185" and insert "\$254,842,185".

Page 276, line 36, strike "\$6,000,000" and insert "\$3,000,000".

Page 276, line 39, strike "long acting reversible" and insert "etonogestrel birth control implants. The department shall not use any funding in this pilot program for the purchase of IUDs."

Page 276, line 40, strike "contraception (LARC)."

Explanation:

(This amendment reduces \$3.0 million from nongeneral funds the second year from the Temporary Assistance for Needy Family (TANF) block grant for a pilot program to increase education and access to birth control implants. The language limits the pilot program to expanding access to etonogestrel birth control implants and not to any other type of Long Acting Reversible Contraception.)

Item 295 #2s

Health and Human Resources

FY16-17

FY17-18

Department of Health

\$0

(\$128,057) NGF

Language:

Page 274, line 51, strike "\$257,842,185" and insert "\$257,714,128".

Explanation:

(This amendment eliminates the nongeneral fund appropriation for local immunization services related to SB 1519, which would have mandated the meningococcal vaccine for rising sixth graders. The bill failed so the appropriation is unnecessary.)

Item 296 #1s

Health and Human Resources

Department of Health

Language

Language:

Page 278, line 55, after "Virginia." strike the remainder of the line.

Page 278, strike line 56.

Explanation:

(This amendment eliminates language in the appropriation act that states the Southwest Virginia Graduate Medical Education Consortium (GMEC) is a program of the University of Virginia (UVA) at Wise. GMEC is becoming an independent entity and is terminating its formal relationship with UVA at Wise.)

Item 300 #1s

Health and Human Resources

FY16-17

FY17-18

Department of Health

\$0

\$370,000 GF

\$0

\$3,330,000 NGF

Language:

Page 282, line 4, strike "\$19,552,502" and insert "\$23,252,502".

Page 282, after line 27, insert:

"C.1. Out of this appropriation, \$370,000 from the general fund and \$3,330,000 from nongeneral funds is provided for the Virginia Department of Health to implement the requirements of House Bill 2209 and Senate Bill 1561 (2017 Session). The department shall

contract or amend an existing contract with a non-profit entity as necessary in order to do so. The department shall require its contractor to establish a separate and distinct Emergency Department Care Coordination Advisory Council (ED Council) to whom responsibility for implementing this program shall be delegated under the department's supervision. The contractor may utilize an existing governance, legal and trust framework in order to fulfill the requirements of HB 2209 and SB 1561 and to expedite the implementation of the program.

2. The ED Council, under the department's governance and direction shall: a) specify the necessary functionalities to meet the needs of all key stakeholders; b) develop and oversee a competitive selection process for a vendor or vendors that will provide a single, statewide technology solution to fulfill the required functionalities and advance the goals of the initiative; and c) select and oversee the implementation of successful information technologies, with implementation no later than December 31, 2017. The ED Council shall include three representatives from the Commonwealth appointed by the Secretary, including the department, the Department of Medical Assistance Services, and the Department of Health Professions; three representatives from hospitals and health systems, nominated by the Virginia Hospital and Healthcare Association; three health plan representatives, nominated by the Virginia Association of Health Plans; and six physician representatives, nominated by the Medical Society of Virginia with representation from the Virginia College of Emergency Physicians, the Virginia Academy of Family Physicians and the Virginia Chapter, American Academy of Pediatrics.

3. The department shall coordinate with the Department of Medical Assistance Services to seek federal HITECH matching funds. The department shall coordinate with the Department of Medical Assistance Services to seek any additional eligible federal matching funds supporting provider electronic health record implementation and integration in order to implement the program. The department may use up to \$100,000 for administrative costs.

4. The implementation of this initiative is contingent upon the receipt of federal HITECH matching funds, and neither the department nor its contractor shall be obligated to implement the program without HITECH matching funds. The appropriation in this paragraph is contingent upon the receipt of federal HITECH funds.

5. Effective July 1, 2017 or upon program implementation, all hospitals operating emergency departments in the Commonwealth and all Medicaid Managed Care contracted health plans shall participate in the program. Effective July 1, 2018, all hospital operating emergency departments in the Commonwealth, all Medicaid Managed Care contracted health plans, the State Employee Health Plan, all Medicare plans operating in the Commonwealth, and all commercial plans operating in the Commonwealth, excluding ERISA plans, shall participate in the program. The department, in coordination with the Department of Medical Assistance Services, shall determine the amount of federal funds available to support program operations in the second year. Accordingly, the department, in coordination with the Department of Medical Assistance Services and the ED Council, shall recommend, by December 15, 2017, a funding structure for program operations in FY 2019 that apportions program costs across the Commonwealth, participating hospitals, and participating health plans.

6. The department, in coordination with the ED Council, shall report annually beginning November 1, 2017 to the Secretary of Health and Human Resources, the Chairmen of the House Appropriations and the Senate Finance Committees on progress, including, but not limited to: 1) the participation rate of hospitals and health systems, physicians and subscribing health plans; 2) strategies for sustaining the program and methods to continue to improve care coordination; and 3) the impact on health care utilization and quality goals such as reducing the frequency of visits by high-volume Emergency Department utilizers and avoiding duplication of prescriptions, imaging, testing or other health care services."

Explanation:

(This amendment adds \$370,000 from the general fund and \$3.3 million from nongeneral funds the second year to develop and implement a single, statewide technology solution that connects all the emergency departments in the Commonwealth to enable real time communication and collaboration between physicians, providers and other clinical or care management personnel for patients receiving services in hospital emergency departments for the purpose of improving the quality of patient care services, and lowering costs. The general fund for implementing this program would be matched with \$3.3 million in federal HITECH funds for a total budget in FY 2018 of \$3.7 million.)

			Item 300 #2s
Health and Human Resources	FY16-17	FY17-18	
Department of Health	(\$150,000)	(\$150,000)	GF

Language:

Page 282, line 4, strike "\$19,589,974" and insert "\$19,439,974".
 Page 282, line 4, strike "\$19,552,502" and insert "\$19,402,502".

Explanation:

(This amendment reduces \$150,000 each year from the general fund to capture administrative savings in the Virginia Department of Health.)

			Item 302 #1s
Health and Human Resources	FY16-17	FY17-18	
Department of Health Professions	\$0	\$250,000	NGF

Language:

Page 282, line 49, strike "\$30,473,844" and insert "\$30,723,844".
 Page 282, after line 51, insert:
 "Out of this appropriation, \$250,000 from nongeneral funds the second year is provided to

implement a demonstration program with the Medical Society of Virginia and the Prescription Monitoring Program (PMP) to enhance the use of the PMP by prescribers through the use of real time access to the program via interoperability with electronic health records systems. The Department of Medical Assistance Services shall apply for up to \$225,000 in enhanced federal funding to support the program. The Department of Health Professions shall report on the increased use of the program by prescribers in the demonstration program to the Chairmen of the House Appropriations and Senate Finance Committees by July 1, 2018."

Explanation:

(This amendment adds language directing the agency to develop and implement a real time prescription drug monitoring demonstration program with Medicaid prescribers. Funding of \$250,000 from nongeneral funds is provided to implement a demonstration program with the Medical Society of Virginia and the Prescription Monitoring Program (PMP) to enhance the use of the PMP by prescribers. The department shall design the demonstration program using \$25,000 in PMP funds. The Department of Medical Assistance Services is required to apply for up to \$225,000 in enhanced federal funding for a total budget of up to \$250,000. Language also requires the agency to report on increased use of the PMP by prescribers in the demonstration program by July 1, 2018.)

		Item 306 #1s	
Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance Services	\$0	\$3,260,683	GF
	\$0	\$3,260,683	NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,721,266,942".
 Page 298, line 3, after "facilities.", insert:
 "Effective on and after July 1, 2017, the Direct Peer Group price percentage shall be increased consistent with the appropriation provided, but not to exceed 108.7 percent."
 Page 298, line 5, after "facilities.", insert:
 "Effective on and after July 1, 2017, the Indirect Peer Group price percentage shall be increased consistent with the appropriation provided, but not to exceed 101.8 percent."
 Page 298, after line 5, insert:
 "3) The department shall have the authority to implement these price percentage changes effective July 1, 2017 and prior to the completion of any regulatory process in order to effect such changes."

Explanation:

(This amendment adds \$3.3 million from the general fund and \$3.3 million from matching federal Medicaid funds to increase payments for nursing homes effective July 1, 2017.

Language changes the price percentages for direct and indirect care. The change will help mitigate the effect of rebasing nursing facility rates utilizing base year costs that reflect multiple years of artificially constrained payments due to budgetary constraints. By increasing the price percentages as designated, the Commonwealth will promote a more equitable reimbursement policy to ensure long-term availability of nursing facility services for Medicaid recipients for whom such care is appropriate.)

Item 306 #2s

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance	\$0	\$1,603,910	GF
Services	\$0	\$1,603,910	NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,717,953,396".

Page 299, after line 44, insert:

"8. Effective July 1, 2017, the Department of Medical Assistance Services shall amend its regulations, and if required, the State Plan for Medical Assistance, to designate a region of Virginia as being in the Other MSA peer group for Medicaid reimbursement purposes, including any Medicaid managed long-term services and supports program, if the following criteria are met: (i) the region was in the Other MSA peer group previously; and (ii) the 2010 U.S. Census reflects the city and any county comprising such a region had a combined population in excess of 100,000. The department shall have the authority to implement this reimbursement change effective July 1, 2017, and prior to completion of any regulatory process undertaken in order to effect such change."

Explanation:

(This amendment adds funding and language to correct the unintended consequence of changing the designation of the Danville and Pittsylvania County Peer Group for purposes of Medicaid nursing home reimbursement from a Metropolitan Statistical Area to a Micropolitan Statistical Area. The Department of Medical Assistance Services made this change in 2013 when it implemented the Medicaid Price-Based Payment System for nursing facilities. However, the consequences of this change was not fully understood until the agency began analyzing nursing facility data in preparation of nursing facility rebasing.)

Item 306 #3s

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance	\$0	\$787,500	GF
Services	\$0	\$787,500	NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,716,320,576".

Page 311, after line 41, insert:

"WWW.1. The Department of Medical Assistance Services shall adjust Medicaid payments to Federally Qualified Health Centers ("FQHCs") located in Virginia to assure that reimbursement rates are aligned with rules described in the Commonwealth's Administrative Code (12VAC-30-80-25 and 12VAC 30-80-20). Such rules tie Medicaid reimbursement rates to those provided by Medicare. Because Medicare implemented a new FQHC payment methodology, Virginia Medicaid payments need to be updated to reflect the change. The department shall revise its annually submitted Medicaid Cost Report ("DMAS 222") to incorporate such changes.

2. The department shall phase-in this adjustment equally over a four-year period such that one-quarter of the total adjustment is reflected in FY 2018 and so on thereafter."

Explanation:

(This amendment provides \$787,500 the second year from the general fund and an equivalent amount of federal Medicaid matching funds to adjust Medicaid payments to Federally Qualified Health Centers located in Virginia to assure that reimbursement rates are aligned with rules described in the Commonwealth's Administrative Code, which tie Medicaid reimbursement rates to those provided by Medicare. The agency is directed to phase-in this rate increase over four years.)

		Item 306 #4s	
Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance Services	\$0	\$250,000	GF
	\$0	\$250,000	NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,715,245,576".

Page 311, after line 41, insert:

"WWW. Effective upon enactment of this act, the Department of Medical Assistance Services in collaboration with the Department of Behavioral Health and Developmental Services shall make Sponsored Residential Services eligible for customized rates. The department may implement any changes necessary to implement this provision prior to the promulgation of regulations undertaken in order to effect such changes."

Explanation:

(This amendment adds Sponsored Residential services to the list of services that are eligible to receive customized rates in Medicaid for providing services to high-needs individuals. While the rate structure is designed to provide higher reimbursement for high-need individuals there are exceptions in which a special rate is needed to help care for individuals with extremely high levels of need.)

Health and Human Resources**FY16-17****FY17-18**Department of Medical Assistance
Services\$0
\$0\$250,000 GF
\$250,000 NGF**Language:**

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,715,245,576".

Page 308, line 40, after "FFFF." insert "1."

Page 308, line 40, strike the first "\$1,250,000" and insert "\$1,500,000".

Page 308, line 40, strike the second "\$1,250,000" and insert "\$1,500,000".

Page 308, line 49, strike "The authority shall submit these criteria to the department by September 1, 2016." and insert:

"The department shall make supplemental payments to the following hospitals for the specified number of primary care residencies: Sentara Norfolk General (2 residencies), Carilion Medical Center (6 residencies), Centra Lynchburg General Hospital (1 residency), Riverside Regional Medical Center (2 residencies), Bon Secours St. Francis Medical Center (2 residencies). The department shall make supplemental payments to Carilion Medical Center for two psychiatric residencies."

Page 308, line 52, strike "three" and insert "four".

Page 308, line 54, after "2018." strike "If the".

Page 308, strike line 55 through 56.

Page 308, line 57, strike "slots to fund based on priorities developed by the authority."

Page 309, line 1, strike "In order to be eligible".

Page 309, strike lines 2 through 3.

Page 309, line 4, strike "residency slots to be awarded supplemental payments by April 1, 2017."

Page 309, line 12, after "act." insert:

"Any remaining appropriation for this program at the end of the fiscal year shall be carried forward to the subsequent fiscal year to fund medical residency slots. Further the Department of Medical Assistance Services shall work with the Virginia Health Workforce Development Authority to determine a way to enable Virginia Commonwealth University and the University of Virginia to be able to participate in this program in the future."

Page 309, after line 12, insert:

"2. The department shall implement the following additional criteria for hospitals to be eligible for supplement payments. By July 1, 2017, 50 percent of graduating residents and one faculty member in each program shall obtain their buprenorphine waiver. By July 1, 2018 and in future years, 100 percent of graduating residents and three faculty members in each program shall obtain their buprenorphine waiver and each program shall have a training experience or rotation in addiction medicine."

Explanation:

(This amendment adds \$250,000 from the general fund and an equivalent amount of federal Medicaid matching funds in the second year for the Medicaid Medical Residency program and specifies the hospitals for which supplemental payments will be made to fund residencies. Language also reserves any unused funding for Medicaid residency slots to be used for future costs of the residency program. Additional requirements are added related to buprenorphine waivers, which are approved by the federal government for physicians that meet training requirements related to dispensing the medication properly to treat opioid addiction.)

Item 306 #6s

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance	\$0	(\$8,535,844)	GF
Services	\$0	(\$8,535,844)	NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,697,673,888".
 Page 310, unstrike lines 47 through 53.
 Page 311, strike lines 20 through 31.

Explanation:

(This amendment restores language contained in Chapter 780, 2016 Acts of Assembly, which prohibits Medicaid payment of overtime for consumer-directed personal assistance, respite and companion services. In addition, language authorizing overtime beginning July 1, 2017 is eliminated along with funding of \$8.5 million from the general fund and \$8.5 million from the nongeneral fund.)

Item 306 #7s

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance	(\$3,480,604)	(\$3,630,270)	GF
Services	(\$3,480,604)	(\$3,630,270)	NGF

Language:

Page 284, line 40, strike "\$9,314,035,650" and insert "\$9,307,074,442".
 Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,707,485,036".

Explanation:

(This amendment reduces funding by \$3.5 million from the general fund and \$3.5 million in federal funds the first year and \$3.6 million from the general fund and \$3.6 million from federal funds the second year based on an analysis of expenditures year-to-date in FY 2017.

The most recent Medicaid forecast of expenditures was completed in November 2016 and the additional months of data since then indicate that expenditures are tracking slightly behind the forecast.)

Item 306 #8s

Health and Human Resources

FY16-17

FY17-18

Department of Medical Assistance
Services

\$0
\$0

(\$500,000) GF
\$500,000 NGF

Language:

Page 292, line 7, strike "5.5" and insert "6.0".

Explanation:

(This amendment captures \$500,000 in general fund savings by increasing the provider assessment on Intermediate Care Facilities for the Intellectually Disabled (ICF-ID). The current assessment is set at 5.5 percent but federal law allows a maximum of 6.0 percent. This amendment increases the assessment to 6.0 percent. The assessment on ICF-IDs generates additional state dollars used as matching funds to draw down federal Medicaid funds and applies to both private and state providers. The assessment increases the costs of ICF-IDs which can then be reimbursed by Medicaid keeping revenues for the facility whole.)

Item 306 #9s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 311, after line 41, insert:

"WWWW. There is hereby appropriated sum-sufficient nongeneral funds for the Department of Medical Assistance Services to pay the state share of supplemental payments for qualifying private hospitals as provided in the State Plan for Medical Assistance Services. Qualifying private hospitals shall consist of any hospital currently re-enrolled as a Virginia Medicaid provider that meets the requirements of the State Plan for Medical Assistance Services amendment 11-018 submitted to the Centers for Medicare and Medicaid Services (CMS) on or about December 20, 2011 and approved March 5, 2016 and 11-019 submitted to CMS on or about December 20, 2011 and approved March 21, 2016. The supplemental payments shall be based upon the services provided beginning with the effective date of each amendment. The department shall enter into a transfer agreement with agencies within the Secretariat of Health and Human Resources that are authorized to transfer department funding for 90 percent of the the state share of these private hospital supplemental payments and the remaining share shall be unallotted and revert to the general fund at the end of the

fiscal year. The agencies shall ensure their agreements with collaborating hospitals fully fund the programs at the same level as funded by the General Assembly. The department shall have the authority to implement these reimbursement changes consistent with the effective date in the State Plan amendment approved by CMS and prior to completion of any regulatory process in order to effect such changes. The department shall report on this supplemental payment program to the Chairmen of the House Appropriations and Senate Finance Committees annually no later than December 1."

Explanation:

(This amendment authorizes agencies within the Secretariat of Health and Human Resources to transfer funds to the Department of Medical Assistance Services to be used to pay the state share of Medicaid supplemental payments to qualifying hospitals. These Medicaid supplemental payments reimburse qualifying hospitals for their uncompensated costs for Medicaid services they have already provided.)

Item 306 #10s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 308, line 18, strike "180" and insert "170".
Page 308, line 23, strike "200" and insert "360".
Page 311, strike lines 34 through 41.

Explanation:

(This amendment increases the number of Family and Individual Support (FIS) waiver slots from 200 to 360. The introduced budget proposed to reallocate the slots based on better alignment between the newly redesigned developmental disability waivers with the needs of individuals on the waiting list. As a result the introduced budget: reduced the number of Community Living (CL) waivers from 415 to 180; increased the number of FIS slots from 25 to 200; and created 60 Building Independence slots. Based on this reallocation the original appropriation was not adjusted to reflect the lower costs and language was added providing flexibility to increase the slots based on a determination of available funding. This amendment uses the available funding to create 160 new FIS slots and strikes the language providing flexibility to add new slots. In addition, the language allowing flexibility on new slots is eliminated. This amendment also reduces the number of CL waiver slots by 10 as the funding estimates assumed 100 facility discharge slots rather than the 90 required by the Settlement Agreement with the U.S. Department of Justice.)

Item 306 #11s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 308, line 5, after "providers", insert:

", the Virginia Network of Private Providers, the Virginia Association of Community Services Boards, the Virginia Sponsored Residential Provider Group,"

Page 308, line 7, after "statewide", insert:

", and the increase or decrease in the capacity in each of the five geographic regions. The Department of Medical Assistance Services, in cooperation with the Department of Behavioral Health and Developmental Services, shall report the findings of this analysis to the Governor and the Chairmen of the House Appropriations and Senate Finance Committees by October 1, 2017".

Explanation:

(This amendment modifies language in the introduced budget approved by the 2016 General Assembly to have the Department of Medical Assistance Services, in cooperation with the Department of Behavioral Health and Developmental Services, collect information and feedback related to payments to family homes and the impact of changes to the rates on family homes statewide from sponsored residential providers and family home providers. Language extends collaborative efforts to collect information and feedback to other provider groups and specifies additional data elements to review. Language also requires a report on the findings of this analysis to the Governor and the Chairmen of the money committees.)

Item 306 #12s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 311, after line 41, insert:

"WWW. Effective July 1, 2018, The Department of Medical Assistance Services shall require consumer-directed aides providing personal care, respite care and companion services in the Medicaid Elderly and Disabled with Consumer Direction (EDCD) and Developmentally Disabled DD waiver programs and the Early and Periodic Screening Diagnosis and Treatment (EPSDT) program to utilize an Electronic Visit Verification (EVV) system. The Department is authorized to contract with an EVV vendor to provide access to an EVV system for use by consumer-directed aides."

Explanation:

(This amendment adds language directing the agency to implement an Electronic Visit

Verification (EVV) system for use by aides providing Medicaid consumer-directed personal care, respite care and companion services. The Federal 21st Century CURES Act requires states to use EVV for these services by January 1, 2019.)

Item 306 #13s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 311, after line 41, insert:

"WWW. The Department of Medical Assistance Services shall research and recommend strategies for the financing of supportive housing services through Medicaid reimbursement. The department shall include other agencies in the development of such strategies including the Department of Housing and Community Development, the Virginia Housing Development Authority, the Department of Behavioral Health and Developmental Services and the Department for Aging and Rehabilitative Services. The department shall also include stakeholders whose constituents have an interest in expanding supportive housing for people with serious mental illness, including the National Alliance on Mental Illness Virginia, the Virginia Housing Alliance and the Virginia Sheriff's Association. A report shall be provided to the Chairmen of the House Appropriations and Senate Finance Committees and the Chairman of the Joint Subcommittee to Study Mental Health Services in the Twenty-First Century by September 30, 2017."

Explanation:

(This amendment adds language for the Department of Medical Assistance Services to research and examine strategies for financing supportive housing services through Medicaid reimbursement. This is a recommendation of the Joint Subcommittee to Study Mental Health Services in the Twenty-First Century.)

Item 306 #14s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 311, after line 41, insert:

"WWW.1. Effective January 1, 2018, the Department of Medical Assistance Services shall include in all its contracts with managed care organizations (MCOs) the following:
a. A provision requiring the MCOs to return one-half of the underwriting gain in excess of three percent of Medicaid premium income up to 10 percent.

- b. A requirement for detailed financial and utilization reporting. The reported data shall include: (i) detailed income statements that show expenses by rate cell and detailed service category; (ii) balance sheets; (iii) related-party transactions; and (iv) service utilization metrics.
 - c. Behavioral health-specific metrics to identify undesirable trends in service utilization.
 - d. A report on their policies and processes for identifying behavioral health providers who provide inappropriate services and the number of such providers that are disenrolled.
2. For rate periods effective January 1, 2018 and thereafter, the Department of Medical Assistance Services shall direct its actuary as part of the rate setting process to:
 - a. Identify potential inefficiencies in the Medallion program only and adjust capitation rates for expected efficiencies. The department is authorized to phase-in this adjustment over time based on the portion of identified inefficiencies that MCOs can reasonably reduce each year.
 - b. Monitor medical spending for related-party arrangements and adjust historical medical spending when deemed necessary to ensure that capitation rates do not cover excessively high spending as compared to benchmarks.
 - c. Adjust capitation rates only in the Medallion program to account for a portion of expected savings from required initiatives.
 - d. Allow negative historical trends in medical spending to be carried forward when setting capitation rates.
 - e. Annually rebase administrative expenses per member per month for projected enrollment changes.
 - f. Annually incorporate findings on unallowable administrative expenses from audits of MCOs into its calculations of underwriting gain and administrative loss ratios for the purposes of ongoing financial monitoring, including enforcement of the underwriting gain cap.
 - g. Adjust calculations of underwriting gain and medical loss ratio by classifying as profit medical spending that is excessively high due to related-party arrangements.
 3. The Department of Medical Assistance Services shall report to the General Assembly on spending and utilization trends within Medicaid managed care, with detailed population and service information and include an analysis and report on the underlying reasons for these trends, the agency's and MCOs' initiatives to address undesirable trends, and the impact of those initiatives. The report shall be submitted each year by September 1.
 4. The Department of Medical Assistance Services shall develop a plan to implement cost-sharing requirements based on family income for individuals eligible for long-term services and supports through the optional 300 percent of SSI eligibility category and apply to the Centers for Medicare and Medicaid Services for approval to implement the cost-sharing plan.
 5. The Department of Medical Assistance Services shall assess and report on additional or different resources needed to implement recommendations in the Joint Legislative Audit and Review Committee (JLARC) report Managing Spending in Virginia's Medicaid Program. The department shall submit its report to the Chairmen of the House Appropriations and Senate Finance Committees no later than November 1, 2017.”

Explanation:

(This amendment includes budget language directing the Department of Medical Assistance Services to implement various JLARC recommendations related to oversight of the Medicaid managed care programs.)

Item 306 #15s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 301, unstrike lines 31 through 36.

Page 301, strike lines 37 through 50.

Explanation:

(This amendment restores language contained in Chapter 780, 2016 Acts of Assembly which conditions expansion of Medicaid pursuant to the federal Patient Protection and Affordable Care Act (PPACA) upon an appropriation by the General Assembly. Language is eliminated which provides authority to expand Medicaid pursuant to the PPACA on or after October 1, 2017. A companion amendment in Part 4 eliminates any language changes which would allow for such an expansion without an appropriation by the General Assembly.)

Item 306 #16s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 305, after line 27, insert:

"6.a. The Department of Medical Assistance Services shall promulgate regulations to make supplemental Medicaid payments to the primary teaching hospitals affiliated with a Liaison Committee on Medical Education (LCME) accredited medical school located in Planning District 23 that is a political subdivision of the Commonwealth and an LCME accredited medical school located in Planning District 5 that has a partnership with a public university. The amount of the supplemental payment shall be based on the reimbursement methodology established for such payments in Attachments 4.19-A and 4.19-B of the State Plan for Medical Assistance and/or the department's contracts with managed care organizations. The department shall have the authority to implement these reimbursement changes consistent with the effective date in the State Plan amendment or the managed care contracts approved by the Centers for Medicare and Medicaid (CMS) and prior to completion of any regulatory process in order to effect such changes. No payment shall be made without approval from CMS.

b. Funding for the state share for these Medicaid payments is authorized in Item 247 and Item 4-5.03."

Explanation:

(This amendment adds language providing the Department of Medical Assistance Services (DMAS) with the authority to implement supplemental Medicaid payments to teaching hospitals affiliated with an accredited medical school in Planning District 23 and Planning District 5 based on the department's reimbursement methodology established for such payments and/or its contracts with managed care organizations. The state's share of funding for the supplemental payments shall be provided by the accredited medical schools, Eastern Virginia Medical School and the Virginia Tech/Carilion School of Medicine. Companion amendments in Item 247 and 4-5.03b3 authorize the transfer of funds from these schools to DMAS for this purpose.)

Item 306 #17s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 311, after line 41, insert:

"WWW. The Secretary of Health and Human Resources shall establish and convene a workgroup that shall focus on identification of challenges and solutions for the continuum of eligibility, enrollment and renewal processes in the Medicaid and CHIP programs. The workgroup shall identify and resolve barriers to the efficient and accurate processing of applications, renewals and reported changes (e.g. changes of address), so that applicants are not unnecessarily burdened and the review processes are timely and do not result in gaps of coverage for eligible individuals. The workgroup shall include representatives of the Department of Medical Assistance Services, Department of Social Services, Virginia Association of Health Plans, Virginia League of Social Services Executives, the Virginia Benefit Programs Organization, and representatives from organizations that assist applicants in the community. The workgroup shall identify challenges, recommend and prioritize solutions, track outcomes, and document progress in a report submitted to the Chairmen of the House Appropriations and Senate Finance Committees by October 1 of each year."

Explanation:

(This amendment requires the establishment of a work group to be chaired by the Secretary of Health and Human Resources. The work group will focus on identification of challenges and solutions for the continuum of eligibility, enrollment and renewal processes in the Medicaid and CHIP programs, in a timely manner to avoid gaps in coverage for eligible individuals.)

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 296, after line 18, insert:

"vii. Clarify that the informal appeals agent shall have the ability to close an informal appeal based on a settlement between the parties. For settlements up to \$250,000, such settlement shall be notwithstanding § 2.2-514. For settlements of \$250,000 or greater, such settlement shall be subject to § 2.2-514."

Page 296, after line 21, insert:

"3. The Department of Medical Assistance Services shall convene a working group with representatives from the provider community, the legal community, and the Office of Attorney General to develop a plan to avoid or adjust retractions or for non-material breaches of the Provider Participation Agreement when the provider has substantially complied with the Provider Participation Agreement. The plan shall include an assessment of any administrative financial impact that implementation of such plan would have on the department and an analysis of any implications for the department's efforts to combat fraud, waste, and abuse. The working group shall report on the status of this plan to the Chairmen of the House Appropriations and Senate Finance Committees no later than December 1, 2017."

Explanation:

(This amendment adds language regarding the Medicaid appeals process to (i) amend regulations to clarify that the informal appeals agent shall have the ability to settle certain appeals at the informal appeal level; (ii) direct the agency to convene a working group of stakeholders to develop a plan to avoid or adjust retractions for non-material breaches of the Provider Participation Agreement when the provider has substantially complied with it; and (iii) require the agency to provide an assessment of any administrative impact on the agency and implications for combating fraud, waste and abuse in a report to the Chairmen of the money committees.)

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 311, after line 41, insert:

"WWW. Effective July 1, 2017, the Department of Medical Assistance Services shall

amend the State Plan for Medical Assistance to increase the formula for indirect medical education (IME) for freestanding children's hospitals with greater than 50 percent Medicaid utilization in 2009 as a substitute for DSH payments. IME payments shall continue to be limited such that total payments to freestanding children's hospitals with greater than 50 percent Medicaid utilization do not exceed the federal uncompensated care cost limit to which disproportionate share hospital payments are subject, excluding third-party reimbursement for Medicaid eligible patients. The department shall have the authority to implement these changes effective July 1, 2017, and prior to completion of any regulatory action to effect such changes.”

Explanation:

(This amendment adds language related to indirect medical education (IME) payments to Children's Hospital of the King's Daughters (CHKD) to ensure that CHKD continues to receive Medicaid payments up to the uncompensated care cost limit as authorized by the General Assembly. The 2013 General Assembly authorized the use of indirect medical education payments to CHKD in view of expected declines in the state's allocation of disproportionate share hospital (DSH) payments by the federal government. This amendment ensures that in light of recent federal action by the Centers for Medicare and Medicaid related to the calculation of DSH, CHKD will continue to receive total payments consistent with the intent of the General Assembly.)

Item 306 #20s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 304, line 46, after "3." insert "a."

Page 305, after line 7 insert:

"b. If by June 30, 2017, the Department of Medical Assistance Services has not secured approval from the Centers for Medicare and Medicaid Services to use a minimum fee schedule pursuant to 42 C.F.R. § 438.6(c)(1)(iii) for local government-owned nursing homes participating in Commonwealth Coordinated Care Plus (CCC Plus) at the same level as and in lieu of the supplemental Medicaid payments authorized in Section RRR.3.a., then DMAS shall: (i) exclude Medicaid recipients who elect to receive nursing home services in local government-owned nursing homes from CCC Plus; (ii) pay for such excluded recipient's nursing home services on a fee-for-service basis, including the related supplemental Medicaid payments as authorized herein; and (iii) prohibit CCC Plus contracted health plans from in any way limiting Medicaid recipients from electing to receive nursing home services from local government-owned nursing homes."

Explanation:

(This amendment adds language related to supplemental Medicaid payments for local government-owned nursing homes. Currently five local-government owned nursing homes provide the Department of Medical Assistance Services (DMAS) with funding to draw down matching federal funds for reimbursement for services provided to Medicaid recipients. A portion of the matching federal funds are retained by DMAS as Certified Public Expenditure Revenues. New federal regulations prevent Medicaid from making supplemental payments to these facilities when DMAS implements its managed long-term care services and supports program (CCC Plus) on July 1, 2017. This language would allow exempt residents admitted to these facilities from the CCC Plus program, similar to how DMAS treats Virginia's veteran nursing facilities. Language would prohibit CCC Plus contracted health plans from limiting Medicaid recipients from choosing to receive nursing home services from these facilities.)

Item 310 #1s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 314, line 43, after "K." insert "1."

Page 314, after line 48, insert:

"2. Beginning January 1, 2018, the department shall make Medicaid and other agency data stored in the agency's data warehouse available through the department's website that includes, at a minimum, interactive tools for the user to select, display, manipulate and export requested data."

Explanation:

(This amendment requires the Department of Medical Assistance Services to create a web-based interface for the the public to easily access data the agency stores in it's data warehouse.)

Item 310 #2s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 316, after line 3, insert:

"R. The Department of Medical Assistance Services shall notify the Director, Department of Planning and Budget, and the Chairmen of the House Appropriations and Senate Finance Committees at least 30 days prior to any change in capitated rates for managed care

companies. The notification shall include the amount of the rate increase or decrease, and the projected impact on the state budget."

Explanation:

(This amendment requires the Department of Medical Assistance Services to notify the Director, Department of Planning and Budget, and the Chairmen of the House Appropriations and Senate Finance Committees prior to any change in the rates for Medicaid managed care companies, and to provide an estimate of the impact any such change would have on the state budget.)

Item 310 #3s

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 313, after line 22, insert:

"4. The Department of Planning and Budget, in collaboration with the Department of Medical Assistance Services and staff of the House Appropriations and Senate Finance Committees, shall convene a workgroup to evaluate the Medicaid forecasting process for transparency and accuracy. The workgroup shall examine how the results of the forecast should be reflected in the amendments in the introduced budget to better explain the drivers of Medicaid expenditures."

Explanation:

(This amendment directs the Department of Planning and Budget to create a workgroup with the Department of Medical Assistance Services and staff from the money committees to evaluate the Medicaid forecasting process and how the forecast is reflected in the budget.)

Item 310 #4s

Health and Human Resources

FY16-17

FY17-18

Department of Medical Assistance Services

(\$250,000)
(\$250,000)

\$0 GF
\$0 NGF

Language:

Page 312, line 42, strike "\$213,992,763" and insert "\$213,492,763".

Explanation:

(This amendment captures \$250,000 from the general fund and \$250,000 in federal funds the first year in administrative savings.)

Item 310 #5s

Health and Human Resources

FY16-17

FY17-18

Department of Medical Assistance
Services

\$0
\$0

(\$75,000) GF
(\$75,000) NGF

Language:

Page 312, line 42, strike "\$222,406,344" and insert "\$222,256,344".

Explanation:

(This amendment eliminates \$75,000 from the general fund and \$75,000 from federal funds the second year provided in the introduced budget for meeting new federal requirements to conduct service access analysis.)

Item 310 #6s

Health and Human Resources

FY16-17

FY17-18

Department of Medical Assistance
Services

\$0
\$0

(\$67,572) GF
(\$202,716) NGF

Language:

Page 312, line 42, strike "\$222,406,344" and insert "\$222,136,056".

Explanation:

(This amendment eliminates \$67,572 from the general fund and \$202,716 from federal funds the second year for conducting readiness reviews for new managed care organizations that would operate as part of the re-procured Medallion (4.0) program.)

Item 311 #1s

Health and Human Resources

Department of Behavioral Health and Developmental Services

Language

Language:

Page 316, line 27, unstrike "of or renewal of a license, denial of an application for an initial license or".

Page 316, line 28, unstrike "renewal of a license,".

Explanation:

(This amendment restores the requirement that the Department of Behavioral Health and

Developmental Services post all renewals and denials for an initial or renewal license in order to ensure transparency in the licensing process.)

Item 313 #1s

Health and Human Resources	FY16-17	FY17-18	
Department of Behavioral Health and Developmental Services	\$0	\$260,000	GF

Language:

Page 317, line 36, strike "\$77,986,064" and insert "\$78,246,064".

Page 321, after line 22, insert:

"U. Out of this appropriation, \$260,000 from the general fund the second year is provided for payment to the County of Amherst to conduct an environmental site assessment at the Central Virginia Training Center. It is the intent of the General Assembly that the County of Amherst provide a report on the required remediation activities and associated costs no later than November 1, 2017."

Explanation:

(This amendment provides \$260,000 the second year from the general fund for the County of Amherst to pay a contractor to conduct an environmental site assessment at the Central Virginia Training Center to determine remediation activities and associated costs for the site.)

Item 313 #2s

Health and Human Resources	FY16-17	FY17-18	
Department of Behavioral Health and Developmental Services	\$0 0.00	\$100,000 1.00	GF FTE

Language:

Page 317, line 36, strike "\$77,986,064" and insert "\$78,086,064".

Explanation:

(This amendment provides \$100,000 the second year from the general fund to support one position to oversee the Permanent Supportive Housing program. A separate amendment adds \$4.9 million GF in additional funding in FY 2018 to expand permanent supportive housing for individuals with serious mental illness. This amendment is a recommendation of the SJ 47 Joint Subcommittee to Study Mental Health Services in the Twenty-First Century.)

Item 313 #3s

Health and Human Resources	FY16-17	FY17-18
Department of Behavioral Health and Developmental Services	\$0	\$75,000 GF

Language:

Page 317, line 36, strike "\$77,986,064" and insert "\$78,061,064".

Page 321, after line 22, insert:

"U. Out of this appropriation, \$75,000 the second year from the general fund is provided for the development and maintenance of a Psychiatric Patient Registry within the existing Psychiatric Bed Registry that will maintain de-identified information about patients in need of inpatient psychiatric beds."

Explanation:

(This amendment provides \$75,000 GF in FY 2018 for the development and maintenance of the Psychiatric Patient Registry within the existing Psychiatric Bed Registry. The Psychiatric Patient Registry will maintain de-identified information about patients in need of inpatient psychiatric beds to improve the matching of patients with the appropriate bed.)

Item 313 #4s

Health and Human Resources	FY16-17	FY17-18
Department of Behavioral Health and Developmental Services	\$0	(\$200,000) GF
	\$0	\$200,000 NGF

Language:

Page 321, after line 22, insert:

"U. Out of this appropriation, \$200,000 the second year from the federal State Targeted Response to the Opioid Crisis Grant is provided for the purchase of REVIVE! kits and Narcan Nasal Spray."

Explanation:

(This amendment supplants \$200,000 from the general fund the second year with new federal grant funding from the State Targeted Response to the Opioid Crisis Grant, which was created by the 21st Century CURES Act, passed by Congress in December 2016. The new federal grant aims to address the opioid crisis by increasing access to treatment, reducing unmet treatment needs, and reducing opioid overdose related deaths. The introduced budget included funding for REVIVE! kits and 6,600 units of Narcan Nasal Spray. Each REVIVE! kit includes equipment to conduct two opioid overdose reversals.)

Item 313 #5s

Health and Human Resources

Department of Behavioral Health and Developmental Services

Language

Language:

Page 321, after line 22, insert:

"U. The Department of Behavioral Health and Developmental Services, in conjunction with relevant stakeholders including the Virginia Hospital and Healthcare Association, the Virginia Association of Community Services Boards and the National Alliance on Mental Illness, shall review the adequacy of funding and the effectiveness of the Local Inpatient Purchase of Services (LIPOS) program. The study shall include a review of the adequacy of covered services, reimbursement rates, the number of days authorized for reimbursement and the efficacy of moving eligibility criteria to clinical-based in lieu of commitment-based. The Commissioner shall report on recommendations to the Governor and the General Assembly by December 1, 2017."

Explanation:

(This amendment requires the Department of Behavioral Health and Developmental Services, in conjunction with relevant stakeholders including the Virginia Hospital and Healthcare Association, the Virginia Association of Community Services Boards and the National Alliance on Mental Illness, to review the adequacy of funding and the effectiveness of the Local Inpatient Purchase of Services (LIPOS) program. The study shall include a review of the adequacy of covered services, reimbursement rates, the number of days authorized for reimbursement and the efficacy of moving eligibility criteria to clinical-based in lieu of commitment-based. The Commissioner shall report on recommendations to the Governor and the General Assembly by December 1, 2017.)

Item 313 #6s

Health and Human Resources

Department of Behavioral Health and Developmental Services

Language

Language:

Page 321, after line 22, insert:

"U. The Department of Behavioral Health and Developmental Services shall notify Development Disability (DD) waiver participants of their Supports Intensity Scale (SIS) score and appeal rights. Participants in the DD waiver programs shall be provided a copy of the SIS form in advance of their meeting with the assessor, as well as any standard operating procedures for the SIS assessment process. Participants shall have the right to appeal their SIS score up to 90 days after receiving notification of the assigned SIS score."

Explanation:

(This amendment requires the Department of Behavioral Health and Developmental Services to notify Development Disability (DD) waiver participants of their Supports Intensity Scale (SIS) score and appeal rights. It also provides that participants shall have the right to appeal their SIS score up to 90 days after receiving notification of the assigned SIS score.)

Item 313 #7s

Health and Human Resources

Department of Behavioral Health and Developmental Services

Language

Language:

Page 321, after line 22, insert:

"U.1. The Department of Behavioral Health and Developmental Services in collaboration with the Department of Medical Assistance Services, shall convene a stakeholder workgroup, to meet at least once annually, with representatives of VACSB, VNPP, VaCIL, VaACCSES, dLCV, and other stakeholders including representative family members, as appropriate. The workgroup shall: (i) review data from the previous year on the distribution of the SIS levels and tiers by region and by waiver; (ii) review the communication which informs individuals, families, providers, case managers and other responders or interested parties about the tool, the administration, and the opportunities for review to ensure transparency; (iii) review changes in the instrument, the additional supplemental questions, the process for administration and/or the scoring and the data which either supported the recommended change and/or the impact of the change; (iv) review any use of the SIS as the tool to influence the services or amount of services available to an individual; (v) review other information as may be requested by any member of the group to better enable a comprehensive assessment of the use of the SIS as the tool to inform the system of care; (vi) review the methods for disseminating the data, and comprehensive assessment of the use of the SIS to the public through a variety of channels.

2. The workgroup shall convene in 2017 and shall consider criteria for allowing additional information beyond the SIS and Virginia Supplemental Questions that may be necessary to determine high levels of support needs for individuals in order to ensure the level of support is properly assessed. The department shall report on the results and recommendations of the workgroup to the General Assembly by October 1, 2017."

Explanation:

(This amendment adds language directing the Department of Behavioral Health Developmental Services in cooperation with the Department of Medical Assistance Services to convene an annual stakeholders workgroup to oversee and gather feedback on the Supports Intensity Scale (SIS) which is used to assess the level of support needs of individuals in the developmental disability waivers. The language requires the workgroup in 2017 to consider additional information beyond the SIS and supplemental questions that should be considered in certain cases for individuals with very high levels of support needs.)

Health and Human Resources

Department of Behavioral Health and Developmental Services

Language

Language:

Page 321, after line 22, insert:

"U. The Department of Behavioral Health and Developmental Services shall, in cooperation with the Department of Medical Assistance Services, study the potential use of the Involuntary Mental Commitment Fund to fund mental health treatment in the Commonwealth. In conducting such study, the department shall evaluate: (i) the potential use of the Involuntary Mental Commitment Fund to fund both involuntary temporary detention and voluntary treatment in a health care facility for the treatment of mental illness to reduce the use of involuntary treatment in the Commonwealth; (ii) the potential benefits of transferring management of the Involuntary Mental Commitment Fund from the Department of Medical Assistance Services to the Department of Behavioral Health and Developmental Services; and (iii) any other strategies for improving use of the funds in the Involuntary Mental Commitment Fund to improve access to mental health services in the Commonwealth. The department shall report its findings to the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century by November 1, 2017."

Explanation:

(This amendment directs the Department of Behavioral Health and Developmental Services, in cooperation with the Department of Medical Assistance Services, to study the potential use of the Involuntary Mental Commitment Fund to fund mental health treatment in the Commonwealth. The department shall report its findings to the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century by November 1, 2017.)

Health and Human Resources

Department of Behavioral Health and Developmental Services

Language

Language:

Page 321, after line 22, insert:

"U. Notwithstanding any other provision of law, the SJ 47 (2014 Session) Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century shall continue its work until December 1, 2019."

Explanation:

(This amendment extends the sunset on the SJ 47 (2014) Joint Subcommittee Studying

Mental Health Services in the Commonwealth in the 21st Century, by two years. Currently, the Joint Subcommittee is to complete its work by December 1, 2017 and this language extends the Joint Subcommittee for two additional years.)

Item 315 #1s

Health and Human Resources	FY16-17	FY17-18	
Grants to Localities	\$0	\$4,900,000	GF

Language:

Page 322, line 5, strike "\$422,285,024" and insert "\$427,185,024".

Page 325, line 5, after "first year and" strike "\$4,270,000" and insert "\$9,170,000".

Explanation:

(This amendment adds \$4,900,000 in additional funding in FY 2018 to expand permanent supportive housing (PSH) for individuals with serious mental illness. PSH is an evidence-based program that provides supportive services and rental subsidies to allow individuals with serious mental illness to live in the community and prevent unnecessary hospitalizations, homelessness, or interactions with the criminal justice system. In addition to the program funding, \$100,000 from the general fund is provided in a separate amendment to support one position to oversee the program. This amendment is a recommendation of the SJ 47 Joint Subcommittee to Study Mental Health Services in the Twenty-First Century.)

Item 315 #2s

Health and Human Resources	FY16-17	FY17-18	
Grants to Localities	\$0	(\$6,000,000)	GF
	\$0	\$6,000,000	NGF

Language:

Page 326, line 7, strike "general fund" and insert "the federal State Targeted Response to the Opioid Crisis Grant".

Page 326, line 10, strike "general fund" and insert "the federal State Targeted Response to the Opioid Crisis Grant".

Explanation:

(This amendment supplants \$6.0 million from the general fund the second year with new federal grant funding from the federal State Targeted Response to the Opioid Crisis Grant, which was created by the 21st Century CURES Act, passed by Congress in December 2016. The new federal grant aims to address the opioid crisis by increasing access to treatment, reducing unmet treatment needs, and reducing opioid overdose related deaths. The introduced budget included \$5.0 million in funding for opioid treatment services and \$1.0

million in funding for community detoxification programs.)

Item 315 #3s

Health and Human Resources	FY16-17	FY17-18	
Grants to Localities	\$0	(\$2,000,000)	NGF

Language:

Page 322, line 5, strike "\$422,285,024" and insert "\$420,285,024".

Page 326, after line 15, insert:

"KK. Out of this appropriation, \$6,550,000 is provided from the Behavioral Health and Developmental Disabilities Trust Fund as follows: (i) \$4,500,000 for the development of behavior/medical intense programs; (ii) \$1,250,000 to subsidize capital costs associated with rental units; (iii) \$500,000 for a House Call Program in Northern Virginia; and (iv) \$300,000 for individual crisis events."

Explanation:

(This amendment eliminates \$2.0 million in nongeneral fund appropriation the second year from the Behavioral Health Trust Fund that was provided in the introduced budget for issuing a request for proposals to develop providers in Virginia for individuals with intellectual and developmental disabilities with significant behavioral and mental health support needs requiring out-of-state congregate care. In addition, language is added to specify the purpose of the remaining \$6.5 million in appropriation. The introduced budget appropriated a total of \$8.5 million from the trust fund.)

Item 332 #1s

Health and Human Resources	FY16-17	FY17-18	
Department for Aging and Rehabilitative Services	\$75,000	\$0	GF

Language:

Page 331, line 44, strike "\$105,763,335" and insert "\$105,838,335".

Page 332, line 52, strike "\$5,058,981" and insert "\$5,133,981".

Explanation:

(This amendment restores \$75,000 GF in FY 2017 of the \$375,000 for Brain Injury programs that was reduced in the Governor's FY 2017 Savings Plan.)

Item 332 #2s

Health and Human Resources	FY16-17	FY17-18
Department for Aging and Rehabilitative Services	\$40,000	\$0 GF

Language:

Page 331, line 44, strike "\$105,763,335" and insert "\$105,803,335".
Page 332, line 44, strike "\$4,545,136" and insert "\$4,585,136".

Explanation:

(This amendment restores \$40,000 in FY 2017 of the \$200,000 reduction from the general fund that was included in the Governor's FY 2017 Savings Plan to support Centers for Independent Living.)

Item 333 #1s

Health and Human Resources	FY16-17	FY17-18
Department for Aging and Rehabilitative Services	\$200,000	\$0 GF

Language:

Page 333, line 50, strike "\$32,772,565" and insert "\$32,972,565".

Explanation:

(This amendment restores \$200,000 GF in FY 2017 of the \$1.0 million GF reduced in the Governor's FY 2017 Savings Plan for the Care Coordination for the Elderly Virginians Program.)

Item 333 #2s

Health and Human Resources	FY16-17	FY17-18
Department for Aging and Rehabilitative Services	\$30,000	\$0 GF

Language:

Page 333, line 50, strike "\$32,772,565" and insert "\$32,802,565".
Page 335, line 7, strike "\$104,166" and insert "\$134,166".

Explanation:

(This amendment restores \$30,000 in FY 2017 of the \$145,834 reduction from the general fund that was included in the Governor's FY 2017 Savings Plan that reduced funding for the Pharmacy Connect Program administered by Mountain Empire Older Citizens, Inc. Last

year, the program helped individuals access nearly \$14 million in medications.)

Item 337 #1s

Health and Human Resources	FY16-17	FY17-18
Department for Aging and Rehabilitative Services	(\$345,000)	\$0 GF

Language:

Page 336, line 29, strike "\$20,181,911" and insert "\$19,836,911".

Explanation:

(This amendment captures \$345,000 from the general fund the first year for administrative savings in the agency.)

Item 337 #2s

Health and Human Resources	FY16-17	FY17-18
Department for Aging and Rehabilitative Services	\$0	(\$140,000) GF

Language:

Page 336, line 29, strike "\$21,253,066" and insert "\$21,113,066".

Explanation:

(This amendment reduces \$140,000 of the \$440,000 from the general fund the second year that was provided in the introduced budget for the operating costs of a new case management system for the adult services and adult protective services programs.)

Item 337 #3s

Health and Human Resources	
Department for Aging and Rehabilitative Services	Language

Language:

Page 337, line 11, after "appropriation," strike "\$395,124 the first year and".
Page 337, line 12, after "fund and" strike "\$395,124 the first year and".

Explanation:

(This amendment removes language related to a first year appropriation that was not included in the introduced budget. This amendment is a technical correction.)

Item 341 #1s

Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$111,000	GF

Language:

Page 338, line 55, strike "\$38,761,182" and insert "\$38,872,182".
Page 338, line 57, strike "\$4,328,943" and insert "\$4,439,943".

Explanation:

(This amendment makes a technical correction to transfer amounts from Item 348 to Item 341 that was omitted in the introduced bill).

Item 342 #1s

Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$24,724	GF
	\$0	\$1,614,233	NGF

Language:

Page 339, line 56, strike "\$262,036,010" and insert "\$263,674,967".
Page 342, after line 13, insert:

"O.1. The Department of Social Services shall use funds from the federal Temporary Assistance to Needy Families (TANF) Block Grant to extend transitional services from 12 months to up to 24 months for Virginia's Initiative for Employment, Not Welfare (VIEW) recipients enrolled in an accredited post-secondary program for an industry-recognized license or certificate program, associate's degree, or other college certification program. Transitional services would terminate upon completion of the program.

2. The department shall extend transitional services from 12 months to up to 24 months for Virginia's Temporary Assistance for Needy Families Unemployed Parent (TANF-UP) program for recipients enrolled in an accredited post-secondary program for an industry-recognized license or certificate program, associate's degree, or other college certification program.

3. The Department of Social Services shall establish policies for the extension of transitional services that are consistent with current VIEW policies."

Explanation:

(This amendment provides \$24,724 from the general fund and \$1.6 million from the Temporary Assistance to Needy Families (TANF) block grant in the second year to enact Senate Bill 1149. This bill authorizes the Department of Social Services to access funds from the federal TANF block grant to extend transitional services to Virginia's VIEW recipients

from 12 months for up to 24 months for those recipients enrolled in an accredited post-secondary program for an industry-recognized license or certificate program, associate's degree, or other college certification program. In addition, the bill extends transitional services to Virginia's TANF-UP recipients. TANF-UP is Virginia's separate state program that provides cash assistance payments to able-bodied, two-parent families who meet the categorical and eligibility requirements for TANF. Transitional services would terminate upon completion of the program. The bill requires the Department of Social Services to establish policies for the extension of transitional services that are consistent with current VIEW policies. VIEW is the work-related component of Virginia's TANF program that requires participants to be employed or engaged in a work activity. This budget amendment was a recommendation from the Virginia Commission on Youth's Review of Virginia's Temporary Assistance for Needy Families Program.)

Item 342 #2s

Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$90,000	GF
	\$0	\$2,500,000	NGF

Language:

Page 339, line 56, strike "\$262,036,010" and insert "\$264,626,010".

Page 342, after line 13, insert:

"O. Effective July 1, 2017, the Board of Social Services shall move the following localities from Group I to Group II for the purposes of Temporary Assistance to Needy Families cash benefits: Counties of Clark, Gloucester, Isle of Wight and Mathews, and the City of Suffolk. Furthermore, the board shall move the following localities from Group II to Group III: County of Loudoun and the Cities of Chesapeake, Norfolk, Portsmouth, Virginia Beach and Williamsburg."

Explanation:

(This amendment provides \$90,000 from the general fund and \$2.5 million from the Temporary Assistance to Needy Families (TANF) block grant the second year to update locality groupings for TANF cash assistance payments for eligible individuals. The grouping influences the amount of the cash assistance payment. The locality groupings were created in the 1970's and have rarely been updated since that time. The current Group I, II, and III groupings have grown inconsistent over time and this action updates the groupings based on housing costs. Data from the U.S. Department of Housing and Urban Development on Fair Market Rents by locality was used to update the groupings.)

Item 343 #1s

Health and Human Resources	FY16-17	FY17-18
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Department of Social Services	\$0	\$44,637	GF
	\$0	\$17,090	NGF

Language:

Page 342, line 16, strike "\$436,079,250" and insert "\$436,140,977".

Explanation:

(This amendment provides funding for the Kinship Guardianship Assistance program, pursuant to SB 876, to facilitate child placements with relatives and ensure permanency for children for whom adoption or being returned home are not appropriate permanency options. The bill also sets forth eligibility criteria for the program, payment allowances to kinship guardians, and requirements for kinship guardianship assistance agreements.)

		Item 348 #1s	
Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$431,000	GF
	\$0	(\$431,000)	NGF

Language:

Page 349, line 13, strike "\$1,231,000 the second year" and insert "\$431,000".
 Page 349, line 13, strike "Temporary Assistance for Needy Families (TANF)".
 Page 349, line 14, strike "block grant" and unstrike "general fund".
 Page 349, line 14, prior to "shall" insert "and \$800,000 from the Temporary Assistance for Needy Families (TANF) block grant the second year".

Explanation:

(This amendment provides \$431,000 the second year from the general fund to partiality reverse action in the Governor's introduced budget to supplant \$1.2 million general fund for Child Advocacy Centers (CACs) with Temporary Assistance for Needy Families (TANF) block grant funds. This amendment restores \$431,000 in general fund in order to allow the CACs to continue to match federal Victims of Crime Act (VOCA) grant funds. In addition, the general fund will be used for the operations of the state chapter, which is not likely to qualify for TANF funds.)

		Item 348 #2s	
Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$70,000	GF

Language:

Page 347, line 48, strike "\$34,555,789" and insert "\$34,625,789".

Page 348, line 53, unstrike "and \$70,000 the second year".

Explanation:

(This amendment provides \$70,000 the general fund the second year to restore funding for the Virginia Alzheimer's Association chapters that was eliminated in the Governor's introduced budget.)

Item 348 #3s

Health and Human Resources

FY16-17

FY17-18

Department of Social Services

\$0

(\$111,000) GF

Language:

Page 347, line 48, strike "\$34,555,789" and insert "\$34,444,789".

Page 348, line 3, strike "\$14,051,401" and insert "\$13,940,401".

Explanation:

(This amendment makes a technical correction to transfer amounts from Item 348 to Item 341 that were omitted in the introduced bill.)

Item 363 #1s

Natural Resources

Secretary of Natural Resources

Language

Language:

Page 359, following line 28, insert:

“C. The Secretary of Natural Resources, with the assistance of the Directors of the Department of Conservation and Recreation, the Department of Environmental Quality, the Department of Game and Inland Fisheries, and the Department of Historic Resources, shall provide an annual report to the Chairmen of the House Appropriations and Senate Finance Committees of all projects undertaken pursuant to a settlement or mitigation agreement upon which the Secretary of Natural Resources is a signatory to the Governor by November 15, 2017 and by each November 15 thereafter until all terms of the settlement or mitigation agreement are satisfied.”.

Explanation:

(This amendment requires the Secretary of Natural Resources to report annually on all settlement agreements to which the Secretary is a signatory.)

Item 364 #2s

Natural Resources

Department of Conservation and Recreation

Language

Language:

Page 361, following line 8, insert:

"5. In the second year, \$8,274,474 from the Water Quality Improvement Fund Reserve held by the Department of Conservation and Recreation and established pursuant to Item 363 B of this act is authorized for transfer to the Virginia Natural Resources Commitment Fund, a subfund of the Virginia Water Quality Improvement Fund established under the Water Quality Improvement Act of 1997. Notwithstanding any other provision of law, the monies transferred to the Virginia Natural Resources Commitment Fund shall be distributed by the Department upon approval by the Virginia Soil and Water Quality Conservation Board in accordance with the Board's developed policies, as follows: of the \$8,274,474, a total of \$992,937 shall be appropriated for Technical Assistance for Virginia Soil and Water Conservation Districts, and \$7,281,537 for Agricultural Best Management Practices Cost-Share Assistance where of this amount \$4,368,922 shall be used for matching grants for agricultural best management practices on lands exclusively or partly within the Chesapeake Bay watershed and \$2,912,615 shall be used for matching grants for agricultural best practices on lands in the Commonwealth exclusively outside of the Chesapeake Bay watershed."

Explanation:

(This amendment authorizes funding previously deposited to the Virginia Water Quality Reserve Fund be transferred to the Virginia Natural Resources Commitment Fund and appropriates them for distribution in FY18 for the agricultural best management practices cost share program. The amendment includes the appropriate percentage distribution for technical assistance.)

Item 364 #5s

Natural Resources

Department of Conservation and Recreation

Language

Language:

Page 362, following line 40, insert:

"Q. The Director, Department of Conservation and Recreation, shall convene a stakeholder group consisting of, but not limited to, designees of the Secretary of Natural Resources, the Secretary of Agriculture and Forestry, the Department of Agriculture and Consumer Services, the Virginia Association of Soil and Water Conservation Districts, the Virginia Farm Bureau Federation, the Virginia Agribusiness Council, the Chesapeake Bay Commission, and the Chesapeake Bay Foundation to examine the funding, training, and

resource needs, as well as explore new incentives, for additional implementation of Resource Management Plans (RMPs), pursuant to §§10.1-104,7 through 10.1-104.9, Code of Virginia. The stakeholder group is directed to conduct their review and make recommendations to the Governor and the Chairmen of the Senate Finance and the House Appropriation Committees no later than October 1, 2017."

Explanation:

(This amendment directs the Department of Conservation and Recreation to convene a stakeholder group to examine the funding and resource needs for the implementation of Resource Management Plans and to make recommendations no later than October 1, 2017.)

Item 365 #2s

Natural Resources	FY16-17	FY17-18
Department of Conservation and Recreation	\$400,000	\$0 GF

Language:

- Page 362, line 42, strike "\$58,742,155" and insert "\$59,142,155".
- Page 364, unstrike line 7 through line 11.
- Page 364, line 7, strike "\$635,000" and insert "\$400,000".
- Page 364, line 10, strike ";" and insert ".".
- Page 364, line 10, strike "including the design for trailhead".
- Page 364, strike line 11.
- Page 364, line 10, following "Plan." insert "It is the intent of the General Assembly that this funding shall be expended solely for the construction of trails accessible to disabled riders."

Explanation:

(This amendment partially restores funding eliminated in SB 900 for the construction of accessible mountain bike trails for disabled riders. Additional language clarifies the legislative intent of the funding is for trail construction and does not include additional structures.)

Item 365 #4s

Natural Resources	Language
Department of Conservation and Recreation	

Language:

- Page 363, line 26, following "Virginia).", insert:
 "Pursuant to §58.1-817, the \$1 recordation fee shall be imposed on each instrument or document recorded in the proper book for filing of land records in those jurisdictions in

which open-space easements are held by the Virginia Outdoors Foundation."

Explanation:

(This amendment clarifies that the deed recordation fee established in § 58.1-817 applies to instruments and documents recorded in the deed books in the clerk's offices of the circuit courts covered by this provision of law. Current *Code* provisions require the fee only be imposed on deeds admitted to record.)

Item 369 #1s

Natural Resources

Department of Environmental Quality

Language

Language:

Page 367, following line 7, insert:

"D. The Department shall report to the Chairmen of the Senate Agriculture, Natural Resources and Conservation Committee and the House Agriculture, Chesapeake and Natural Resources Committee no later than October 1, 2017 on potential state incentives and regulatory changes with respect to the state implementation plan which will promote energy independence. Such incentives and changes shall give priority to the elimination of greenhouse gas emissions through the diversion of municipal solid waste from landfills to recycling facilities, waste-to-energy facilities, and alternative transportation fuel facilities."

Explanation:

(This amendment directs the Department of Environmental Quality to report to the General Assembly by October 1, 2017 on potential state incentives and regulatory changes that would promote energy independence.)

Item 376 #1s

Natural Resources

FY16-17

FY17-18

Department of Historic Resources

\$0

\$100,000 GF

Language:

Page 370, line 35, strike "\$5,602,978" and insert "\$5,702,978".

Page 371, line 41, strike "\$676,528" and insert "\$776.528".

Explanation:

(This amendment partially restores proposed funding cuts for the Virginia Battlefield Preservation Fund in FY18.)

Item 378 #1s

Natural Resources	FY16-17	FY17-18
Marine Resources Commission	\$0	\$72,879 GF

Language:

Page 372, line 22, strike "\$19,811,753" and insert "\$19,884,632".

Explanation:

(This amendment restores a proposed reduction to the Surveying and Engineering Division at the Marine Resources Commission with responsibility for oyster ground lease surveying services.)

Item 380 #1s

Natural Resources	FY16-17	FY17-18
Marine Resources Commission	\$214,000	\$214,000 GF

Language:

Page 373, line 33, strike "\$220,000" and insert "\$434,000".

Page 373, line 33, strike "\$220,000" and insert "\$434,000".

Page 373, strike line 38 through line 39.

Explanation:

(This amendment removes language that would terminate the Virginia Saltwater Sport Fishing Tournament and restores a proposed funding reduction to the fisheries division.)

Item 381 #2s

Natural Resources	FY16-17	FY17-18
Marine Resources Commission	\$0	\$50,000 GF

Language:

Page 373, line 41, strike "\$2,238,141" and insert "\$2,288,141".

Page 374, following line 7, insert:

"D. Included in the amounts appropriated for Administrative and Support Services is \$50,000 in the second year from the general fund to support any workload increases that may be incurred as the result of legislation approved by the 2017 General Assembly to expand a landowner's eligibility to apply for riparian planting grounds permits."

Explanation:

(This amendment would assist the VMRC in the implementation of SB 1145 of the 2017 General Assembly.)

Item 383 #1s

Public Safety and Homeland Security

Secretary of Public Safety and Homeland Security

Language

Language:

Page 376, following line 23, insert:

"C. The Secretary of Public Safety and Homeland Security and the Secretary of Health and Human Resources shall jointly prepare a report on potential options for continued utilization of the Peumansend Creek Regional Jail as a state, regional, or local correctional mental health facility. This shall include, but not necessarily be limited to, conversion of this facility into a regional mental health facility for inmates from regional or local jails who have been determined to have mental illness and who could be more appropriately housed in a specialized, minimum security facility rather than in a traditional jail setting. The study shall address financing options; governance and accountability; the appropriate mechanisms for administering the facility; security, operational, medical, and mental health treatment standards; and transport procedures. The Secretaries shall consult with the U.S. Department of the Army and leadership at Fort A. P. Hill to assure continuation of a cooperative agreement for the use of the property, as appropriate. Copies of the report shall be provided to the Governor and the Chairmen of the Senate Finance and House Appropriations Committees by October 1, 2017."

Explanation:

(This amendment directs the Secretaries of Public Safety and Homeland Security and Health and Human Resources to provide a report on the potential use of the Peumansend Creek Regional Jail, which is closing in the spring of 2017, as a treatment facility for jail inmates with mental illness.)

Item 386 #1s

Public Safety and Homeland Security

Department of Alcoholic Beverage Control

Language

Language:

Page 377, following line 20, insert:

"D. The Department of Alcoholic Beverage Control shall conduct a study of its current application and licensing fees as established in the Code of Virginia, with regard to the adequacy of the current fee structure in covering the actual cost of regulating the alcoholic

beverage industry in the Commonwealth. In conducting its study, the department shall consider the actual costs involved in issuing a license, regulating that license, and adjudicating violations against a license, as well as the actual cost of collecting all fees. The department shall report its findings and any recommendations to the Secretary of Public Safety and Homeland Security, the Chairmen of the Senate Committees on Rehabilitation and Social Services and Finance, and the Chairmen of the House Committees on General Laws and Appropriations by November 1, 2017."

Explanation:

(This amendment directs the Department of Alcoholic Beverage Control to study its current regulatory and licensing fee structure.)

	Item 387 #1s	
Public Safety and Homeland Security	FY16-17	FY17-18
Department of Alcoholic Beverage Control	\$2,307,470	\$4,614,940 NGF

Language:

Page 377, line 21, strike "\$660,569,809" and insert "\$662,877,279".
 Page 377, line 21, strike "\$677,576,464" and insert "\$682,191,404".

Explanation:

(This amendment adjusts the nongeneral fund appropriation for the Department of Alcoholic Beverage Control to reflect the estimated growth of 4.5 percent each year in sales. Companion amendments to the Revenue Page and Part 3 reflect the increased transfer of profits to the general fund resulting from increased sales.)

	Item 391 #1s	
Public Safety and Homeland Security		
Department of Corrections	Language	

Language:

Page 380, strike lines 30 through 33 and insert:
 "E. The Commonwealth shall reimburse localities or regional jail authorities for up to 25 percent of the cost of constructing, enlarging, or renovating local or regional jails, for projects approved by the Governor on or after July 1, 2017, consistent with the provisions of Senate Bill 1313 of the 2017 General Assembly."

Explanation:

(This amendment clarifies that all jail capital projects approved by the Governor on or after July 1, 2017, may be reimbursed by the Commonwealth for up to 25 percent of the approved project costs, consistent with Senate Bill 1313 of the 2017 General Assembly.)

Item 393 #1s

Public Safety and Homeland Security

Department of Corrections

Language

Language:

Page 382, line 46, strike "J." and insert J.1."

Page 382, following line 56, insert:

"2. The Department of Corrections, through its contract with the Virginia Commonwealth University Department of Health Administration, shall prepare a report on the management of a selected number of inmates who account for the largest share of total inpatient and outpatient medical care costs within the department. The report shall address the number and characteristics of these inmates (including demographic background, offense history, and security classification) who account for the highest costs for medical care. The report shall also consider their medical history and current medical issues and address potential case management strategies and other steps to reduce costs for these inmates in the long term. Copies of the report shall be provided by October 1, 2017, to the Secretary of Public Safety and Homeland Security, the Secretary of Health and Human Resources, the Chairman of the Joint Commission on Health Care, and the Chairmen of the Senate Finance and House Appropriations Committees."

Explanation:

(This amendment directs the Department of Corrections to provide a report on the small number of inmates who account for a large proportion of total inpatient and outpatient medical care costs, along with strategies for controlling those costs in the long term.)

Item 394 #1s

Public Safety and Homeland Security

Department of Corrections

Language

Language:

Page 386, following line 18, insert:

"P. The Department of Corrections shall prepare a report on the current and future use of technology within the department for the purposes of increasing security and employee productivity and achieving long-term cost savings. The department shall give consideration to technological innovations which could be applied to current and future correctional

facilities and to the supervision of offenders in the community. Copies of the report, including any recommendations as appropriate, shall be provided to the Secretary of Public Safety and Homeland Security, the Director of the Department of Planning and Budget, and the Chairmen of the Senate Finance and House Appropriations Committee by October 1, 2017."

Explanation:

(This amendment directs the Department of Corrections to study the current and future use of technology to improve security and employee productivity, and to achieve long-term cost savings.)

		Item 394 #2s
Public Safety and Homeland Security	FY16-17	FY17-18
Department of Corrections	\$0 0.00	(\$100,000) GF -1.00 FTE

Language:

Page 383, line 41, strike "\$99,301,981" and insert "\$99,201,981".
 Page 386, line 14, strike "\$200,000" and insert "\$100,000".
 Page 386, line 15, strike "two positions" and insert "one position".
 Page 386, line 17, strike "legislation submitted by the Governor to the" and insert "Senate Bill 940 of the".

Explanation:

(This amendment eliminates \$100,000 the second year from the general fund and one of two new positions to support the Board of Corrections, which were included in the budget as introduced. An expansion of the duties and responsibilities of the Board of Corrections related to the investigation of deaths in jails was included in Senate Bill 1063, as introduced, but was not included in the bill as adopted by the Senate. Accordingly, one of the two proposed positions is not needed.)

		Item 394 #10s
Public Safety and Homeland Security	FY16-17	FY17-18
Department of Corrections	\$0	\$50,000 GF

Language:

Page 383, line 41, strike "\$99,301,981" and insert "\$99,351,981".
 Page 386, following line 13, insert:
 "7. Requires purchasers of cigarettes for resale to apply for a cigarette exemption certificate

from the Department of Taxation--\$50,000."

Explanation:

(This amendment provides \$50,000 the second year from the general fund for the required deposit into the Corrections Special Reserve Fund, to reflect the corrections bed space impact of SB 1390, which recognizes a recommendation of the Crime Commission as part of its cigarette trafficking study. The amendment creates a new requirement that purchasers of cigarettes for resale must apply for a cigarette exemption certificate from the Department of Taxation. This amendment is contingent upon final passage of SB 1390.)

		Item 394 #19s
Public Safety and Homeland Security	FY16-17	FY17-18
Department of Corrections	\$0	\$50,000 GF

Language:

Page 383, line 41, strike "\$99,301,981" and insert "\$99,351,981".

Page 386, following line 13, insert:

"7. Adding felonies for providing material support or resources to a designated foreign terrorist organization--\$50,000."

Explanation:

(This amendment provides \$50,000 the second year from the general fund for the required deposit into the Corrections Special Reserve Fund, to reflect the corrections bed space impact of SB 1154, which adds felonies related to providing resources or material support to a designated foreign terrorist organization. This amendment is contingent upon final passage of SB 1154.)

		Item 394 #20s
Public Safety and Homeland Security	FY16-17	FY17-18
Department of Corrections	\$0	(\$300,000) GF

Language:

Page 383, line 41, strike "\$99,301,981" and insert "\$99,001,981".

Page 386, line 2, strike "\$300,000" and insert "\$100,000".

Page 386, strike lines 7 through 13.

Explanation:

(This amendment eliminates the required deposit of \$300,000 into the Corrections Special Reserve Fund in the second year from the general fund, associated with legislation which

was not adopted by the Senate. Companion amendments to this Item reflect the adoption of other sentencing legislation by the Senate (Senate Bills 1154 and 1390), affecting the need for state-responsible beds in state correctional facilities.)

Item 395 #1s

Public Safety and Homeland Security	FY16-17	FY17-18
Department of Criminal Justice Services	\$0	(\$500,000) GF

Language:

Page 386, line 33, strike "\$2,343,901" and insert "\$1,843,901".

Explanation:

(This amendment eliminates \$500,000 the second year from the general fund for updating community policing training and standards.)

Item 398 #3s

Public Safety and Homeland Security	FY16-17	FY17-18
Department of Criminal Justice Services	\$0	\$85,000 GF

Language:

Page 387, line 9, strike "\$83,112,089" and insert "\$83,197,089".

Page 389, line 23, strike "2." and insert "2.a.".

Page 389, following line 26, insert:

"b. The Center for School Safety shall provide a grant of \$85,000 in the second year to the York County-Poquoson Sheriff's Office for the statewide administration of the Drug Abuse Resistance Education (DARE) program. The Center for School Safety shall conduct an evaluation of the effectiveness of the program, along with an assessment of other evidence-based drug education programs, and shall provide a report on its findings to the Secretary of Public Safety and Homeland Security, the Director of the Department of Planning and Budget, and the Chairmen of the Senate Finance and House Appropriations Committees by January 1, 2018."

Explanation:

(This amendment provides a grant of \$85,000 from the general fund the second year for statewide administration of the Drug Abuse Resistance Education (DARE) program and requires an evaluation of the program. A companion amendment to Item 423 transfers these funds from the Department of State Police for this purpose.)

Item 398 #4s

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of Criminal Justice Services	\$0 0.00	(\$4,200,000) -2.00	GF FTE

Language:

Page 387, line 11, strike "\$83,112,089" and insert "\$78,912,089".
Page 391, strike lines 19 through 33.

Explanation:

(This amendment eliminates \$4,200,000 the second year from the general fund and two positions for grants for jail mental health screening and assessments. These funds have been redirected to improved mental health services within the overall mental health package which was included in the budget as introduced.)

Item 422 #1s

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of State Police	\$0 0.00	(\$5,935,000) -16.00	GF FTE

Language:

Page 405, line 17, strike "\$60,796,758" and insert "\$54,861,758".
Page 406, strike lines 38 through 54.
Page 407, strike lines 1 through 10.

Explanation:

(This amendment removes \$5,935,000 the second year from the general fund and 16 positions that were included in the budget as introduced to support the separation of State Police information technology services from the Virginia Information Technology Agency. A companion amendment to Item 476 in Central Appropriations provides up to \$2,935,000 to support the Department of State Police in assuming full responsibility for developing, operating, and managing all information technology services if the Department is exempted by the General Assembly from consolidating its information technology services within the Virginia Information Technologies Agency.)

Item 422 #2s

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of State Police	\$0	\$100,000	GF

Language:

Page 405, line 17, strike "\$60,796,758" and insert "\$60,896,758".

Page 406, line 34, strike "I." and insert I.1."

Page 406, following line 37, insert:

"2. Included in this appropriation is \$100,000 in the second year from the general fund for the Department of State Police to contract for a comprehensive review of the long-term equipment replacement needs for the State Agencies Radio System (STARS). The first phase of this review, including recommendations for additional review during the 2018-20 biennium, shall be presented to the Secretary of Public Safety and Homeland Security, the Secretary of Information Technology, the Director of the Department of Planning and Budget, the STARS Management Group, and the Chairmen of the Senate Finance and House Appropriations Committees by November 1, 2017."

Explanation:

(This amendment provides \$100,000 the second year from the general fund for a review of equipment replacement needs for the State Agencies Radio System.)

Item 422 #3s

Public Safety and Homeland Security

Department of State Police

Language

Language:

Page 407, following line 10, insert:

"L. The Department of State Police shall review the current fee structure for concealed weapons permits, including the \$10 application and processing fee charged by the clerk, the fee of up to \$35 which may be charged by the local law enforcement agency conducting the background investigation, and the fee of up to \$5 which may be charged by the Department of State Police for the criminal background check. The Department shall determine the extent to which the fees are being charged, actual revenues, the actual costs incurred by the agencies charging the fees, and potential options, if feasible, for reducing the fees. The Department shall provide a report on its findings, and any recommendations, if appropriate, by November 1, 2017, to the Secretary of Public Safety and Homeland Security and to the Chairmen of the Senate Finance and House Appropriations Committees."

Explanation:

(This amendment directs the Department of State Police to review the current fee structure for concealed weapons permits.)

Item 422 #4s

Public Safety and Homeland Security

FY16-17

FY17-18

Department of State Police	\$0	(\$164,000)	GF
	0.00	-2.00	FTE

Language:

Page 405, line 17, strike "\$60,796,758" and insert "\$60,632,758".

Explanation:

(This amendment eliminates \$164,000 the second year from the general fund and two positions for conducting criminal history background checks. A total of six positions were proposed in the budget as introduced. This amendment reduces the number of new positions approved for this purpose to four.)

Item 422 #5s

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of State Police	\$0	(\$507,904)	GF
	0.00	-7.00	FTE

Language:

Page 405, line 17, strike "\$60,796,758" and insert "\$60,288,854".

Explanation:

(This amendment eliminates \$507,904 the second year from the general fund and seven positions to conduct criminal history background checks. Legislation to require universal background checks for all firearms transactions was not approved by the Senate.)

Item 423 #1s

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of State Police	\$0	(\$85,000)	GF

Language:

Page 407, line 13, strike "\$259,725,668" and insert "\$259,640,668".

Explanation:

This amendment transfers \$85,000 the second year for the Drug Abuse Resistance Education (DARE) statewide program from the Department of State Police. A companion amendment to Item 398 adds this funding to the Department of Criminal Justice Services, under the Center for School Safety, to be provided as a grant to the York County-Poquoson Sheriff's Office, which administers the program.)

Item 423 #2s

Public Safety and Homeland Security

FY16-17

FY17-18

Department of State Police

\$0
0.00

\$1,200,000 GF
10.00 FTE

Language:

Page 407, line 13, strike "\$259,725,668" and insert "\$260,925,668".

Page 409, following line 18, insert:

"R. Included within this appropriation is \$1,200,000 the second year and ten positions from the general fund to establish a special operations division. The first two tactical teams established under this division will serve the fourth and sixth divisions."

Page 409, line 19, strike "R." and insert "S."

Explanation:

(This amendment restores \$1,200,000 the second year from the general fund and ten positions for the Special Operations Division, which was funded by the 2016 General Assembly.)

Item 433 #1s

Technology

FY16-17

FY17-18

Virginia Information Technologies Agency

(\$2,267,388)

\$0 GF

Language:

Page 419, line 50, strike "\$6,314,429" and insert "\$4,047,041".

Page 420, strike line 54 through line 57.

Explanation:

(This amendment removes the proposed repayment of a working capital advance provided to the Virginia Enterprise Applications Program.)

Item 434 #1s

Technology

Virginia Information Technologies Agency

Language

Language:

Page 421, line 45, following "Agency." insert:

"It is the intent of the General Assembly that all state offices and agencies shall modernize

and protect the Commonwealth's information systems, where appropriate, by expeditiously leveraging commercial cloud computing services that comply with rigorous security requirements throughout state government while driving cost savings and achieving new efficiencies."

Explanation:

(This amendment directs all state offices and agencies to utilize cloud computing services.)

Item 434 #2s

Technology

Virginia Information Technologies Agency

Language

Language:

Page 422, strike line 17 through line 37.

Explanation:

(This amendment removes proposed language that would allow the Virginia Information Technologies Agency to bill the Department of State Police for any stranded charges incurred as a result of the Department of State Police no longer receiving IT services from the VITA-NG Partnership.)

Item 434 #3s

Technology

FY16-17

FY17-18

Virginia Information Technologies Agency

\$0

\$421,066 NGF

Language:

Page 421, line 2, strike "\$38,008,223" and insert "\$38,429,289".

Page 421, line 23, strike "10.17%" and insert "10.31%".

Explanation:

(This amendment adds non-general funds and adjusts the surcharge rate used to fund expenses for operations and staff of services administered by VITA related to the 3.0 percent salary increase for state employees.)

Item 437 #1s

Transportation

Language:

Page 429, following line 48, insert:

“Of the amounts originally provided from Transportation Capital Projects Revenue Bonds Series 2011 to the Transportation Partnership Opportunity Fund for the acquisition of Norfolk Southern right-of-way pursuant to the authority granted in Chapter 847 of the Acts of Assembly of 2007, the Commonwealth Transportation Board shall authorize an amount not to exceed \$20,000,000 to finance the construction of additional facilities at the Mid-Atlantic Regional Spaceport in support of both commercial space flight and unmanned systems activities. The Secretary, at his discretion, may provide for the one-time transfer of such funding as may be required, from such funds as may available to the Commonwealth Transportation Board for the construction of such facilities. The Secretary, on behalf of the Commonwealth Transportation Board, shall enter into an agreement with the City of Virginia Beach to ensure the full repayment of the funding provided under a grant agreement entered into with the City on September 22, 2010.”.

Explanation:

(This amendment directs up to \$20.0 million NGF from the repayment of Transportation Capital Project Revenue Bond proceeds provided to the City of Virginia Beach for facility improvements at the Mid-Atlantic Regional Spaceport.)

Item 437 #2s

Transportation**Language:**

Page 429, following line 48, insert:

"In order to increase competition among qualified independent audit firms, the Virginia Commercial Spaceflight Authority is authorized to solicit requests for proposals from national firms including those that have submitted proposals prior to July 1, 2016. The final selection of the certified public accounting firm shall be performed by the Auditor of Public Accounts, with the assistance of the Virginia Commercial Spaceflight Authority, through a competitive negotiation process."

Explanation:

(This amendment authorizes the Virginia Commercial Spaceflight Authority to solicit requests for proposals from any qualified independent external audit firm.)

Item 438 #1s

Transportation

Department of Aviation

Language

Language:

Page 430, following line 37, insert:

“F.1. By November 1 of each year, the Virginia Aviation Board shall report to the Governor and the General Assembly on the use of Commercial Airport Fund revenues allocated the previous fiscal year. The report shall include at a minimum the following: (i) the use of entitlement funds allocated by each air carrier airport, including the amount of funds that are unobligated; (ii) the award and use of discretionary funds allocated for air carrier and reliever airports by every such airport; and (iii) the award and use of discretionary funds allocated for general aviation airports by every such airport. Such report shall also include the status of ongoing projects funded in whole or in part by the Commonwealth Airport Fund pursuant to subdivision A 3 of § 58.1-638.

2. The Board shall have the right to withhold entitlement funds allocated pursuant to subdivision A 3 a of § 58.1-638 in the event that the entitlement utilization plan is not approved by the Board or the airport uses the funds in a manner that is inconsistent with the approved plan.

G. It is the intent of the General Assembly that state moneys allocated pursuant to subdivision A 3 of § 58.1-638 shall not be used for (i) operating costs unless otherwise approved by the Virginia Aviation Board, or (ii) purposes related to supporting the operation of an airline, either directly or indirectly, through grants, credit enhancements, or other related means.”.

Explanation:

(This amendment incorporates the enhanced airport report requirements of SB 1129 of the 2017 General Assembly into existing DOAV reporting requirements.)

Item 442 #1s

Transportation

FY16-17

FY17-18

Department of Motor Vehicles

\$0

\$3,200,000 NGF

Language:

Page 431, line 28, strike "\$178,585,157" and insert "\$181,785,157".

Page 433, following line 25, insert:

"N. Notwithstanding §46.2-688, Code of Virginia, the Department of Motor Vehicles shall not be required to refund a proration of the total cost of a motor vehicle registration when less than a year remains in the registration period. The annual savings, estimated to be \$3,200,000 each year, shall be retained by the Department and used to meet the expenses of the Department."

Explanation:

(This amendment removes the requirement that partially used registrations be refunded, if fewer than 12 months remain in the registration period.)

Item 442 #2s

Transportation

Department of Motor Vehicles

Language

Language:

Page 433, following line 25, insert:

"N. Notwithstanding §46.2-342, Code of Virginia, the Department of Motor Vehicles shall not be required to include organ donation brochures with every driver's license renewal notice or application mailed to licensed drivers."

Explanation:

(This amendment removes an unnecessary provision that requires informational brochures be included with driver's license mailings. The Department of Motor Vehicles has confirmed with Donate Life that the brochures are no longer needed.)

Item 442 #3s

Transportation

Department of Motor Vehicles

Language

Language:

Page 433, following line 25, insert:

"N. Notwithstanding §46.2-214.3, Code of Virginia, the Commissioner of the Department of Motor Vehicles may end or modify discounts for mutiyear or online registrations. The annual savings from any such action shall be retained by the agency and used to meet the expenses of the Department."

Explanation:

(This amendment provides flexibility to the Commissioner to respond to shifts in customer behavior.)

Item 442 #4s

Transportation

FY16-17

FY17-18

Department of Motor Vehicles

\$0

\$800,000 NGF

Language:

Page 431, line 28, strike "\$178,585,157" and insert "\$179,385,157".

Page 433, following line 25, insert:

"N. Notwithstanding any other provision of law, the Department shall assess a fee on the transfer of an existing registration to another vehicle titled in the name of the owner that is equal to the Department's share of the fee for an original registration."

Explanation:

(This amendment would equalize the motor vehicle registration transfer fee with the fee amount DMV receives from original registrations.)

Item 442 #8s

Transportation

Department of Motor Vehicles

Language

Language:

Page 433, following line 25, insert:

"N.1. Effective July 1, 2017, in addition to all other fees required by law, there is imposed a \$1.00 annual fee on the registration by the Department of Motor Vehicles on each pickup or panel truck and each motor vehicle, to be charged and collected at the time of registration under subdivisions A1 through A12 of §46.2-694, Code of Virginia.

2. In each fiscal year, the funds collected from the \$1.00 annual registration fee pursuant to paragraph N.1 of this Item shall be paid to the Jamestown 2019 Commemoration Fund to support educational programs sponsored or approved by the Jamestown-Yorktown Foundation, community programs, facility operations and other activities related to the planning, and promotion of the 2019 Commemoration.

3. The Jamestown-Yorktown Foundation shall prepare an operating plan for the use of any monies paid into the Jamestown 2019 Commemoration Fund and receive the Governor's approval of such operating plan prior to the allotment of such monies for expenditure.

4. It is the intent of the General Assembly that the provisions of this paragraph support activities of the Jamestown 2019 Commemoration and are not to be continued past June 30, 2020."

Explanation:

(This amendment directs the imposition of a \$1.00 vehicle registration fee for FY2018 through the end of FY2020 with the proceeds directed to the Jamestown Yorktown Foundation for the 2019 Commemoration.)

Transportation

Department of Rail and Public Transportation

Language

Language:

Page 437, following line 47, insert:

"F. No later than May 1, 2017, the Department of Rail and Public Transportation, in collaboration with the Hampton Roads Transportation Planning Organization as well as all relevant stakeholders, shall evaluate the costs of and potential funding sources for completing a Tier II Environmental Impact Study for the purpose of delivering future high speed passenger rail service between Richmond and Hampton Roads, and provide this information to the Chairmen of the House Committees on Transportation and Appropriations, the Senate Committees on Transportation and Finance no later than November 15, 2017. The Commonwealth Transportation Board shall prioritize the inclusion of funding for the development Tier II EIS in the FY18 to FY 23 Six Year Improvement Plan beginning not earlier than FY 2020. Such funds shall be administered as Intercity Passenger Rail Operating and Capital Funds."

Explanation:

(This amendment directs the Department of Rail and Public Transportation and the Hampton Roads Transportation Planning Organization to conduct the Richmond/Hampton Roads Tier II Passenger Rail Environment Impact Study not earlier than FY 2020.)

Transportation

FY16-17

FY17-18

Department of Rail and Public
Transportation

0.00

-3.00 FTE

Language:

Page 438, line 6, strike "7" and insert "5".

Explanation:

(This amendment reduces the proposed new staffing for the Department of Rail and Public Transportation from six to three and reduces the proposed increase in Rail program overhead expenses from 7 percent to 5 percent. The amendment leaves approximately \$900,000 for three positions to manage the initial stages of the Atlantic Gateway project.)

Transportation

Department of Transportation

Language

Language:

Page 441, following line 30, insert:

"L. It is the intent of the General Assembly that the Commissioner, Department of Transportation, with the cooperation of the Secretary of Finance shall effectively transfer any federal funding specifically authorized by Congress for projects on the Coalfields Expressway to the Coalfields Expressway Authority as established by the 2017 General Assembly."

Explanation:

(This amendment directs the transfer of any future federal funding programmed for projects on the Coalfields Expressway to the Coalfields Expressway Authority established by the 2017 General Assembly.)

Item 453 #2s

Transportation

Department of Transportation

Language

Language:

Page 441, following line 30, insert:

"L. Notwithstanding any other provision of the Code of Virginia, from such state levied revenue sources appropriated to the Construction District Grant Programs, the Commonwealth Transportation Board shall allocate \$2,000,000 in the second year for the purpose of underground utilities in conjunction with widening of Rolling Road in Fairfax County between Old Keen Mill Road and the Fairfax and Franconia-Springfield Parkways. Costs incurred shall not include any previously budgeted costs for moving utilities as part of the project nor any associated right of way acquisition cost. Provision of this funding shall be contingent upon the affirmative determination of the Commissioner that these funds be matched by not less than \$2.00 in matching funding to every \$1.00 in Commonwealth Transportation Funds."

Explanation:

(This amendment provides funding for one-third of the costs of moving utilities underground as part of the current Rolling Road widening project in Fairfax County.)

Item 453 #3s

Transportation

Language:

Page 441, following line 30, insert:

"L. Notwithstanding any provision of law to the contrary, the provisions of §2.2-4321.2, Code of Virginia, shall be applicable to transportation infrastructure projects or facilities to be developed pursuant to the Public-Private Transportation Act of 1995, as amended."

Explanation:

(This amendment expands existing statutory provisions governing project labor agreements to PPTA projects. The public body would be prohibited from requiring or prohibiting labor agreements as part of the contract. Voluntary agreements between contractors and labor would not be impacted.)

Item 466 #1s

Veterans and Defense Affairs

Secretary of Veterans and Defense Affairs

Language

Language:

Page 453, following line 48, insert:

"C. The Secretary of Veterans and Defense Affairs shall convene a working group including, but not necessarily limited to, representatives of the Department of Veterans Services, the Veterans Services Foundation, the Virginia Community College System, the Department of Housing and Community Development, the Virginia Small Business Financing Authority, and the Joint Leadership Council, to develop a collaborative strategy to provide, within the Virginia Community College System, a center of expertise and/or a program utilizing the business faculty and curriculum, and other resources as available, to help Virginia veterans to become successful entrepreneurs. The objectives of such a program would include assisting veterans in developing business plans, obtaining capital, meeting accounting and record-keeping requirements, and achieving compliance with business laws, regulations, and other requirements associated with starting a small business, and promoting other essential entrepreneurship skills as appropriate. The working group shall report its findings and recommendations to the Chairmen of the Senate Finance and House Appropriations Committees by October 1, 2017."

Explanation:

(This amendment directs the Secretary of Veterans and Defense Affairs to convene a working group to develop a plan to provide assistance to veterans in entrepreneurship through the Virginia Community College System.)

Item 470 #1s

Veterans and Defense Affairs	FY16-17	FY17-18	
Department of Veterans Services	1.00	1.00	FTE

Language:

Page 456, line 27, strike "201.00" and insert "202.00".
 Page 456, line 30, strike "801.00" and insert "802.00".

Explanation:

(This amendment converts one part-time position in the veterans benefits office at the McGuire Veterans Hospital in Richmond to full-time status, to reflect the increased workload at that office.)

Item 470 #2s

Veterans and Defense Affairs	FY16-17	FY17-18	
Department of Veterans Services	\$0	(\$900,000)	GF

Language:

Page 455, line 13, strike "\$16,824,308" and insert "\$15,924,308".
 Page 455, strike lines 49 through 50.

Explanation:

(This amendment eliminates \$900,000 the second year from the general fund for a new program to provide grants to service providers who assist veterans in entrepreneurship. Companion legislation authorizing this new program (SB 1114) was not reported by the Senate Finance Committee. A companion amendment to Item 466 directs the Secretary of Veterans and Defense Affairs to convene a working group to develop a program with the Virginia Community College System to provide assistance to veterans in entrepreneurship, and to report its recommendations to the Chairmen of the Senate Finance and House Appropriations Committees by October 1, 2017.)

Item 472 #1s

Veterans and Defense Affairs	FY16-17	FY17-18	
Department of Veterans Services	\$0	(\$115,000)	GF
	\$0	(\$150,000)	NGF
	0.00	-1.00	FTE

Language:

Page 456, line 18, strike "\$2,900,227" and insert "\$2,635,227".

Explanation:

(This amendment reduces the general fund appropriation to the Department of Veterans Services by \$115,000 the second year and one position, and reduces the nongeneral fund appropriation to the department by \$150,000 the second year. These represent the amounts transferred from the department to the Veterans Services Foundation, pursuant to Senate Bill 1075. A companion amendment establishes Item 472.20 as a distinct appropriation for the Veterans Services Foundation. These amendments are contingent upon final passage of Senate Bill 1075 by the 2017 Session of the General Assembly)

	Item 472.20 #1s	
Veterans and Defense Affairs	FY16-17	FY17-18
Department of Veterans Services	\$0	\$115,000 GF
	\$0	\$150,000 NGF
	0.00	1.00 FTE

Language:

Page 456, after line 36, insert:

"VETERANS SERVICES FOUNDATION
472.20 Veterans Services Foundation \$0 \$265,000
Fund Sources: General \$0 \$115,000
Dedicated Special Revenue \$0 \$150,000.

The Chairman of the Veterans Services Foundation shall submit a quarterly report to the Secretary of Veterans and Defense Affairs and an annual report to the Chairmen of the Senate Finance and House Appropriations Committees, beginning July 1, 2017, detailing revenues and expenditures for the Veterans Services Fund and the provision of administrative and support services for the Foundation."

Explanation:

(This amendment establishes the Veterans Services Foundation as an entity independent of the Department of Veterans Services, under the Secretary of Veterans and Defense Affairs, pursuant to Senate Bill 1075. A companion amendment makes corresponding reductions in Item 472 under the Department of Veterans Services. These amendments are contingent upon final passage of Senate Bill 1075 by the 2017 Session of the General Assembly. It is the intent of the General Assembly that the appropriate agency code for the Foundation will be added during enrollment.)

Central Appropriations

Central Appropriations

Language

Language:

Page 463, after line 32, insert:

"M.1. Notwithstanding the provisions of Section 2.2-3205(A), Code of Virginia, the terminating agency shall not be required to pay the Virginia Retirement System the costs of enhanced retirement benefits provided for in Section 2.2-3204(A), Code of Virginia, for employees who are involuntarily separated from employment with the Commonwealth if the Speaker of the House of Delegates and the Chairman of the Senate Committee on Rules have certified on or after July 1, 2016 that such action results from 1. budget reductions enacted in the Appropriation Act; 2. reorganization or reform actions taken by agencies in the legislative branch of state government to increase efficiency of operations or improve service delivery, provided such actions have been approved by the Speaker of the House of Delegates and the Chairman of the Senate Committee on Rules; or 3. downsizing actions taken by agencies in the legislative branch of state government as the result of the loss of federal or other grants, private donations, or other nongeneral fund revenue; and if the applicable agency certifies that the actions comport with the provisions of and related policies associated with the Workforce Transition Act. Under these conditions, the entire cost of such benefits for involuntarily separated employees shall be factored into the employer contribution rates paid to the Virginia Retirement System."

Explanation:

(This amendment provides that agencies in the legislative branch will not be required to pay to the Virginia Retirement System the costs of certain enhanced retirement benefits for employees who are involuntarily separated if the Speaker of the House of Delegates and the Chairman of the Senate Committee on Rules certify that the separation is the result of budget reductions enacted in the Appropriation Act, an agency reorganization to increase efficiency of operations or improve service delivery, or an agency downsizing due to a loss of nongeneral fund revenue. A similar provision presently is included in the Appropriation Act, Chapter 780, for agencies in the executive branch of state government.)

Central Appropriations

Central Appropriations

Language

Language:

Page 467, line 7, strike "and".

Page 467, line 8, after "Authority" strike "." and insert "; and,".

Page 467, following line 8, insert:

"i. The Chief Executive Officer of the Virginia Alcoholic Beverage Control Authority."

Explanation:

(This amendment authorizes the Chief Executive Officer of the Virginia Alcoholic Beverage Control Authority to implement a performance-based pay plan.)

Item 475 #3s

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	(\$800,000)	(\$2,950,000)	GF

Language:

Page 459, line 8, strike "\$43,950,725" and insert "\$43,150,725".

Page 459, line 8, strike "\$151,691,160" and insert "\$148,741,160".

Page 468, line 15, strike "\$1,000,000" and insert "\$200,000".

Page 468, line 15, strike "\$3,000,000" and insert "\$50,000".

Explanation:

(This amendment reduces funding included in the budget related to potential regulatory or legislative changes.)

Item 475 #4s

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	(\$4,000,000)	GF

Language:

Page 459, line 8, strike "\$151,691,160" and insert "\$147,691,160".

Page 468, strike lines 44 through 51.

Page 469, strike lines 1 and 2.

Explanation:

(This amendment removes funding and language included in the budget related to the State Police salary compression plan.)

Item 475 #5s

Central Appropriations	FY16-17	FY17-18	
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Central Appropriations

\$0

\$22,526,298 GF

Language:

Page 459, line 8, strike "\$151,691,160" and insert "\$174,217,458".

Page 468, after line 17, insert:

"X.1. The base salary of the following employees shall be increased by three percent on July 10, 2017:

- a. Full-time and other classified employees of the Executive Department subject to the Virginia Personnel Act, excluding faculty at institutions of higher education;
- b. Full-time employees of the Executive Department not subject to the Virginia Personnel Act, excluding faculty at institutions of higher education, and officials elected by popular vote;
- c. Any official whose salary is listed in § 4-6.01 of this act, subject to the ranges specified in the agency head salary levels in § 4-6.01 c;
- d. Full-time staff of the Governor's Office, the Lieutenant Governor's Office, the Attorney General's Office, Cabinet Secretaries' Offices, including the Deputy Secretaries, the Virginia Liaison Office, and the Secretary of the Commonwealth's Office;
- e. Heads of agencies in the Legislative Department;
- f. Full-time employees in the Legislative Department, other than officials elected by popular vote;
- g. Secretaries and administrative assistants as provided for in Item 1 of this act;
- h. Judges and Justices in the Judicial Department;
- i. Heads of agencies in the Judicial Department;
- j. Full-time employees in the Judicial Department;
- k. Commissioners of the State Corporation Commission and the Virginia Workers' Compensation Commission, the Chief Executive Officer of the Virginia College Savings Plan, and the Directors of the Virginia Lottery, and the Virginia Retirement System; and
- l. Full-time employees of the State Corporation Commission, the Virginia College Savings Plan, the Virginia Lottery, Virginia Workers' Compensation Commission, and the Virginia Retirement System.

2. a. Employees in the Executive Department subject to the Virginia Personnel Act shall receive the salary increases authorized in this paragraph only if they attained at least a rating of "Contributor" on their latest performance evaluation.

b. Salary increases authorized in this paragraph for employees in the Judicial and Legislative Departments, employees of Independent agencies, and employees of the Executive Department not subject to the Virginia Personnel Act shall be consistent with the provisions of this paragraph, as determined by the appointing or governing authority. The appointing or governing authority shall certify to the Department of Human Resource Management that employees receiving the awards are performing at levels at least comparable to the eligible employees as set out in subparagraph 2.a. of this paragraph. Salary increases authorized in this paragraph for employees in the Judicial and Legislative Departments, employees of Independent agencies, and employees of the Executive Department not subject to the Virginia Personnel Act shall be consistent with the provisions of this paragraph, as

determined by the appointing or governing authority.

3. The Department of Human Resource Management shall increase the minimum and maximum salary for each band within the Commonwealth's Classified Compensation Plan by three percent on July 10, 2017, for the previously specified employee groups. No salary increase shall be granted to any employee as a result of this action. The department shall develop policies and procedures to be used in instances when employees fall below the entry level for a job classification due to poor performance. Movement through the revised pay band shall be based on employee performance.

4. Out of the amounts for Adjustments to Employee Compensation is included \$64,753,370 the second year from the general fund to support the general fund portion of costs associated with the salary increase provided in this paragraph.

5. The following agency heads, at their discretion, may utilize agency funds or the funds provided pursuant to this paragraph to implement the provisions of new or existing performance-based pay plans:

- a. The heads of agencies in the Legislative and Judicial Departments;
- b. The Commissioners of the State Corporation Commission and the Virginia Workers' Compensation Commission;
- c. The Attorney General;
- d. The Director of the Virginia Retirement System;
- e. The Director of the Virginia Lottery;
- f. The Director of the University of Virginia Medical Center;
- g. The Chief Executive Officer of the Virginia College Savings Plan; and
- h. The Executive Director of the Virginia Port Authority.

6. The base rates of pay, and related employee benefits, for wage employees may be increased by up to three percent no earlier than July 10, 2017. The cost of such increases for wage employees shall be borne by existing funds appropriated to each agency."

Explanation:

(This amendment provides a three percent base salary adjustment for state employees, effective July 10, 2017 and to be reflected in their August 1, 2017 paychecks.)

Item 475 #6s

Central Appropriations

Central Appropriations

Language

Language:

Page 468, strike lines 18 through 43.

Explanation:

(This amendment removes the 1.5 percent bonus for state employees and state-supported local employees included in the budget.)

Item 475 #7s

Central Appropriations	FY16-17	FY17-18
Central Appropriations	\$0	\$3,336,674 GF

Language:

Page 459, line 8, strike "\$151,691,160" and insert "\$155,027,834".

Page 468, after line 43, insert:

"Y.1. The appropriations in this Item include funds to increase the base salary of the following employees by two percent on August 1, 2017.

a. Locally-elected constitutional officers;

b. General Registrars and members of local electoral boards;

c. Full-time employees of locally-elected constitutional officers and,

d. Full-time employees of Community Services Boards, Centers for Independent Living, secure detention centers supported by Juvenile Block Grants, juvenile delinquency prevention and local court service units, local social services boards, local pretrial services act and comprehensive community corrections act employees, and local health departments where a memorandum of understanding exists with the Virginia Department of Health.

2. Out of the appropriation for Adjustments to Employee Compensation is included \$17,147,104 the second year from the general fund to support the costs associated with the salary increase provided in this paragraph."

Explanation:

(This amendment provides a two percent base salary adjustment for state-supported local employees, effective August 1, 2017.)

Item 475 #8s

Central Appropriations	FY16-17	FY17-18
Central Appropriations	\$0	\$16,993,399 GF

Language:

Page 459, line 8, strike "\$151,691,160" and insert "\$168,684,559".

Page 468, after line 43, insert:

"Z.1. The base salaries of faculty members at institutions of higher education shall be increased by two percent on July 10, 2017.

2. Nothing in this act shall preclude institutions of higher education from providing base salary increases or bonuses to faculty or staff.

3. Salary increases authorized in this paragraph for employees of the Executive Department not subject to the Virginia Personnel Act shall be consistent with the provisions of this paragraph, as determined by the appointing or governing authority. However,

notwithstanding anything herein to the contrary, the governing authorities of those state institutions of higher education with employees not subject to the Virginia Personnel Act may implement salary increases for such employees that may vary based on performance and other employment-related factors. The appointing or governing authority shall certify to the Department of Human Resource Management that employees receiving the awards are performing at levels at least comparable to the eligible employees as set out in paragraph X.1., subparagraph 2.a. of this Item.

4. Out of the appropriation for Adjustments to Employee Compensation is included \$16,993,399 the second year from the general fund to support the costs associated with the salary increase provided in this paragraph."

Explanation:

(This amendment provides a two percent base salary adjustment for faculty, effective July 10, 2017.)

Central Appropriations	FY16-17	FY17-18	Item 475 #9s
Central Appropriations	\$0	\$2,507,008	GF

Language:

Page 459, line 8, strike "\$151,691,160" and insert "\$154,198,168".

Page 468, after line 43, insert:

"AA. 1. Included within the appropriations for this Item is \$2,507,008 in the second year from the general fund to be used for a four percent adjustment to the base salary of state employees in the following job roles in state mental health and intellectual disability facilities, effective July 10, 2017:

- a. Direct Service Associate I
- b. Direct Service Associate II
- c. Direct Service Associate III
- d. Registered Nurse I
- e. Registered Nurse II/Nurse Practitioner/Physician's Assistant
- f. Licensed Practical Nurse

2.a. For purposes of this paragraph, state mental health and intellectual disability facilities shall be comprised of the following:

- b. Catawba Hospital
- c. Central State Hospital
- d. Central Virginia Training Center
- e. Commonwealth Center for Children and Adolescents
- f. Eastern State Hospital
- g. Hiram Davis Medical Center
- h. Northern Virginia Mental Health Institute

- i. Piedmont Geriatric Hospital
- j. Southern Virginia Mental Health Institute
- k. Southeastern Virginia Training Center
- l. Southwestern Virginia Training Center
- m. Virginia Center Behavioral Rehabilitation
- n. Western State Hospital

3. Employees in the Executive Department subject to the Virginia Personnel Act shall receive the salary increases authorized in this paragraph only if they attained at least a rating of "Contributor" on their latest performance evaluation.

4. The salary increase authorized in this paragraph is intended to be in addition to any other salary increase authorized in this act."

Explanation:

(This amendment provides a four percent base salary adjustment for certain high-turnover positions in state facilities for mental health and intellectual disabilities, effective July 10, 2017 and to be reflected in their August 1, 2017 paychecks.)

		Item 475 #10s
Central Appropriations	FY16-17	FY17-18
Central Appropriations	\$0	\$14,308,309 GF

Language:

Page 459, line 8, strike "\$151,691,160" and insert "\$165,999,469".

Page 468, after line 43, insert:

"BB.1. Out of appropriation for this item, \$14,308,309 the second year from the general fund shall be transferred to the Department of State Police for a salary initiative for sworn employees, subject to approval by the Secretary of Public Safety and Homeland Security. Such plan shall include raising the starting annual salary of sworn employees to \$43,000. The Department shall have the flexibility to retroactively raise the starting pay for newly hired sworn employees where applicable. Prior to the implementation of this plan, copies of the approved plan shall be provided to the Chairmen of the Senate Finance and House Appropriations Committees.

2. The salary adjustments authorized in this paragraph are intended to be in addition to any other salary increase authorized in this act."

Explanation:

(This amendment raises the beginning annual base salary of sworn employees within State Police to \$43,000, and provides funding for a salary initiative, effective July 10, 2017, to be reflected in their August 1, 2017 paychecks.)

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	\$2,935,000	GF

Language:

Page 469, line 6, strike "\$16,962,496" and insert "\$19,897,496".

Page 471, after line 43, insert:

"3.a. Notwithstanding the provisions of § 2.2-2011, Code of Virginia, the Department of State Police is authorized to procure, develop, operate, and manage the cyber security and management tools required to protect the information technology used by the Department that is defined as out-of-scope from the Virginia Information Technologies Agency pursuant to the Memorandum of Understanding (MOU) between the two agencies dated August 30, 2013. The Department of State Police shall be solely responsible for securing all aspects of information technology defined as out-of-scope in the current MOU.

b. Costs expended by the Department of State Police for cyber security and management tools shall be reimbursed by the Director of the Department of Planning and Budget from unexpended funds provided in paragraph I.1. of this Item, after such expenses have been approved by the Chief Information Office and determined to be in compliance with the regulations, policies, procedures, standards, and guidelines of the Virginia Information Technologies Agency.

4.a. The Superintendent of State Police and the Chief Information Officer of the Commonwealth shall jointly develop and report to the Chairmen of the House Committee on Appropriations and Senate Committee on Finance a detailed transition plan addressing the steps required for the Department of State Police to assume responsibility for the development, operation, and management of all of its information technology infrastructure and services.

b. The report shall, at a minimum, include a detailed transition plan that: (i) identifies and evaluates anticipated transition timelines, tasks, activities, and responsible parties; (ii) identifies any one-time and ongoing costs of transitioning responsibility for information technology services from the Virginia Information Technologies Agency to the Department of State Police, including the estimated costs to obtain existing information technology assets or transition services from Northrop Grumman; (iii) identifies the ongoing costs of staffing, services, and contracts related to enterprise security and management tools, legacy system replacements or upgrades, construction or lease of facilities including data centers, labor costs and workload analyses, and training costs; (iv) identifies any other such factors deemed necessary for discussion as identified by the Superintendent of State Police or Chief Information Officer of the Commonwealth; (v) identifies necessary statutory changes

required to effectuate the transition and modernize current statutes related to basic State Police communication systems consistent with the Criminal Justice Information Services Security Policy Version 5.5, or its successor; and (vi) provides a jointly developed and agreed upon MOU between the Department of State Police and the Virginia Information Technologies Agency that certifies the information.

c. The report and accompanying Memorandum shall be provided to the Chairmen of the House Committee on Appropriations and Senate Committee on Finance no later than October 1, 2017.

5. Included within the appropriation for this Item, up to \$2,935,000 the second year from the general fund is provided to reimburse the Department of State Police for costs associated with mitigating information technology security threats and gaps not addressed in paragraph 3a. All such costs shall be eligible for reimbursement if they have been procured in accordance with the regulations, policies, procedures, standards, and guidelines of the Virginia Information Technologies Agency. The Director, Department of Planning and Budget, is authorized to release this funding following certification by the Chief Information Officer that these costs address cybersecurity threats and gaps, including upgrades to legacy applications to remediate audit findings by the Auditor of Public Accounts or Commonwealth Security and Risk Management."

Explanation:

(This amendment provides up to an additional \$2,935,000 from the general fund the second year to continue the process of transitioning Department of State Police information technology services away from the VITA-Northrop Grumman partnership.)

		Item 476 #2s	
Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	(\$600,000)	GF

Language:

Page 469, line 5, strike "\$16,962,496" and insert "\$16,362,496".

Page 472, line 22, strike "\$1,200,000" and insert "\$600,000".

Page 472, line 23, after "training" insert "pilot".

Page 472, line 27, after "details." insert "The work group shall consider opportunities to collaborate with Virginia public colleges and universities on an internship, management training and succession planning program by which students in their final year of undergraduate school work, or those attending graduate programs may be considered for opportunities for state employment on a temporary basis, whereby they may earn academic credit for hours worked while participating in the program."

Explanation:

(This amendment modifies funding and language included in the budget related to a joint internship and management training program.)

Item 476 #3s

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	(\$1,200,000)	GF

Language:

Page 469, line 6, strike "\$16,962,496" and insert "\$15,762,496".
Page 470, line 27, strike "\$1,500,000" and insert "\$300,000".

Explanation:

(This amendment removes funding included in the budget related to potential litigation.)

Item 476 #4s

Central Appropriations	
Central Appropriations	Language

Language:

Page 470, line 44, strike "2016" and insert "2017".
Page 470, line 46, strike "not".
Page 470, line 46, following "fund", insert ".".
Page 470, line 46, strike "but shall instead be".
Page 470, line 47, strike "reappropriated for its original purpose".
Page 470, at the beginning of line 48, insert "up to".
Page 470, line 48, following "and" insert "up to".
Page 471, line 6, strike "\$9,000,000" and insert "\$10,500,000".

Explanation:

(This amendment authorizes an increase in the total amount eligible for reimbursement to the City of Richmond for the development of the Slavery and Freedom Heritage Site and authorizes the reversion of any funding previously authorized in 2014, but unclaimed by the City for the project. A companion amendment in Part 3, transfers balances estimated at \$1.5 million, leaving \$500,000 in the exiting account. To date, less than \$300,000 has been requested for this project.)

Item 476 #5s

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	(\$2,213,438)	GF

Language:

Page 469, line 6, strike "\$16,962,496" and insert "\$14,749,058".
Page 472, strike lines 5 through 18.

Explanation:

(This amendment removes funding included in the budget for the January 2018 gubernatorial inauguration and for transition offices following the elections of November 2017.)

Item 476 #6s

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	\$203,339	GF

Language:

Page 469, line 6, strike "\$16,962,496" and insert "\$17,165,835".

Explanation:

(This amendment provides the general fund share for increased internal service fund costs at VITA as a result of the 3.0 percent salary increase authorized in a separate amendment. A corresponding amendment provides additional internal service fund appropriation at VITA to pay for the 3.0 percent salary increase for state employees.)

Item 478.20 #1s

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$4,000,000	\$0	GF

Language:

Page 474, line 11, strike "\$4,000,000" and insert "\$8,000,000".
Page 474, strike lines 12-13.
Page 474, line 15 unstrike "\$8,000,000".
Page 474, line 16, strike "\$4,000,000".
Page 474, line 17, unstrike "\$8,000,000" and strike "\$4,000,000".

Explanation:

(This amendment provides \$4.0 million GF in the first year to restore Virginia's commitment to the INOVA research partnerships with Virginia's public higher education institutions. The introduced budget proposed to reduce the appropriation in this Item by \$4.0 million GF in

the first year.)

	Item 478.30 #1s		
Central Appropriations	FY16-17	FY17-18	
Appropriated Revenue Reserve	\$0	\$40,000,000	GF

Language:

Page 475, after line 33, insert:

"478.30 Revenue Cash Reserve	\$0	\$40,000,000	
Fund Sources: General	\$0	\$40,000,000	"

Page 475, after line 33, insert:

"There is hereby appropriated in this item the amount of \$40,000,000 from the general fund the second year to establish a Revenue Cash Reserve. Additions to the Reserve may be made under the conditions set out in Item 3-5.20, which also specifies the uses for funds held in the Reserve. "

Explanation:

(This amendment establishes a Revenue Cash Reserve from one-time resources. A companion amendment to Item 3-5.20 directs how the funds may be used, and how additional revenues may be added to the fund.)

	Item 488 #1s		
Independent Agencies	FY16-17	FY17-18	
Virginia College Savings Plan	\$2,000,000	\$1,000,000	NGF

Language:

Page 478, line 50, strike "\$25,593,353" and insert "\$27,593,353".

Page 478, line 50, strike "\$25,359,984" and insert "\$26,359,984".

Page 479, line 25, after "\$2,000,000" insert "in the first year and \$1,000,000"

Page 479, strike lines 27-33.

Explanation:

(This amendment amends Item 488 D.1. to include funding for the SOAR Virginia program for each year of the 2016-18 Biennium. This amendment also deletes Item 488 D.2 and D.3. The language in D.2. required reallocation of \$1.0 million of existing NGF appropriation for the SOAR program. The language in D.3. required that the NGF appropriation for the SOAR program only be available if the Virginia529 Prepaid fund had an actuarial fund value of at least 100 percent in the prior fiscal year and that the agency operating expenses must have

less than a 70 percent operating expense to operating revenue ratio in the prior fiscal year unless otherwise authorized by the Governor.)

Item 493 #1s

Independent Agencies

Virginia Workers' Compensation Commission

Language

Language:

Page 482, after line 23, insert:

"D. It shall be a requirement of the Virginia Workers' Compensation Commission that the Southwest Regional Office of the Virginia Workers' Compensation Commission be located in a county that is contiguous with at least six (6) other counties."

Explanation:

(This amendment requires the Southwest Regional Office of the Workers' Compensation Commission to be located in a county contiguous with at least six (6) other counties.)

Item C-0 #1s

General Conditions

General Conditions

Language

Language:

Page 490, after line 6, insert:

"9. College of William and Mary

a. Subject to the provisions of this act, the General Assembly authorizes the College of William and Mary, with the approval of the Governor, to explore and evaluate alternative financing scenarios to provide additional parking, student or faculty/staff housing, recreational, athletic and /or operational related facilities. The project shall be consistent with the guidelines of the Department of General Services and comply with Treasury Board guidelines issued pursuant to Section 23.1-1106 C.1. (d), Code of Virginia.

b. The General Assembly authorizes the College of William and Mary to enter into written agreements with public or private entities to design, construct, and finance a facility or facilities to provide additional parking, student or faculty/staff housing, recreational, athletic, and/or operational related facilities. The facility or facilities may be on property owned by the Commonwealth. All project proposals and approvals shall be in accordance with the guidelines cited in paragraph 1 of this item. The College of William and Mary is also authorized to enter into a written agreement with the public or private entity to lease all or a portion of the facility.

c. The General Assembly further authorizes the College of William and Mary to enter into written agreements with the public or private entities for the support and operation of such parking, student or faculty/staff housing, recreational, athletic, and /or operational related facilities by including the facilities in the University's facility inventory and managing their operation and maintenance including the assignment of parking authorizations, students, faculty or staff, and operations to the facility in preference to other university facilities, limiting construction of competing projects, and by otherwise supporting the facilities consistent with law, provided that the University shall not be required to take any action that would constitute a breach of the University's obligations under any documents or other instruments constituting or securing bonds or other indebtedness of the University or the Commonwealth of Virginia.

d. The College of William and Mary is further authorized to convey fee simple title in and to one or more parcels of land to the William and Mary Real Estate Foundation (WMREF) which will develop and use the land for the purpose of developing and establishing residential housing for students, faculty, or staff, recreational, athletic, and/or operational related facilities including office, retail and commercial, student services, or other auxiliary activities.”

Page 490, line 7, strike "9." and insert "10."

Explanation:

(This amendment authorizes the College of William and Mary to evaluate and execute alternative financing agreements with public and private entities including the William & Mary Real Estate Foundation as a means to provide parking, student and/or faculty/staff housing, recreational, athletic, or other operational related facilities.)

Item C-2.5 #1s

Education

Christopher Newport University (242)

Language

Language:

Page 491, after line 31, insert:

"Christopher Newport University is authorized to increase the scope of the project, Construct and Renovate Fine Arts and Rehearsal Space (18086) to 105,040 gross square feet to include 88,060 gross square feet of new construction and 16,980 gross square feet of renovation. Total project cost will not exceed the amount appropriated in Chapter 759, 2016 Session of the General Assembly."

Explanation:

(This amendment corrects the scope of the Construct and Renovate Fine Arts and Rehearsal

Space project to increase to 105,040 gross square feet, including 88,060 gross square feet of new construction and 16,980 gross square feet of renovation. The wrong scope was submitted by Christopher Newport University based on an error. The total project cost will not exceed the amount authorized in Chapter 759 of the 2016 General Assembly Session.)

Item C-22.60 #1s

Education

Virginia State University

Language

Language:

Page 495, line 18, after "Campus" insert "Residence Halls".

Page 495, line 22, strike "Demolish Student Village".

Page 495, line 23, strike "Dormitories, Construct Gateway II and Improve Campus Residence Halls" and insert "Demolish Student Village and Construct Gateway 500, Phase II".

Explanation:

(This amendment is a technical correction in the language related to the changes in project titles for specified projects at Virginia State University.)

Item C-22.85 #1s

Education

FY16-17

FY17-18

Frontier Culture Museum of Virginia

\$250,000

\$0 GF

Language:

Page 495, after line 38, insert:

"C-22.85 Planning: Pre-Planning Crossing Gallery	\$250,000	\$0	
Fund Sources: General	\$250,000	\$0	"

Page 495 after line 38, insert:

"A. 1. Out of this appropriation, \$250,000 the first year from the general fund is designated for pre-planning for an indoor gallery to enhance the other existing indoor spaces that supplement what is primarily an outdoor living history setting. The project should demonstrate how it best coordinates and leverages the ability to offer an indoor experience in the event of inclement weather and that leverages the lecture hall, barn, and covered pavilion areas in coordination with the outdoor signature exhibits. The plan should take into

consideration a scale that is commensurate with existing annual visitation levels and possible potential levels given population and location. The plan may offer options for future expansion in subsequent years to ensure efficiency in any additional long-term projects that may be desired.

2. The Frontier Culture Museum shall report the pre-planning study to the Chairmen of the Senate Finance and House Appropriations Committees by September 1 of the year prior to the request for detailed planning."

Explanation:

(This amendment provides pre-planning funds of \$250,000 GF in the first year for an indoor museum gallery building at the Frontier Culture Museum of Virginia.)

	Item C-22.90 #1s	
Education	FY16-17	FY17-18
Science Museum of Virginia	\$250,000	\$0 GF

Language:

Page 495, after line 38, insert:

"C-22.90 Planning: Pre-Planning for New Exhibits at the Danville Science Center	\$250,000	\$0	
Fund Sources: General	\$250,000	\$0	"

Page 495 after line 38, insert:

"A. 1. Out of this appropriation, \$250,000 the first year from the general fund is designated for the pre-planning study for the construction of new exhibits at the Danville Science Center under the Science Museum of Virginia.

2. The Science Museum shall report the pre-planning study to the Chairmen of the Senate Finance and House Appropriations Committees by September 1 of the year prior to the request for detailed planning."

Explanation:

(This amendment provides \$250,000 GF the first year to conduct a pre-planning study for the construction of new permanent exhibits at the Danville Science Center.)

	Item C-24.50 #1s	
Health and Human Resources	FY16-17	FY17-18

Department of Behavioral Health and
Developmental Services

\$0 (\$7,000,000) NGF

Language:

Page 496, line 4, strike "\$7,000,000" and insert "\$0".
Page 495, strike line 45.
Page 496, strike lines 1-10.

Explanation:

(This amendment eliminates new funding for infrastructure repairs at state facilities for the Department of Behavioral Health and Developmental Services.)

Item C-25 #1s

Natural Resources

Department of Conservation and Recreation

Language

Language:

Page 496, after line 18, insert:
"It is the intent of the General Assembly that any acquisitions by gift, transfer or purchase, of in-holdings or contiguous properties, consistent with the authorization contained in Item 365, be limited to Hungry Mother, Kiptopeke, Lake Anna, Mayo River, New River Trail, Westmoreland, and York River State Parks."

Explanation:

(This amendment authorizes the use of Department of Conservation and Recreation nongeneral funds for the acquisition of in-holding parcels at seven state parks.)

Item C-31.50 #1s

Public Safety and Homeland Security

FY16-17

FY17-18

Department of Alcoholic Beverage
Control

\$0 (\$104,770,000) NGF

Language:

Page 497, line 22, strike "\$104,770,000" and insert "\$0".
Page 497, line 21, strike "\$104,770,000" and insert "\$0".
Page 497, strike lines 20-47.

Explanation:

(This amendment eliminates the construction authorization of almost \$104.8 million in bond proceeds for the Department of Alcoholic Beverage Control's central office and warehouse

facility. A companion amendment provides pre-planning for the same project with additional language related to the consideration of several options including at least one option to remain at the existing site.)

	Item C-31.55 #1s	
Public Safety	FY16-17	FY17-18
Department of Alcoholic Beverage Control	\$250,000	\$0 GF

Language:

Page 497, after line 47, insert:

"C-31.55 Planning: Pre-Planning Central Office and Warehouse Facility (18305)	\$250,000	\$0	
Fund Sources: General	\$250,000	\$0	"

Page 497, after line 47, insert:

"A. 1. Out of this appropriation, \$250,000 the first year from the general fund is designated for pre-planning related to the potential relocation of the Department of Alcoholic Beverage Control's warehouse and central office building to ensure that the most cost-effective alternatives have been identified.

2. The pre-planning study shall include, but not be limited to: evaluating the potential for locating the warehouse and central office building on separate sites; identifying any state-owned land and/or buildings that could be retrofitted to meet the Department's warehouse and office needs, either on the same or separate sites; identifying any privately-owned warehouse or office space in the Richmond metropolitan area that could be purchased and retrofitted to meet the Department's need, either on the same or separate sites; and further developing a project scope for potential new construction of a warehouse and office building, either on the same or separate sites. The study must include at least one option for using the existing location for the new or retrofitted warehouse and central office building.

3. In developing a new construction option for office space, an infill design concept should be considered, which initially would accommodate no more than a ten percent increase in central office staff beyond the number currently located in the headquarters building, with further growth in staff to be accommodated through less-expensive infill construction.

4. The Department shall report the pre-planning study to the Chairmen of the Senate Finance and House Appropriations Committees by September 1, 2017."

Explanation:

(This amendment provides \$250,000 from the general fund the first year to the Department of Alcoholic Beverage Control for pre-planning related to options for the Department's warehouse and central office building. The options must include at least one that would use the existing location for the new or retrofitted warehouse and central office building.)

Item C-43.5 #1s

Veterans Affairs and Homeland Security

Department of Veterans Services

Language

Language:

Page 500, following line 36, insert:

"OFFICE OF VETERANS AND DEFENSE AFFAIRS

Department of Veterans Services

C-43.5 Improvements: Construction of Additional Burial Sites, Albert G. Horton, Jr. Memorial Veterans Cemetery (xxxxx).

The Governor is authorized to request federal funds to expand the Albert G. Horton, Jr. Memorial Veterans Cemetery in Suffolk. Upon confirmation of eligibility for federal grant funding for phased construction of additional burial sites and associated landscaping and infrastructure work at the Horton veterans cemetery, the Director of the Department of Planning and Budget shall approve a short-term, interest-free treasury loan in the amount of \$1,000,000 to the Department of Veterans Services for the design phase of the project. The loan shall be repaid by the Department of Veterans Services upon receipt of the federal funds. Upon the availability of federal funds, the Director, Department of Planning and Budget, shall approve a short-term, interest-free treasury loan in the amount of \$9,000,000 to the Department of Veterans Services for construction and other project costs. The loan shall be repaid by the Department of Veterans Services upon receipt of the federal funds."

Explanation:

(This amendment authorizes the Governor to request federal funds for construction of additional burial sites at the Albert G. Horton, Jr. Memorial Veterans Cemetery in Suffolk, and provides for treasury loans for the planning and construction phases of the project, to be repaid upon receipt of the federal funds.)

Item C-44 #1s

Central Appropriations	FY16-17	FY17-18
Central Capital Outlay	\$500,000	\$0 GF

Language:

Page 500, line 39, strike "\$94,400,000" and insert "\$94,900,000".

Page 500, line 41, strike "\$10,000,000" and insert "\$10,500,000".

Page 501, line 7, strike "\$10,000,000" and insert "\$10,500,000".

Page 501, line 19, strike "\$583,507" and insert "\$1,083,507".

Page 502, line 42, strike "\$94,400,000" and insert "\$94,900,000".

Page 504, after line 16, insert:

"Q. Out of the amounts provided for the Department of State Police (Project Code 10886), \$500,000 the first year is designated to address mold remediation, air conditioning and heating improvements, exterior waterproofing, and roof repairs at the training academy in Chesterfield County."

Explanation:

(This amendment provides \$500,000 GF the first year as a one-time increase in maintenance reserve funding for the State Police to address current conditions at the training academy in Chesterfield County.)

Item C-48.10 #1s

Central Appropriations	FY16-17	FY17-18
Central Capital Outlay	\$0	\$1,354,000 NGF

Language:

Page 505, line 20, strike "\$27,698,000" and insert "\$29,052,000".

Page 505, line 21, strike "\$27,698,000" and insert "\$29,052,000".

Page 505, line 31, strike "\$27,698,000" and insert "\$29,052,000".

Page 505, strike lines 39-42.

Page 505, line 43, strike "3." and insert "2."

Page 505, line 43, strike "project" and insert "projects".

Page 505, after line 43, insert:

"Department of Corrections (799) Replace Greenville Heating and Hot Water Pipes."

Explanation:

(This amendment authorizes the replacement of heating and hot water pipes at Greenville Correctional Center in lieu of the project included in the introduced budget for upgrades to the Buckingham Wastewater Treatment Plant. This was an emergency request made by the Department of Corrections.)

Central Appropriations

Central Capital Outlay

Language

Language:

Page 506, line 38, after "Biennium" insert: "except for paragraph D.
(Paragraph D with changes will be set out below.)"

D. Upon certification from the Virginia Economic Development Partnership and the Commonwealth Center for Advanced Manufacturing that *a one or more federal grants has have been awarded or contributions from other non-governmental sources, including but not limited to in-kind donations of land, equipment, software or services, have been received by the Commonwealth Center for Advanced Manufacturing for the Advanced Manufacturing Apprentice Academy Center and Regional Centers of Excellence*, the Director, Department of Planning and Budget shall release ~~no more than~~ *all or a portion of* \$25 million from this Item to the Virginia Economic Development Partnership (VEDP) for the Commonwealth Center for Advanced Manufacturing to develop an Advanced Manufacturing Apprentice Academy Center ~~as well as four~~ *to support existing and future Regional Centers of Excellence. In-kind donations shall not exceed more than 40 percent of the total match that is required.*"

Explanation:

(The language in this amendment changes previous stipulations related to the Commonwealth Center for Advanced Manufacturing's ability to use \$25.0 million in state bond proceeds related to receiving a matching federal grant for the purpose of the creation of Regional Centers of Excellence. This amendment allows the bond proceeds to be used to support existing and future Regional Centers of Excellence and allows the Virginia Economic Development Partnership to certify the allowance of in-kind contributions instead of a matching federal grant. In-kind donations shall not exceed more than 40 percent of the total required match.)

Central Appropriations

Central Capital Outlay

Language

Language:

Page 507, after line 44, insert:

"C. Out of the amounts appropriated in this item, the project at the Virginia Institute of Marine Science to Construct Eastern Shore Laboratory Complex shall be funded."

Explanation:

(This amendment provides authorization for the construction of the Eastern Shore Laboratory Complex at the Virginia Institute of Marine Science within the amounts previously authorized in this Item.)

Item C-52.20 #1s

Central Appropriations

Central Capital Outlay

Language

Language:

Page 507, strike line 45 through line 48.

Page 508, strike line 1 through line 8.

Explanation:

(This amendment eliminates four new detailed planning projects authorized in the introduced budget. In 2016, 21 new detailed planning projects were authorized as part of the bond package and will proceed starting on July 1 of this year.)

Item C-52.60 #1s

Central Appropriations

Central Capital Outlay

Language

Language:

Page 509, line 35, strike "\$117,593,000" and insert "\$5,823,000".

Page 510, strike line 5 through line 13.

Explanation:

(This amendment is a companion to other amendments that eliminate the new construction of the central office building and warehouse at the Department of Alcoholic Beverage Control and the infrastructure repairs at the Department of Behavioral Health and Developmental Services.)

Item 3-1.01 #1s

Transfers

Interfund Transfers

Language

Language:

Page 525, after line 41, insert:

"LL. On or before June 30, 2018, the State Comptroller shall transfer to the general fund \$1,600,000 in nongeneral fund cash balances from the Department of Small Business and Supplier Diversity, representing excess balances of \$640,000 in the Small Business Investment Grant Fund and \$960,000 in the Small Business Jobs Grant Fund."

Explanation:

(This amendment transfers to the general fund excess cash balances of \$640,000 in the Small Business Investment Grant Fund and \$960,000 in the Small Business Jobs Grant Fund.)

Item 3-1.01 #2s

Transfers

Interfund Transfers

Language

Language:

Page 525, after line 41, insert:

"LL. On or before June 30, 2018, the State Comptroller shall transfer to the general fund \$2,500,000 in nongeneral fund cash balances from the Aerospace Engine Manufacturing Supplier Cluster Grant Fund."

Explanation:

(This amendment transfers excess nongeneral fund balances of \$2.5 million from the Aerospace Engine Manufacturing Supplier Cluster Grant Fund.)

Item 3-1.01 #3s

Transfers

Interfund Transfers

Language

Language:

Page 517, line 35, strike "\$700,000" and unstrike "\$600,000".

Explanation:

(This amendment reverses the \$100,000 increase in transfers to the general fund in FY 2018 related to the proposed increase in the fee charged for transferring Land Preservation Tax Credits. A related amendment removes language that would have increased the fee for transferring Land Preservation Tax Credits from two percent to three percent.)

Item 3-1.01 #4s

Transfers

Interfund Transfers

Language

Language:

Page 524, line 30, strike "09640" and insert "07480".

Explanation:

(This amendment makes a technical correction to the table reflecting the repayment to the Virginia Retirement System from nongeneral funds. The Water Facilities Revolving Funds are federal funds. The amendment replaces the fund with Underground Petroleum Storage Tank Fund.)

Item 3-1.01 #5s

Transfers

Interfund Transfers

Language

Language:

Page 525, following line 41, insert:

"LL. On or before June 30, 2017, the State Comptroller shall transfer to the general fund an amount estimated at \$1,500,000 from the appropriation authorized in Item 468 I.1. of Chapter 2 of the 2014 Special Session 1 of the Virginia General Assembly for a tourism-related project in the City of Richmond."

Explanation:

(This amendment reverts \$1.5 million in unexpended balances from the Lumpkin's Pavilion tourism project originally authorized in June 2014, leaving a balance of \$500,000. To date less than \$300,000 has been requested for reimbursement by the City of Richmond. A companion amendment in Item 476 authorizes an additional \$1.5 million that would be eligible to claim in the next biennium if the City of Richmond is able to meet the terms and conditions previously established.)

Item 3-1.01 #6s

Transfers

Interfund Transfers

Language

Language:

Page 514, line 1, strike "97,328,070" and "101,428,070" and insert "98,128,070" and "103,028,070".

Explanation:

(This amendment updates net profits from the sale of alcoholic beverages to reflect estimated sales growth of 4.5 percent in each year. A companion amendment to the Revenue Page reflects the increased transfers from the Department of Alcoholic Beverage Control to the general fund of \$800,000 the first year and \$1,600,000 the second year resulting from this amendment.)

Item 3-1.01 #7s

Transfers

Interfund Transfers

Language

Language:

Page 517, line 29, strike "2,464,585" and insert "3,364,585".

Page 517, line 30, strike "2,464,585" and insert "3,864,585".

Explanation:

(This amendment makes technical corrections in the transfer of profits from the Department of Alcoholic Beverage Control to the general fund, to remove a double counting of funds budgeted for leadership transition in the second year and to remove increased overtime funds budgeted in each year for the Fair Labor Standards Act overtime rule. A companion adjustment to the Revenue Page reflects the increased transfers to the general fund of \$900,000 the first year and \$1,400,000 the second year resulting from this amendment.)

Item 3-1.01 #8s

Transfers

Interfund Transfers

Language

Language:

Page 514, line 3, at the end of the line, insert "However, Section 4.1-116.B. shall not apply if depreciation is expensed directly in order to reduce net profits.".

Explanation:

(This amendment clarifies that depreciation cannot be deducted from net profits more than once.)

Item 3-1.01 #9s

Transfers

Interfund Transfers

Language

Language:

Page 518, line 27, strike "280,000" and insert "889,748".

Page 518, line 28, strike "600,000" and insert "1,209,748".

Explanation:

(This amendment increases the deposit to the general fund from firearms transaction and concealed weapons permit fees at the Department of State Police by \$609,748 each year.)

Item 3-1.01 #10s

Transfers

Interfund Transfers

Language

Language:

Page 525, after line 28, insert:

"3. On or before June 30 each year, the State Comptroller shall transfer \$772,167 the first year and \$514,778 the second year from the Virginia Commonwealth University Health System Hospital and \$1,072,236 the first year and \$714,824 the second year from the University of Virginia Hospital from agency nongeneral funds to fund a portion of the nongeneral share of costs for the expedited repayment of deferred contributions to the Virginia Retirement System authorized in Chapter 732, 2016 Acts of Assembly."

Explanation:

(This amendment includes the University of Virginia Hospital and Virginia Commonwealth University Health System Hospital in requiring a transfer to the general fund from agency nongeneral funds to fund the nongeneral share of costs for the expedited repayment of deferred contributions to the Virginia Retirement System authorized in Chapter 732, 2016 Acts of Assembly. The hospitals were not included in this action in the introduced budget.)

Item 3-1.01 #11s

Transfers

Interfund Transfers

Language

Language:

Page 517, line 32, strike "\$6,055,000" and insert "\$7,905,000".

Page 517, line 33, strike "\$6,055,000" and insert "\$8,055,000".

Explanation:

(This amendment increases the transfer from the Trauma Center Fund to the general fund by \$1.9 million the first year and \$2.0 million the second year. This action partially restores the amount of the transfer from the previous 2014-2016 biennium, which was lowered in Chapter 780, the 2016 Appropriation Act, by \$3.0 million per year. The Virginia Department of Health has indicated that none of the additional revenue to the Trauma Center fund has been allocated in FY 2017 and therefore this amendment has no impact on current allocations from the fund.)

Item 3-1.01 #12s

Transfers

Interfund Transfers

Language

Language:

Page 518, line 1, strike the first "\$7,518,587" and insert "\$10,368,587".

Page 518, line 1, strike the second "\$7,518,587" and insert "\$10,518,587".

Explanation:

(This amendment increases the transfer from the Special Emergency Medical Services Fund to the general fund by \$2.9 million the first year and \$3.0 million the second year. This action restores the amount of the transfer to the level from the previous 2014-2016 biennium which was lowered in Chapter 780, the 2016 Appropriation Act, by \$3.0 million per year. The Virginia Department of Health has indicated that none of the additional revenue to the fund has been allocated in FY 2017 and therefore this amendment has no impact on current allocations from the fund.)

Item 3-2.03 #1s

Working Capital Funds and Lines of Credit

Lines of Credit

Language

Language:

Page 527, following line 16, insert:

"Department of Conservation and Recreation \$30,000,000"
for the Water Quality Improvement Fund

Page 527, following line 45, insert:

"i. The State Comptroller is hereby authorized to provide a line of credit of up to \$30,000,000 to the Department of Conservation and Recreation for the reimbursement of

actual costs incurred in the Water Quality Improvement Fund Agricultural Best Management Practices Cost-Share Assistance Program. Any withdrawal of funding authorized shall be recommended by the Secretary of Natural Resources and approved by the Secretary of Finance. Repayment of the line of credit shall be the first priority of any funding assigned for deposit to the Water Quality Improvement Fund under §2.2-1514 and §10,1-2128, Code of Virginia, and shall begin no more than one year following the withdrawal or extend beyond a repayment period of seven years."

Explanation:

(This amendment authorizes a line of credit of up to \$30.0 million for the Agricultural Best Management Practices Cost Share Assistance program of the Water Quality Improvement Fund to be repaid from any statutory deposits authorized for the Fund.)

Item 3-2.03 #2s

Working Capital Funds and Lines of Credit

Lines of Credit

Language

Language:

Page 527, line 2, after "Services" insert ", for the Virginia Health Care Fund".

Page 527, line 2, strike "\$15,000,000" and insert "\$12,000,000".

Explanation:

(This amendment clarifies that the line of credit added for the Department of Medical Assistance Services is related to the Virginia Health Care Fund. The line of credit was added to ensure the June collections of tobacco taxes can be fully utilized as state match for Medicaid prior to the end of the fiscal year. The language also reduces the line of credit from \$15 million to \$12 million which approximates the typical need.)

Item 3-3.03 #1s

General Fund Deposits

Interest Earnings

Language

Language:

Page 528, line 3, after "fund" insert "an amount estimated at \$500,000 per year to reflect".

Page 528, line 4, strike "the amount of".

Explanation:

(This amendment makes a technical correction to account for the estimated amount of interest to be collected from this Item. The amount is estimated to be \$500,000 per year.)

Adjustments and Modifications to Tax Collections

Implementation of Chapter 3, Acts of Assembly of 2004, Special Session I

Language

Language:

Page 528, line 32, strike "\$374,009,559" and insert "\$374,624,502".

Explanation:

(This amendment updates the estimated amount to be transferred to the general fund from the Public Education Standards of Quality/Local Real Estate Property Tax Relief Fund by \$280,780 in the second year, due to the impact of Senate Bill 1390. Companion amendments reflect the additional resources and the net additional amount of Direct Aid funding.

This amendment also reflects an additional transfer of \$334,163 in the second year, based on additional projected sales tax revenue from tax amnesty. It is the intent that the companion additional \$882,189 be added to Direct Aid's 1 and 1/8 cent portion of sales tax, resulting in net additional Basic Aid of \$387,498.)

Adjustments and Modifications to Tax Collections

Virginia Tax Amnesty Program

Language

Language:

Page 531, after line 50, insert:

"d. No taxpayer shall be eligible to participate in the Program with respect to any tax liability if it is attributable to an issue that is the subject of a decision of a Virginia court rendered on or after January 1, 2016 pertaining to § 58.1-402(B)(8)(a), Code of Virginia."

Explanation:

(This amendment makes ineligible for the Virginia Tax Amnesty Program, any tax liability attributable to an issue that is the subject of a decision of a Virginia court rendered on or after January 1, 2016 related to intangible holding company addbacks.)

Revenues

FY16-17

FY17-18

Language:

Page 0, after line 0, insert:

"3-5.20 Commitment for Revenue Cash Reserve	\$0	\$0
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Page 532, after line 21, insert:

"§ 3-5.20 COMMITMENT FOR REVENUE CASH RESERVE

A. Notwithstanding the provisions of §2.2-1514, Code of Virginia, or any other provision of law, any general fund revenues collected and deposited for fiscal year 2017 that are in excess of the official general fund forecast contained in this act, shall be reflected by the Comptroller as committed on the June 30, 2017, preliminary balance sheet pursuant to the provisions of this enactment for the purpose of being added to the Revenue Cash Reserve established under Item 478.30 of this Act.

B. To determine the amounts that are to be committed, the comptroller shall first determine the general fund revenues that were collected in excess of the general fund revenue forecast in this act for fiscal year 2017 ("surplus revenues"). He shall then reduce those general fund revenues for the following adjustments:

1. Any amounts that must be restricted such as mandatory deposits to the Revenue Stabilization Fund.
2. Any amounts that normally would be committed or assigned pursuant to GASB standards.
3. Any amounts that must be committed for deposit to the Water Quality Improvement Fund from excess general fund revenue collections pursuant to §10.1-2128 A., Code of Virginia.
4. Any other amounts that are required to be committed or assigned pursuant to any other items or provisions of this act, which would include but are not limited to mandatory carryforwards, unexpended balances in capital projects, and balances required to be carried forward for fiscal year 2018.

C. The amount that remains, after deducting the amounts listed above in paragraphs B.1., through B.4., from the surplus revenues, shall be further reduced by fifty percent.

D. The comptroller shall then reflect the amount from the remaining fifty percent as a commitment on the preliminary balance sheet for the purpose of being added to the Revenue Cash Reserve established under Item 478.30 of this Act. To the degree not needed to mitigate any potential revenue shortfall in general fund revenue collections from the official general fund forecast contained in this act for fiscal year 2018, the committed funds shall be held in the Revenue Cash Reserve for a potential deposit to the Revenue Stabilization Fund, as may

be required based on FY 2018 actual certified revenues.

E. The comptroller may draw against the balances of the Revenue Cash Reserve for an amount equal to any shortfall in general fund revenue collections from the official general fund forecast contained in this act for fiscal year 2018."

Explanation:

(This amendment provides for a cash reserve to be funded from excess general fund revenues collected in FY 2017. The Revenue Cash Reserve is created under Item 478.30 in Central Appropriations.)

Item 3-6.04 #1s

Adjustments and Modifications to Fees

Transfer of Land Preservation Tax Credits

Language

Language:

Page 532, strike lines 36 through 39.

Explanation:

(This amendment removes language that would have increased the fee for transferring Land Preservation Tax Credits from two percent to three percent.)

Item 4-1.02 #1s

Appropriations

Withholding of Spending Authority

Language

Language:

Page 534, line 53, following "Confederate", insert "and historical African American".

Explanation:

(This amendment adds the payments for care of historical African American graves and cemeteries to the items that the Governor is prohibited from withholding spending, consistent with existing language for care of the graves of Confederate dead.)

Item 4-1.05 #1s

Appropriations

Language:

Page 538, after line 49, insert:

"6.a.1 The Director of the Department of Planning and Budget shall identify any amounts remaining unexpended from general fund appropriations in this Act as of June 30, 2017, which constitute state aid to local governments. The Director shall provide a listing of such amounts designated by item number and by program on or before August 15, 2017, to the Governor and the Chairmen of the House Appropriations Committee and the Senate Finance Committee.

b. From such unexpended balances identified by the Director of the Department of Planning and Budget, the Governor may reappropriate up to \$500,000 from amounts which would otherwise revert to the balance of the general fund to establish a component of fund balance which may be used for the purpose of providing technical assistance and intervention actions for local governments deemed to be fiscally distressed and in need of intervention to address such distress. Any such reappropriation approved by the Governor, shall be separately identified in the commitments specified on the balance sheet and financial statements of the State Comptroller for the close of fiscal year 2017 and thereafter, to the extent that such reserve is not used or added to by future appropriation actions.

c. Prior to any expenditure of the reappropriated reserve, the Governor and the Chairs of the House Appropriations Committee and the Senate Finance Committee must receive a notification from the Auditor of Public Accounts that a specific locality is in need of intervention because of fiscal distress and a statement by the governing body of that local government that it agrees with the finding and is willing to cooperate with intervention. The Auditor of Public Accounts may issue such a notification upon receipt of audited financial or other information that indicates the existence of fiscal distress. No notification shall be made with a review by and the opinion of the Auditor of Public Accounts that such fiscal distress indeed exists. Such notification may also be issued by the Auditor of Public Accounts if written concerns raised about fiscal distress are not adequately addressed by the locality in question.

d. Once the Governor has received a notification from the Auditor of Public Accounts indicating fiscal distress in a specific local government, the Governor shall consult with the Chairs of the House Appropriations Committee and the Senate Finance Committee about a plan for state intervention prior to any expenditure of funds from the cash reserve. Any plan approved by the Governor for intervention should, at a minimum, specify the purpose of such intervention, the estimated duration of the intervention, and the anticipated resources (dollars and personnel) directed toward such effort. The staffing necessary to carry out the intervention plan may be assembled from either public agencies or private entities or both and the Governor may use an expedited method of procurement (sole source) to secure such staffing when, in his judgment, the need for intervention is of an emergency nature such that

action must be taken in a timely manner to avoid or address unacceptable financial risks to the Commonwealth.

e. The governing body and the elected Constitutional Officers of a locality subject to an intervention plan approved by the Governor shall assist all state appointed staff conducting the intervention regardless of whether such staff are from public agencies or private entities. Intervention staff shall provide periodic reports in writing to the Governor and the Chairmen of the House Appropriations Committee and the Senate Finance Committee outlining the scope of issues discovered and any progress to remediate such issues. These periodic reports shall specifically address the degree of cooperation the intervention team is receiving from locally elected officials, including constitutional officers, city, county, or town managers and other local personnel in regards to their intervention work.

f. The Department of General Services is hereby encouraged to develop a master contract of qualified vendors that the Governor can use to procure intervention services in an expeditious manner when he determines that state intervention is warranted in situations of local fiscal distress."

Explanation:

(This amendment directs the Department of Planning and Budget to identify unexpended general fund appropriations related to aid-to-localities as of June 30, 2017, and provide this information to the Chairmen of the House Appropriations and Senate Finance Committees. From such unexpended balances, the Governor is authorized to to reappropriate up to \$500,000 from amounts that would otherwise revert to the general fund balance to establish a cash reserve for the purpose of providing technical assistance and intervention actions for local government in need of such assistance or intervention related to fiscal distress. In addition, the Auditor of Public Accounts is required to notify the Chairmen of the House Appropriations and Senate Finance Committees of instances of local fiscal distress requiring action, and consult with the Committees prior to action and the expenditure of funds from the reserve.)

Item 4-4.01 #1s

Capital Projects

General

Language

Language:

Page 552, strike lines 18 through line 19.

Explanation:

(This amendment strikes language included in the Governor's introduced budget which would allow localities to use cooperative procurement for energy efficiency projects.

Legislation before the 2017 General Assembly would authorize the limited use of cooperative procurement for these types of projects. Currently, cooperative procurement is prohibited except in very rare circumstances.)

Item 4-5.02 #1s

Special Conditions and Restrictions on Expenditures

Third Party Transactions

Language

Language:

Page 556, line 10, after "agreements to seek" insert "i)".

Page 556, line 10, after "foreign jurisdictions" insert "and ii) legal advice related to its investments".

Explanation:

(This amendment authorizes VRS to employ outside counsel related to investment transactions and report any such agreements to the Office of the Attorney General. This extends similar existing authority to employ outside counsel for foreign securities litigation. This authority would be similar to that already accorded to the State Corporation Commission, the Virginia College Savings Plan, the Department of Labor and Industry, the Virginia Resources Commission, and the Virginia Racing Commission.)

Item 4-5.03 #2s

Special Conditions and Restrictions on Expenditures

Services and Clients

Language

Language:

Page 557, line 29, after "3." insert "a)".

Page 557, after line 36, insert:

"b) Virginia Tech/Carilion School of Medicine is hereby authorized to transfer funds to the Department of Medical Assistance Services to fully fund the state share for Medicaid supplemental payments to the teaching hospital affiliated with the Virginia Tech/Carilion School of Medicine. These Medicaid supplemental fee-for-service and/or capitation payments to managed care organizations are for the purpose of securing access to Medicaid hospital services in Western Virginia. The funds to be transferred must comply with 42 CFR 433.51."

Explanation:

(This amendment adds language authorizing Virginia Tech/Carilion School of Medicine to transfer funds to the Department of Medical Assistance Services (DMAS) for the state match

for supplemental Medicaid payments to the teaching hospital affiliated with the medical schools. A companion amendment in Item 306 authorizes DMAS to promulgate regulations to effect such payments.)

Item 4-5.03 #3s

Special Conditions and Restrictions on Expenditures

Services and Clients

Language

Language:

Page 556, line 40, unstrike "made an appropriation for the cost of".
Page 556, line 40, strike "authorized".

Explanation:

(This amendment restores language that prohibits agencies from altering factors which may increase the number of eligible recipients for its authorized services or payments, or altering factors which may increase the unit cost of benefit payments within its authorized services unless the General Assembly has made an appropriation for the cost of such change. In addition, it eliminates a change to allow for such changes if the General Assembly authorizes them.)

Item 4-5.04 #1s

Special Conditions and Restrictions on Expenditures

Goods and Services

Language

Language:

Page 561, after line 23, insert:
"m. MEDICAL SERVICES: Any entity that contracts with the Commonwealth or any department, agency or subdivision thereof to provide individual or group accident and sickness insurance policies or third-party administration services to adjust or settle healthcare claims shall execute a standard data submission and use agreement with the nonprofit organization maintaining the All-Payer Claims Database (APCD), as well as submit standard data elements timely and complete on par with other participating data suppliers to the APCD."

Explanation:

(This amendment requires providers contracting with the Commonwealth for health insurance or processing of health care claims to participate in health care data collection initiatives.)

Special Conditions and Restrictions on Expenditures

Goods and Services

Language

Language:

Page 559, line 40, after "Assembly" insert ", or to the Virginia Alcoholic Beverage Control Authority."

Explanation:

(This amendment exempts the Virginia Alcoholic Beverage Control Authority from VITA for the procurement of information technology facilities and services.)

Special Conditions and Restrictions on Expenditures

Goods and Services

Language

Language:

Page 559, line 48, after "education" insert "and the Virginia Alcoholic Beverage Control Authority".

Page 559, line 51, after "education" insert "or the Virginia Alcoholic Beverage Control Authority".

Page 559, line 51, after "institution" insert "or the Virginia Alcoholic Beverage Control Authority".

Page 559, line 53, after "institution" insert "or the Virginia Alcoholic Beverage Control Authority".

Explanation:

(This amendment exempts the Virginia Alcoholic Beverage Control Authority from the requirement that the purchase or lease of any motor vehicles with state funds must be approved in writing in advance by the Director of the Department of General Services.)

Reporting Requirements

State Agencies

Language

Language:

Page 579, after line 19, insert:

"d. Any state agency that is required to return federal grant funding as a result of not fulfilling the specifications of a grant, shall, as soon as practicable but no later than November 1st, report to the Chairmen of the Senate Finance and House Appropriations Committees of such forfeiting of federal grant funding."

Explanation:

(This amendment requires state agencies to report to the General Assembly if they were required to return federal funds because they did not meet the specifications outlined in a grant.)

Item 4-9.02 #1s

Higher Education Restructuring

Level II Authority

Language

Language:

Page 584, strike lines 54-57 and insert:

"d. Subject to review of its Shared Services Center by the Department of General Services, and approval to proceed with decentralized procurement of authority by the Department of General Services, the Virginia Community College System (VCCS) is authorized, for a period of five years, to exercise additional financial and administrative authority as set out in each of the three functional areas of information technology, procurement and capital projects as set forth and subject to all the conditions in §§ 2.0, 3.0 and 4.0 of the second enactment of Chapter 824 and 829 of the Acts of Assembly of 2008 except that (i) any effective dates contained in Chapter 824 and 829 of the Acts of Assembly of 2008 are superseded by the provisions of this item. The State Board for Community Colleges may request any subsequent delegation of procurement authority after consultation with and positive recommendation by the Department of General Services."

Page 585, strike lines 1-3.

Explanation:

(This amendment provides for additional procurement authority for the community colleges subject to review and approval by the Department of General Services.)