
VIRGINIA STATE BUDGET

2021 Special Session I

Budget Bill - HB1800 (Enrolled)

Bill Order » Independent Agencies » Item 491

Virginia College Savings Plan

Item 491	First Year - FY2021	Second Year - FY2022
Administrative and Support Services (79900)	\$35,933,169	\$37,084,735
General Management and Direction (79901)	\$16,764,142	\$17,572,007
Investment, Trust and Related Services for Prepaid529 Program (79950)	\$8,476,805	\$8,667,354
Trust and Related Services for Invest529 Program and other Higher Education Savings Programs (79951)	\$8,317,303	\$8,470,455
Investment, Trust and Related Services for Achieving a Better Life Experience (ABLE) Program (79952)	\$2,374,919	\$2,374,919
Fund Sources:		
Enterprise	\$35,933,169	\$37,084,735

Authority: Title 23.1, Chapter 7, Code of Virginia.

A. The amounts appropriated to this Item are sufficient to continue funding a comprehensive compensation plan to link pay to performance.

B. Amounts for Investment, Trust and Related Services cover variable or unpredictable costs of the Prepaid529 Program, estimated at \$7,476,805 the first year and \$7,667,354 the second year, from nongeneral funds pursuant to § 23.1-701, Code of Virginia.

C. Amounts for Investment, Trust and Related Services cover variable and unpredictable costs of the Invest529 Program and other higher education savings programs, estimated at \$8,317,303 the first year and \$8,470,455 the second year, from nongeneral funds pursuant to § 23.1-701, Code of Virginia.

D. Included in this appropriation is \$2,000,000 the first year and \$2,000,000 the second year from nongeneral funds to support SOAR Virginia scholarships.

E. The Investment Director position at the Virginia College Savings Plan shall assist the CEO and Board in directing, managing, and administering the Plan's assets. The Investment Director shall serve at the pleasure of the Board and may be removed by a majority vote of the Board.

F. At the earliest available opportunity when system changes are implemented, the Virginia College Savings Plan shall incorporate additional functionality to the user interface system to allow expense submissions to include a notes or memo area. The Plan shall notify the Chairs of the House Appropriations and Senate Finance and Appropriations Committees of the expected date of implementation.

G. That in accordance with the provisions of Item 4-3.02 of this act and pursuant to the passage of House Bill 2174, 2021 General Assembly, the Virginia College Savings Plan shall receive a non-interest-bearing treasury loan in an amount not to exceed \$2 million each year of each biennium to cover the costs of designing and implementing the state-facilitated IRA savings program, until such time as the Program is self-sustaining. Such loan may be

renegotiated, as appropriate, and the Plan shall commence repayment with Program fees and revenues once the Program has achieved at least one year of Program cash flow positivity.