



Summary of
2002-2004 Budget Actions

May 13, 2003

Prepared jointly by the staffs of the:
SENATE FINANCE COMMITTEE
and
HOUSE APPROPRIATIONS COMMITTEE

INTRODUCTION

This document was prepared by the staffs of the Senate Finance and House Appropriations Committees as a summary of the adopted budget for the 2002-2004 biennium.

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Overview of Amendments to the Budget for 2002-2004, as Adopted

The amended budget for 2002-04, as adopted, addressed a shortfall of \$2.1 billion GF resulting from projected lower general fund revenues combined with required spending increases. A continued weak economy is projected to reduce general fund revenue collections for the 2002-04 biennium by approximately \$1.3 billion below the amount approved in Chapter 899 (2002 Session). Added to this amount is \$216.5 million from the year-end FY 2002 shortfall and obligations against balances. At the same time, non-discretionary spending increases in Medicaid, Direct Aid to Public Education, Personal Property Tax Relief, and several other programs totaled approximately \$718.0 million.

To address the budget shortfall, the budget as adopted includes the following actions:

- generating \$1,032.9 million in general fund budget savings (including reductions proposed administratively by the Governor in October, 2002);
- withdrawing \$245.9 million GF in FY 2003 and \$128.5 million GF in FY 2004 from the Revenue Stabilization Fund;
- capturing \$86.2 million GF and \$24.4 million GF in FY 2002 from unexpended agency operating balances;
- reverting \$98.1 million in capital balances and replacing the majority of this cash with debt issued through the Virginia College Building Authority (VCBA) and the Virginia Public Building Authority (VPBA); and
- increasing revenues by \$584.4 million through various adjustments, including: implementing a FY 2004 tax amnesty program to produce revenue of \$44.8 million; selling the Housing Partnership Loan Fund portfolio to VHDA for \$40.8 million; and capturing \$34.0 million by withholding fourth quarter interest earnings payable to nongeneral fund accounts, and \$20.7 million by increasing tax compliance efforts.

Revenues

The adopted budget includes \$24.4 billion in general fund resources available for appropriation, a net reduction of \$335.9 million from Chapter 899 (2002 Session). The net decline results from a reduction of \$1,264.4 million in general fund tax revenues to reflect the current expectation that economic weakness will continue through FY 2003 and an appreciable rebound will not occur until FY 2004.

	<u>As Adopted</u>	<u>Change from Ch. 899</u>
Official Revenue Estimate	\$22,172.8	(\$1,133.4)
Available Balances	120.7	(30.3)
Transfers (includes Lottery)	1,744.0	453.4
Revenue Stabilization Fund	<u>374.4</u>	<u>374.4</u>
General Funds Available for Appropriation	\$24,411.9	(\$335.9)

The revenue reduction is offset by revenue actions totaling \$131.0 million, including \$34.0 million from retention of fourth quarter interest from nongeneral fund accounts; \$21.7 million from retaining the Department of Motor Vehicle's share of the Auto Rental Tax; and \$20.7 million in enhanced tax collection efforts.

The revised revenue forecast assumes economic growth rates of 0.9 percent in FY 2003 and 4.5 percent in FY 2004. In contrast, revenue declined by 3.8 percent in FY 2002.

Transfers to the general fund increase available resources by \$827.8 million. Major transfers include:

- \$374.4 million from the Revenue Stabilization Fund;

- \$175.2 million in cumulative reductions to nongeneral fund agencies resulting from the Governor's October budget actions and from other actions in the adopted budget;
- \$72.8 million from increased Lottery profits;
- \$45.8 million from ABC/Wine and Spirit taxes, which includes an increase in the average price of products in ABC stores;
- \$44.8 million from a tax amnesty program; and
- \$40.8 million from the sale of the Housing Partnership Loan Fund portfolio to the Virginia Housing and Development Authority.

Budget Savings

The budget as adopted includes \$1,058.1 million in general fund budget reductions. This amount includes more than \$700.0 million in general fund reductions proposed by the Governor in his October 2002 administrative budget actions. (Note: The original October amount was \$725.1 million GF, along with \$132.6 million in nongeneral funds for a total October reduction amount of \$857.7 million. The General Assembly modified the proposed reductions or restored funds in its 2003 Session actions.)

Savings items contained in the adopted budget include using Literary Funds for teacher retirement, updating various fund sources to pay the cost of programs now borne by the general fund, reducing aid to localities, deferring funding, and targeting reductions to state agency budgets beyond the October actions. A small proportion of the budget reductions result from technical adjustments related to updating participation rates, inflation, and sales tax for Public Education.

The following table summarizes the adopted general fund reductions.

**Major Spending Reductions
in the Budget, as Adopted**
(GF \$ in millions)

Shift Costs to Other Funds and Payers

Public Ed.-Use Literary Fund for Teacher Retirement and Social Security	(\$54.9)
DSS-Supplant Day Care GF with DOE Pre-K Funds	(7.4)
DMAS-Supplant GF with FAMIS Trust Fund	(7.0)
DSS-Supplant Federal Funds for GF in Child Support Enforcement Program	(6.9)
DSS-Supplant Day Care GF with Federal and Other Funds	(5.1)
DGS-Make BCOM into Internal Service Account	(2.9)
VDH-Supplant EMS Funding	(1.6)
MRC-Supplant with Increase in Saltwater Fishing Fees	(1.4)
VDH-Supplant Physician Scholarships and loans	(1.1)
DOC-Increase Diversion Center Room & Board Charges	(1.0)
CSA-Improve Use of Medicaid Funding	(1.0)
DMME-Increase Permit and License Fees	(0.8)
VDH-Supplant GF with TANF for Prevention Programs	(0.7)
VDH Supplant Federal Funds for new Epidemiologists	(0.4)

Defer Funding

DMAS-Defer FY 2004 HMO Inflation Adjustment	(\$19.1)
DMAS-Defer FY 2004 Nursing Home Indirect Care Inflation Adjustment	(5.4)

Reduce Pass-through Funding and Grants

SCHEV-Reduce Tuition Assistance Grants	(\$9.2)
VEDP-Reduce Funding for Va. Advanced Shipbuilding Program (VASCIC)	(5.0)
DMME-Reduce Solar Photovoltaic Grant Program	(2.7)
SCHEV-Reduce Eminent Scholars Match	(2.0)
COMARTS-Decrease Funding for Arts Grants	(1.0)

Reduce Aid to Localities

Comp. Bd.-Reduce Funding for Sheriffs	(\$26.9)
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MHMR-Reduce Funding for Community Service Boards	(26.6)
Comp. Bd.-Reduce Funding for Treasures, Commissioners of Revenue and Circuit Court Clerks	(15.1)
DOA-Reduce ABC Profits Transfer	(12.7)
DCJS-Reduce HB 599 Funding	(11.0)
LOV-Reduce Aid to Local Libraries	(5.7)
Comp. Bd. - Community Corrections Pilot	(1.0)
DCR-Reduce Grants to Soil & Water Conservation Districts	(1.0)
Comp. Bd. - Leave C'wealth Attorney's Reduc. at 7%	(0.9)

Other Budget Reductions

Cen. Accts.-Reduce Year 2 Compensation Reserve	(\$101.4)
CO-Reduce Funding for Maintenance Reserve	(25.2)
Various Agencies-Savings from Information Technology Consolidation	(18.0)
DSP-Across the Board Reductions	(12.1)
DMAS-Implement Preferred Drug List	(9.0)
Cen. Accts.-Workforce Transition Act Savings	(4.7)
Tourism-Eliminate Cooperating Advertising	(4.4)
DMAS-Reduce Payments for Outpatient Hospitals	(4.2)
DHCD-Regional Workforce Services	(4.0)
DHCD-Eliminate Workforce Services	(3.1)
DMAS-Modify Outpatient Rehab. Reimbursement	(3.0)
Aging-Reduce Area Agencies on Aging Funds	(2.8)
DMAS-Reduce Private Hospital Capital Payments	(2.6)
DBA-Industrial Training	(2.6)
DTP-Consolidate Agency in Info. Tech Plan	(2.4)
Col. & Univ.-Reduce Support for Research & Pub. Svc. Ctrs.	(2.3)
DOE-Eliminate or Delay Selected Testing Programs	(2.1)
DMAS-Reduce Pharmacy Dispensing Fee	(2.0)
Cen. Accts-Remove Funding for Student Financial Aid	(2.0)
Treas. Bd.-Nonresident Student Fee to Support Debt Svc.	(2.0)
DMME-Reduce Solar Photovoltaic Grants	(1.7)
DHCD-Industrial Site Funds	(1.7)
DMHMRSAS-Relocate Jail Forensic Services to Central State Hospital	(1.6)
DSS-Reduce Staff in Central and Regional Offices	(1.5)
DBA-Savings from Transfer of Small Business Dev. Ctrs.	(1.5)

DMAS-Eliminate Substance Abuse Expansion	(1.3)
DMAS-Prior Authorization of Inpatient Admissions	(1.3)
DMAS-Prior Authorization of Certain Outpatient Services	(1.3)
Cen. Accts.-Comm. Technology Research Fund Balance	(1.3)
DCR-Reduce Funding for Conservation Reserve Enhancement	(1.2)
DMAS-Improve Utilization of Over-the-counter Drugs	(1.0)
DMAS-Reduce Payments for Specialized Nursing Care	(1.0)
DMAS-Eliminate Transitional Medicaid for TANF Recipients	(1.0)
DMAS-Prior Authorization for Certain Prescriptions	(1.0)
DMAS-Accelerate Family Planning Waiver	(1.0)
DOE-Central Office Eliminate Various Agency Functions	(1.0)
DMAS-Increase Prescription Drug Copayments	(0.9)
DHCD-Homeless Programs	(0.9)
DCJS-Reduce Support for Research and Crime Prevention Ctrs.	(0.8)
DOC-Reduce Drug Costs per 340B Program	(0.8)
DMAS-Redirect GF in Indigent Health Care Trust Fund	(0.7)
Cen. Accts.-Consolidate Econ. Development Agencies	(0.5)
Technical Reductions	
Public Ed.-Adjust SOQ for Latest Sales Tax Estimate	(\$13.5)
Public Ed.-Savings from Non-Participation in Incentive-Based Accounts	(12.5)
Treasury Bd.-Reduce Debt Service Payments	(11.1)
Public Ed.-Adjust SOQ for Latest Inflation Factors	(3.1)
Public Ed.-Update Special Education Categorical Accounts	(0.9)
Other Reductions	(\$547.2)
Total	(\$1,058.1)

Spending Increases

The budget, as adopted, includes \$717.9 million in general fund spending increases. Of the total, about 70 percent is attributable to increases in six areas:

- funding the increasing cost of Medicaid (\$142.4 million);

- maintaining the car tax reimbursement at 70 percent (\$127.6 million);
- updating the cost of the state share of the Standards of Quality for public schools, along with related categorical and incentive programs, and distributing additional lottery proceeds (\$97.9 million);
- providing a 2.25 percent salary increase for all state employees, faculty, state-supported local employees and school teachers (\$66.0 million) in FY 2004;
- funding the increasing cost of serving special needs children under the Comprehensive Services Act (\$35.7 million); and
- providing the Department of Corrections additional support from the general fund to offset the loss of out-of-state inmate revenue (\$23.9 million).

**Major Spending Increases
In the Budget, As Adopted**
(GF \$ in millions)

Compensation

Cen. Accts.-Increase Health Benefit Premiums for State Employees	\$15.1
Cen. Accts.-2.25% Salary Increase for State Employees, Faculty, and State-Supported Local Employees	38.5
UVA-Increase Funds for UVa Health Care Plan	1.3

Car Tax

Maintain Car Tax Reimbursement at 70 Percent	\$127.6
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Public Education

Public Ed.-Provide Additional Lottery Proceeds to School Divisions	\$44.6
Public Ed.-Update Costs of the Standards of Quality Programs	31.7
Public Ed.-2.25% Teacher Salary Increase	27.5
Public Ed.-Update Costs of Public Education for Latest Census Information	11.3
DOE-Separate History SOL Tests	1.9

Human Resources

DMAS-Medicaid Funding for Utilization and Inflation	\$142.4
CSA-Fund Mandated Foster Care and Special Education Services	35.7
DMAS-Fund Indigent Health Care at Teaching Hospitals	18.4
DMAS-Add Funds for Unrealized Savings Strategies	11.7
DMAS-Provide Additional Funds for Transportation Brokering Services	8.8
DSS-Fund Mandated Foster Care Maintenance & Adoption Subsidies	6.9
DMAS-Involuntary Mental Commitments	3.8
DMAS-Additional Mental Retardation Waiver Slots	3.5
DMHMRSAS-Acute Care Services in Private Psychiatric Hospitals	3.6
DMAS-Complete Development of the New Medicaid Claims Processing System	2.6
DMAS/DSS-Auxiliary Grant Increase	1.4
DMHMRSAS-Community Medications	1.4
VDH-Fund Move to the Renovated Madison Building	0.9
DMAS-Rate Increase for Personal and Adult Day Health Care	0.6

Higher Education/Other Education

Col. & Univ.-Need-based Financial Aid	\$4.5
SCHEV-Restore Tuition Assistance Grant	2.5
Col. & Univ.-O&M for New Facilities	1.7
VSU & NSU-Adjust October Reductions for OCR Accord	1.7

Public Safety

DOC-Replace Out-of-State Inmate Revenue with GF	\$ 24.0
DOC-100 Correctional Officers	2.9
Courts-Criminal Indigent Defense Fund	4.0
DJJ-Operating Funds for Culpeper Juvenile Correctional Center	0.9

Debt Service

Treas. Bd.-Debt Service for Supplanted and New Capital Projects	\$ 7.9
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Commerce And Trade/Natural Resources

DEQ-Water Program Permit Fee Shortfall	\$1.6
Gen. Accts-Indemnification for Poultry Growers	1.5

General Government

Tax-New Tax Compliance Efforts	\$ 11.3
Comp. Bd.-Provide Funding for Local and Regional Jail Per Diem Payments	7.8
CGC-Support Charitable Gaming Commission from General Funds	2.1
Comp. Bd.-Insurance Premiums for Constitutional Officers	1.3
Tax-Federal Debt Set-off Program	1.0
Cen. Accts-Unbudgeted Cost Increases	4.0
Cen. Accts-Support for Virginia Horse Center	0.9
Cen. Accts- Sexual Violent Predator Programs	1.2
Cen. Accts-Increase in Property Insurance Premiums	0.6
Cen. Accts-Technical-Spread Central Account Reductions	26.8
Cen. Accts-Spread Wilder Commission Reductions	6.3
Other Spending	\$60.2
Total	\$717.9

A summary of significant general fund spending increases and savings actions adopted in each major area follows.

Health and Human Resources. The adopted amendments result in a net increase of \$214.8 million (all funds) for the biennium when compared to Chapter 899. General fund spending of \$241.8 million is offset by targeted spending reductions of \$205.5 million, resulting in a net increase of \$36.4 million GF for the biennium.

More than three-quarters of the additional general fund spending in human resources relates to mandatory funding requirements. Medical inflation and enrollment growth among low-income families, the elderly, and the disabled require the addition of \$142.4 million GF for Medicaid. The rising cost to serve at-risk youth, entitled to care under the Comprehensive Services Act (CSA), necessitates adding \$35.7 million GF. An additional \$6.9 million GF will fund services to children who are entitled to foster care and subsidized adoptions.

In FY 2004, the adopted budget adds \$12.8 million GF and redirects \$60.2 GF million from the proposed Protecting Access to Healthcare program to restore funding for Medicaid providers. In total, almost \$36 million GF and \$36.9 million NGF is provided to managed care organization, hospitals, nursing homes,

pharmacies, and durable medical equipment providers to cover increases in the cost of caring for Medicaid patients.

Approximately 46 percent (\$92.3 million GF) of the general fund budget savings in human resources comes from reductions in mental health, mental retardation, and substance abuse services and social services. Adopted funding for the Department of Mental Health, Mental Retardation, and Substance Abuse Services (DMHMRSAS) was reduced by \$52.0 million GF for the biennium with the majority of the reductions coming from community-based services. Funding for the Department of Social Services (DSS) is reduced by \$42.3 million GF for the biennium, primarily through the surplus of general funds with federal dollars.

Almost 36 percent of the budget savings from health and human resources comes from Medicaid cost containment initiatives (\$73.4 million GF). Significant budget reductions include \$24.6 million by reducing automatic inflationary increases for nursing facilities and Medicaid and FAMIS managed care organizations, \$14.6 million by reducing pharmacy program costs, and \$11.5 million by reducing reimbursement rates for outpatient hospital and rehabilitation services as well as capital payments, durable medical equipment, and specialized care rates for nursing home recipients.

Direct Aid for Public Education. The approved budget for Direct Aid to Public Education results in a net increase of \$25.5 million GF and \$168.6 million NGF for the biennium when compared to Chapter 899. This total reflects new general fund spending of \$115.5 million offset by \$90.0 million in general fund reductions. Additional Literary Fund revenue in the amount of \$54.9 million supplants general funds for a portion of teacher retirement and Social Security payments. Increased appropriation authority is included for anticipated federal funding of \$113.3 million NGF, and an additional \$0.5 million from the Literary Fund is included as a technical adjustment for technology equipment debt service.

Adopted increases include technical adjustments of \$44.6 million GF to return the local share of increased lottery proceeds; \$31.7 million GF to update the Standards of Quality, and some incentive and categorical accounts for updated enrollment and participation projections; and a net \$7.2 million GF from the effects of changing the distribution of sales tax consistent with the results of the 2002 Triennial Census. Also included is \$27.5 million GF as the state share of a 2.25 percent teacher salary increase effective January 1, 2004.

In addition to the transfer of \$54.9 million from the Literary Fund, a number of funding reductions are adopted. Savings of \$6.8 million come from the elimination of the Technology Assistants and School Health Incentive programs. Savings of \$1.1 million GF are from the elimination of general funds for migrant education, the Western Virginia Public Education Consortium and from general fund reductions to other similar small special programs such as Project Discovery and the Southside and Southwest education consortia. The remaining reductions are technical updates, including: a net \$13.5 million GF to reflect lower sales tax revenues from those assumed in Chapter 899; \$6.4 million GF for updated participation in other incentive and categorical accounts; and \$3.1 million GF due to updated inflation factors.

Also included is a new Student Achievement Block Grant, funded by redirecting the funding for the Dropout Prevention Program to the new block grant. School divisions can choose to use the grant for any of the following existing programs: K-3 Reduced Class Size, Early Reading Intervention, At-Risk Four-Year-Olds, SOL Remediation, and Dropout Prevention.

The approved budget includes a net decrease of \$6.2 million GF for the Department of Education. Reductions of \$8.8 million include \$2.0 million GF in the state's assessment program, including a delay in the full implementation of web-based SOL testing and the elimination of the Stanford 9. A total of 32.0 GF FTEs were eliminated, including 6.0 from the closure of the two remaining Best Practice Centers, while 25.0 new federal funded FTEs were added, for a net loss of 7.0 FTEs within the department. General fund increases in the Department total \$2.6 million, from a net increase of \$1.9 million to fund the administration of separate history SOL tests and \$769,483 to replace federal funding currently being used to support the PASS initiative.

General Government. For the Judicial Department, the budget contains a net increase of \$1.6 million GF for the biennium. This total reflects new spending of \$4.7 million, offset by \$3.1 million in reductions. The general fund increase includes \$4.0 million GF for the Criminal Fund; \$0.1 million GF the second year for a judicial performance evaluation pilot project; and \$0.6 million to partially offset reductions contained in the budget, as introduced.

Several significant language amendments are included under the courts, including:

- the imposition of an additional fee of \$100 for persons convicted of driving under the influence (DUI), effective May 1, 2003. This fee is applicable in both Circuit and District Courts. The estimated \$2.5 million per year in revenues from this fee will be deposited into the general fund to cover state costs of DUI testing and the breathalyzer training and certification program in the Department of Criminal Justice Services.
- an increase in the fee for the Intensified Drug Enforcement Jurisdictions Fund (IDEA Fund) fee from \$2 to \$4, effective May 1, 2003, which will raise an estimated \$3.0 million the second year.

For Executive Offices, the adopted budget includes a net decrease of \$6.4 million GF for the biennium. This total reflects reductions of \$8.5 million GF, offset by increases of \$2.1 million GF. The adopted reductions include: \$0.8 million GF for the Office of the Governor; \$0.2 million GF for the Office of the Lt. Governor; \$6.4 million GF for the Office of the Attorney General (partially offset for an actual reduction of \$5.4 million); \$0.4 million GF for the Secretary of the Commonwealth; and savings of \$0.2 million from elimination of funding for the Virginia Liaison Office.

Increases include \$1.0 million GF to partially restore reductions for the Office of the Attorney General that had been included in the October reduction plans, and \$0.3 million GF to expand the Attorney General's Medicaid fraud control unit. The remaining increase of \$0.4 million GF is technical in nature.

Amendments to the budget, as adopted, for the Legislative Department result in a total reduction of \$11.0 million. This includes across-the-board savings of \$10.6 million, and several smaller, technical budget reductions totaling \$0.4 million.

The budget as adopted for Administration agencies results in a net reduction of \$48.6 million GF. Reductions are spread across the agencies with the largest savings generated by the Compensation Board and the Department of General Services. In the Compensation Board, additional reductions to the constitutional officers were adopted, with reductions totaling 5 percent for sheriffs, 7 percent in the first year and 5 percent in the second year for Commonwealth's Attorneys, and 11 percent reductions for the treasurers, commissioners of revenue and circuit court clerks. In combination with administrative efficiencies, these reductions would generate total biennial savings of \$40.7 million in the Compensation Board. Savings

at the Department of General Services total \$7.5 million and include increased reliance on fees for services.

The adopted budget eliminates two agencies by consolidating the Commission on Local Government with the Department of Housing and Community Development and transferring the responsibilities of the Virginia Public Broadcasting Board to the Secretary of Administration.

For the Finance agencies, the adopted budget results in a net reduction of \$8.2 million for the biennium when compared to Chapter 899. The total reflects new spending of \$24.0 million, offset by \$32.3 million in reductions for the biennium. The major appropriation increases relate to proposed revenue-generating initiatives at the Department of Taxation, including \$11.3 million for enhanced compliance efforts, and \$1.0 million to initiate a federal debt setoff program. To implement the enhanced compliance efforts, 91 additional positions also are provided to the Department of Taxation. In other spending actions, \$7.6 million is provided to the Treasury Board to support debt service costs of bonds to be issued to supplant general fund expenditures for a number of capital projects.

Of the adopted reductions, \$9.1 million result from debt service savings is achieved by refunding outstanding bonds and issuing debt at lower than anticipated rates. The remaining savings are obtained from targeted reductions—largely those announced in October—including \$1.0 million from the Department of Planning and Budget, \$1.3 million from the Department of Accounts, \$2.1 million from the Department of Taxation, and \$1.0 million from the Department of Treasury.

Public Safety. The adopted budget results in an overall decrease of \$80.3 million GF (2.9 percent) for the biennium for the Office of Public Safety. This net change is the result of increases totaling \$31.3 million, offset by reductions totaling \$111.6 million.

The total reductions of \$111.6 million GF include targeted cuts in every public safety agency. The largest decreases are applied in the Departments of Corrections (where there is a broad range of cuts totaling \$46.1 million); Juvenile Justice (\$19.2 million); Correctional Education (\$3.9 million); State Police (\$14.4 million); and Criminal Justice Services (\$11.4 million). In addition, in Department of Criminal Justice Services the funding for HB 599 (state aid to localities with police departments) is reduced \$5.5 million each year to reflect the adjustment in general fund revenue estimate the first year and level funding the second year.

The largest increase is \$23.9 million GF for the Department of Corrections to offset the loss of out-of-state prisoner revenue. In addition, the budget provides \$850,000 GF the second year for the Department of Juvenile Justice to continue to operate Culpeper Juvenile Correctional Center as a facility for females.

The adopted budget for the Department of Alcoholic Beverage Control (ABC) increases the average retail price of alcoholic beverages sold in state-operated stores by 5 percent thus generating \$21.2 in additional revenue which is transferred to the general fund. Language is included to override the statutory requirement that two-thirds of the increased profits be distributed to localities. There is also a \$1.6 million NGF reduction in enforcement and regulatory operations the second year, which is transferred to the general fund. Finally, there is language directing the Secretary of Public Safety to develop a plan to merge ABC enforcement into the Department of State Police, with proposed legislation for consideration by the 2004 General Assembly.

Higher and Other Education. The higher education budget as adopted, includes \$10.2 million GF in new spending items or restorations, and \$289.6 million GF in reductions to higher education institutions and agencies. The net biennial change from the original appropriation is \$279.4 million GF, a decrease of 9.6 percent. Over half of the \$10.2 million in increased general fund support, or about \$5.2 million GF, is provided to offset a portion of proposed reductions in Tuition Assistance Grants, Cooperative Extension services, unique military activities at Virginia Tech and Mary Baldwin College, and the Virginia Women's Institute for Leadership. New spending items are limited primarily to technical adjustments and new costs associated with the operation and maintenance of higher education facilities.

Only \$2.7 million, or less than one percent of the reductions contained in the adopted budget, were not contained in the Governor's October reductions or in the introduced budget. The bulk of those reductions, \$2.3 million, continue to shift state support to nongeneral fund sources for research and public service centers at higher education institution.

In addition to spending adjustments, the higher education budget also contains several key policy changes, including a modification of the tuition policy for the 2003-04 academic year. The tuition policy caps increases for in-state, undergraduate student tuition to increase by more than five percent over current

rates after annualizing the 2003 mid-year increases. Budget language also allows the Governor to lift the tuition cap should revised revenue forecasts require additional general fund reductions to higher education. Other policy changes include the implementation of a capital fee for out-of-state students, modification of the current policy for mandatory non-educational and general fees, and expansion of the Commonwealth's higher education decentralization initiatives.

Not reflected in the higher education budget is an additional \$7.9 million GF provided for a 2.25 percent salary increase for full- and part-time faculty in FY 2004 and \$4.5 million GF provided to supplement student financial aid in FY 2004. Both of these items are included in central accounts.

Transportation. The adopted budget results in a net reduction of \$421.9 million NGF for the biennium when compared to Chapter 899. This total reflects new spending of \$209.9 million, offset by \$631.8 million in appropriation reductions.

The adopted budget restores a wide array of services at the Department of Motor Vehicles eliminated in the Governor's October reduction plans. In total, \$1.6 million in FY 2003 and \$15.8 million in FY 2004 is restored to allow for the reopening of the 12 customer service centers, the reinstatement of Wednesday operations, the restoration of headquarters support personnel, and the reopening of two weigh stations; all activities eliminated last fall as part of the Governor's reduction plan. As part of this restoration, an additional 302 full-time equivalent positions also were provided. Funding for the restoration is provided by reducing proposed transfers to the general fund and increasing the cost of DMV driver license/identification cards.

Most of the reductions for Transportation agencies are technical and do not result in programmatic reductions. Over 50 percent (\$320.4 million) reflect the reconciliation between the current Appropriation Act and revisions to transportation revenue estimates since last December. These adjustments do not impact the programs of these agencies because the Commonwealth Transportation Board acknowledged the revenue shortfall in the Six-Year Transportation Program adopted in June, 2002.

In addition to technical revenue adjustments, there are targeted savings of \$91.2 million NGF, with the largest reductions applied to VDOT, totaling \$63.6 million over the biennium through a number of administrative efficiencies, largely in the area of information systems.

Commerce and Trade. The approved budget for Commerce and Trade agencies results in a net reduction of \$39.0 million GF and \$2.7 million NGF for the biennium as compared to the 2002 Appropriation Act. About 62.0 FTE positions are eliminated. Most of the reductions are tied to the Governor's October Reduction Plan -- \$23.1 million GF and \$4.6 million NGF, including the following:

- Department of Business Assistance - \$2.6 million reduction in workforce services and \$1.0 million for small business development centers;
- Virginia Tourism Authority - \$2.4 million reduction in the cooperative advertising program;
- Department of Housing and Community Development - \$1.7 million reduction in the industrial site development program; and
- Virginia Economic Development Partnership - \$1.3 million for staffing.

The General Assembly approved amendments to partially or entirely restore funding reductions proposed by the Governor in several areas, including the meat and poultry inspection program in the Department of Agriculture and Consumer Services (\$1.0 million); homeless programs administered by the Department of Housing and Community Development (\$500,000); and marketing initiatives in the Virginia Tourism Authority (\$500,000).

Natural Resources. The 2002-04 budget for natural resources results in a net decrease of \$22.1 million GF for the biennium when compared to the Chapter 899 appropriation. This total represents new funding of \$5.7 million, offset by \$27.8 million in reductions.

The Department of Conservation and Recreation's budget is reduced by \$10.2 million GF for the biennium. This equals a 15 percent biennial reduction from Chapter 899 levels. After partial restoration by the General Assembly, state parks experience \$2.9 million of this reduction. A \$1.8 million GF decrease for the Conservation Reserve Enhancement Program (CREP) reduces funds available to compensate farmers and other land owners for implementing best management practices. The adopted budget provides \$1.2 million NGF for CREP with funds previously provided for the Water Quality Improvement Act. The General Assembly also restored \$1.4 million GF for local Soil and Water Conservation Districts eliminated in the introduced budget.

The General Assembly provided \$1.2 million GF to offset a \$2.4 million reduction for the Marine Resources Commission, leaving a net biennial reduction of \$1.2 million GF. General Fund transfers to the Department of Game and Inland Fisheries' Game Protection Fund are also reduced by \$2.0 million each year.

While the introduced budget proposed to reduce the number of agencies in the natural resources secretariat by three, the General Assembly rejected these initiatives. The budget returns all positions and funds to the Virginia Museum of Natural History that were transferred to the Science Museum of Virginia. The Chesapeake Bay Local Assistance Department and the Chippokes Plantation Farm Foundation, targeted for merger into the Department of Conservation and Recreation, receive partial restoration of targeted cuts and maintain their independent agency status.

Technology. Approved actions in Technology result in a net reduction of \$3.4 million GF for the 2002-04 biennium when compared to the original appropriation. New spending of \$2.4 million GF is primarily attributable to the establishment of the new Virginia Information Technologies Agency. As part of the establishment of the Virginia Information Technologies Agency, three existing information technology agencies - the Department of Information Technology, Department of Technology Planning, and Virginia Information Providers Network Authority - will be consolidated into the new agency.

Central Appropriations. General fund increases in Central Appropriations include \$127.6 million to continue funding personal property tax relief at the 70 percent level. The General Assembly also approved \$38.5 million GF for a December, 2003, 2.25 percent salary increase for state employees, higher education faculty, and state supported local employees; \$15.1 million GF to pay the employer share of FY 2004 premium increases in the state employee's health insurance program; and \$4.5 million GF for increased student financial aid. Approved nongeneral fund increases include \$3.8 million for a technical adjustment to the appropriation of the Tobacco Indemnification and Community Revitalization Fund and the Virginia Tobacco Settlement Fund to account for a projected increase in payments.

Capital Outlay. The capital outlay amendments for the FY 2003-04 biennium provide a net increase of \$548.4 million in project funding. Specific actions include \$225.8 million in state-supported debt, through the Virginia College Building

Authority and the Virginia Public Building Authority, most of which is to address projects whose general funds were supplanted in the introduced budget.

The adopted budget provides \$161.7 million in 9(c) bond and 9(d) bond authority for auxiliary enterprise and other nongeneral fund revenue-supported projects at the colleges and universities. The budget also includes \$186.1 million in nongeneral fund projects. Finally, the adopted budget includes the \$24.9 million GF reduction to the maintenance reserve program proposed by the Governor.

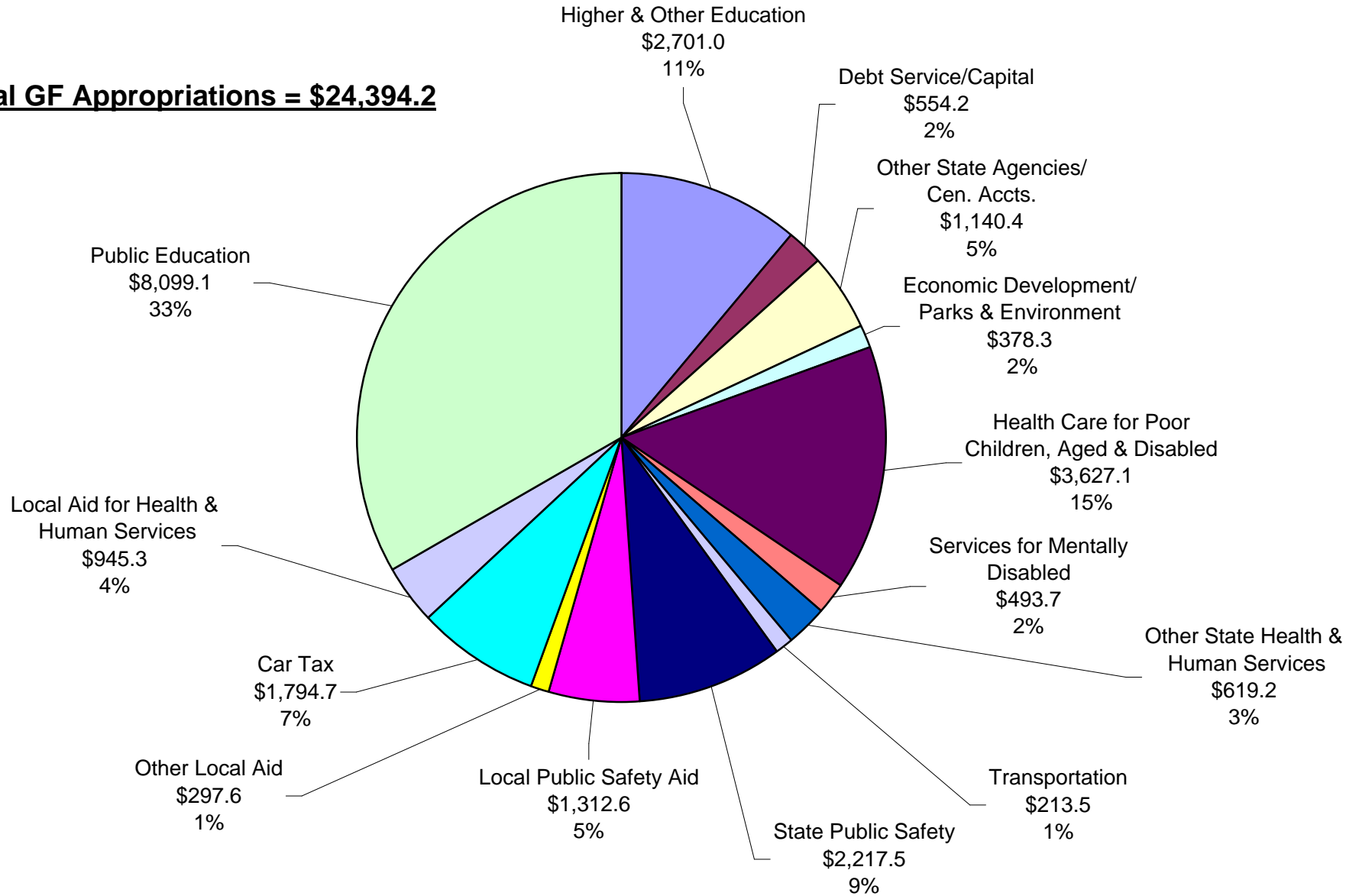
In order to balance the budget, the Governor proposed the reversion of balances from previously authorized general and nongeneral fund capital projects totaling \$92.4 million. General funds of \$84.4 million were reverted from capital projects authorized in prior biennia and nongeneral fund balances totaling \$7.9 million (Transportation Trust Funds and special funds) were reverted from projects authorized both in prior biennia and in the current biennium. In addition, \$5.7 million GF was transferred through actions in Part III of the budget.

Nonstate Agencies. The adopted budget includes \$5.3 million GF in FY 2003 for historic landmarks and nonstate agencies, a reduction of \$961,655 GF from Chapter 899, 2002 Acts of Assembly. This represents a 15 percent reduction for nonstate agencies receiving a FY 2003 appropriation in Item 532. No funding is provided in FY 2004.

General Fund Appropriations FY 2002 - 2004

(\$ in millions)

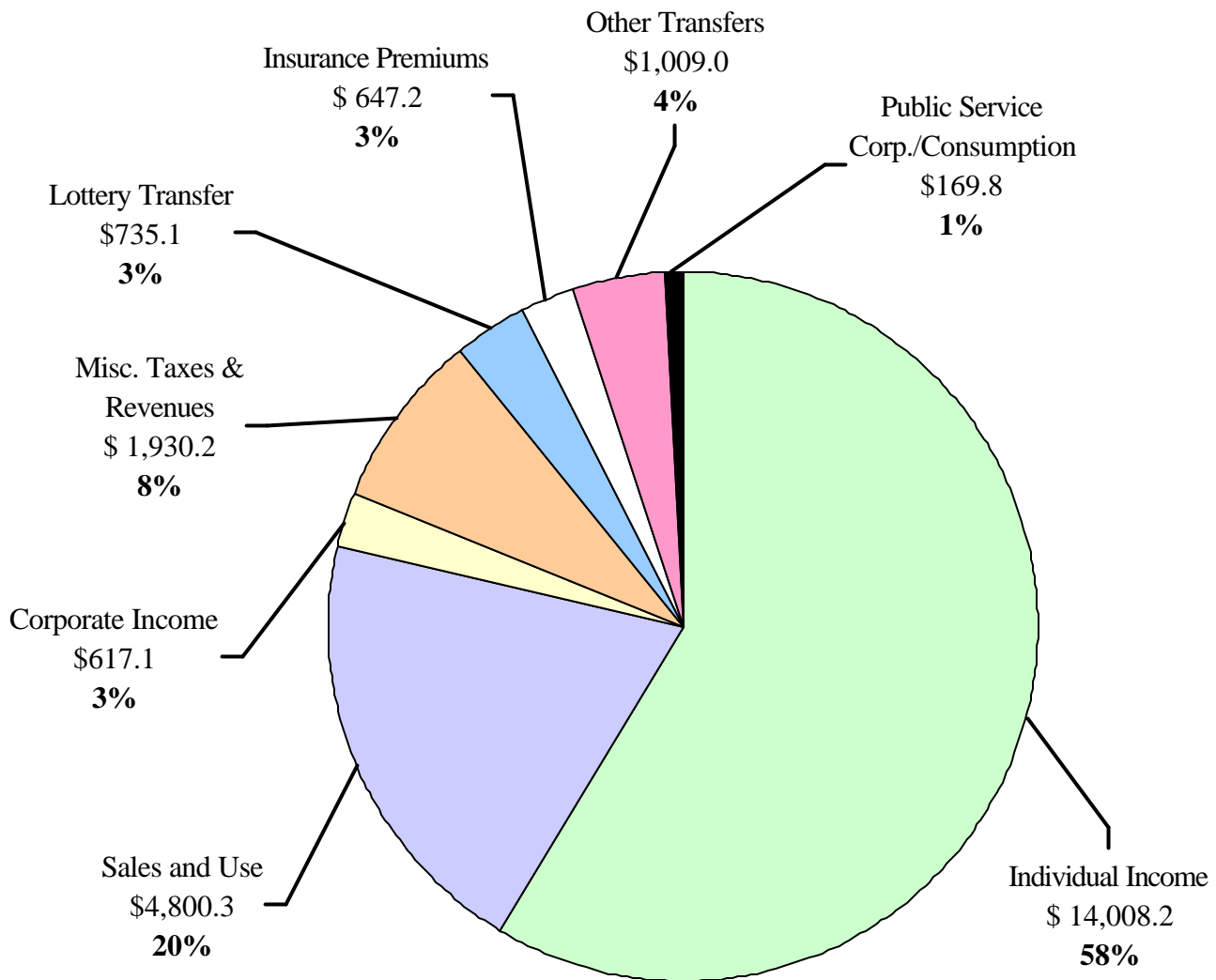
Total GF Appropriations = \$24,394.2



General Fund Revenues

FY 2002-04

(\$ in Millions)



General Fund Revenues = \$23,916.9

NOTE: Revenues do not include withdrawals from the Rainy Day Fund and available balances

Revenue

The adopted budget includes a net reduction of \$335.9 million in general fund resources available for appropriation during the 2002-04 biennium.

This net decline results from a shortfall in the unreserved fiscal year 2002 balance forward and a \$1.3 billion reduction in “economic-based” revenue projections. The reduction is partially offset by revenue actions to increase collections by \$131 million, withdrawals from the “Rainy Day” Fund, and transfer and balance actions described below.

General Fund Resources Available for Appropriation			
(2002-04 biennium, \$ in millions)			
	<u>Chapter 899</u>	<u>HB1400/SB 700</u>	<u>Change</u>
Available Balances	\$151.0	\$120.7	(\$30.3)
Revenue Estimate	23,306.2	22,172.8	(1,133.4)*
Transfers (Includes Lottery)	1,290.6	1,744.0	453.4
Revenue Stabilization Fund	0.0	374.4	374.4
Total GF Resources Available	\$24,747.8	\$24,411.9	(\$335.9)
* (Net effect of economics and proposed revenue actions).			

Available Balances

Balance adjustments include transactions related to the fiscal year 2002 close along with \$80.4 million from bonding capital projects previously funded with cash (an additional \$5.6 million of bonded projects is included as a transfer); \$10.6 million from capital balances and the reversion of capital outlay funds as part of agency budget reductions; and \$9.7 million from budget savings within the legislative department.

Adjustments to Balances

(\$ in millions)

Fiscal Year 2002 Close & Other Technical Adjustments	(\$128.0)
Bond GF Capital Projects	80.4
GF & NGF Capital Outlay Reversions & Balances	11.9
Federal Audit of Internal Service Funds	(0.5)
Budget Savings in Legislative Department	9.7
Additional Natural Disaster Allocations	<u>(3.8)</u>
Total Balance Adjustments	(\$30.3)

Estimated Revenues

The adopted budget includes a downward revision of \$1,264.4 million in the economic forecast of GF tax revenues to reflect the current expectation that economic weakness will continue through fiscal year 2003, and an appreciable rebound will not occur until fiscal year 2004. The revised forecast assumes economic growth rates of 0.9 percent in fiscal year 2003 and 4.5 percent in fiscal year 2004. (Revenue declined by 3.8 percent in fiscal year 2002).

Changes in Major Tax Sources (Economic Forecast)

(\$ in millions)

	<u>FY 2003</u>	<u>FY 2004</u>
Income Tax Withholding	(\$253.7)	(\$287.0)
Income Tax Nonwithholding	(210.8)	(238.9)
Tax Refunds	(79.3)	(82.5)
Corporate	(7.2)	(28.5)
Sales Tax	(30.7)	(80.5)
Other Revenue	<u>72.6</u>	<u>(37.9)</u>
Total Economic Driven Changes	(\$509.1)	(\$755.3)

These numbers include changes from the August Interim Forecast which further reduce income tax withholding by \$92.5 million based on performance year-to-date, and further reduce tax dues (final payments) by \$45.6 million to reflect the national projected decline in capital gains of 25 percent. These amounts are offset by positive adjustments in corporate collections and in recordation taxes from refinancing activity.

Key assumptions underlying the revised forecast are (1) that Virginia's 16-month run of negative job growth is nearing an end and the roughly 40,000 jobs lost in fiscal years 2002 and 2003 will be regained in fiscal year 2004, and (2) wage and salary growth will experience a healthy rebound in fiscal year 2004.

Economic Variables Assumed in Forecast (November Forecast)			
Percent Growth Over Prior Year			
	<u>FY 02</u>	<u>FY 03</u>	<u>FY 04</u>
Virginia Employment	(0.8)	(0.4)	1.9
Virginia Wages & Salaries	1.8	3.2	5.9
Virginia Personal Income	3.1	5.4	4.9

Beyond the economics, a number of revenue actions would increase general fund collections by \$131.0 million over the biennium, resulting in a net forecast reduction of \$1,133.4 million.

- **Revenue Actions.** Included in the adopted revenue actions beyond the economic forecast is \$34.0 million from retaining fourth quarter interest earned by nongeneral fund accounts; \$11.3 million from conforming with all federal tax changes adopted last year except for bonus depreciation and carry back of net operating losses; \$20.7 million from enhanced tax compliance (budget includes 90.5 audit positions at a cost of \$11.9 million for the biennium); \$4.6 million from the general fund by requiring vendors doing business with the Commonwealth to collect sales tax on all sales to Virginia residents; \$2.8 million from participating in a federal debt setoff for delinquent taxpayers; \$2.9 million from imposing a \$100 fee for DUI convictions; \$9.1 million from Medicaid recoveries; and \$21.7 million from retaining DMV's share of the automobile rental tax as part of the agency's budget reduction.

Legislation generated \$7.5 million in court fees to cover the cost of state trooper time in court and court interpreters and \$2.8 million in fees for

failure to appear at court proceedings. Further, legislation was passed which eliminated the subtraction for foreign-source income to generate \$8.0 million in FY 2004.

The following table details all revenue adjustments above the economic forecast, which would take the revenue growth rates to 1.2 percent in fiscal year 2003 and 5.2 percent in fiscal year 2004. Selected actions are explained in greater detail below.

Revenue Adjustments Beyond the Economic Forecast	
(\$ in millions)	
Medicaid Recoveries	\$ 9.1
MCI Revenue-Prison Phone System	1.5
Master Tobacco Settlement Agreement	2.5
Revised estimate-DOC surplus property sales	(6.6)
Wine & Spirit Tax, ABC average price (Funds are recouped through transfer action)	(9.6)
Impose \$100 DUI Fee	2.9
Merrill Lynch Settlement	1.0
Retain 4 th quarter interest-NGF accounts	34.0
DMV Auto Rental Tax	21.7
Selective Deconformity with 2002 Federal Changes	11.3
IRS Debt Setoff	2.8
Tax Compliance	20.7
Required Collection of Sales Tax from Vendors	4.6
Doing Business with Commonwealth	
Sale of DOC houses and DMV assets	3.0
SB 1129-Court fees for Troopers and Interpreters	7.5
SB 1251-Fee for Failure to Appear	2.8
HB 1914-Foreign Source Income	8.0
Other legislation	.7
Technical and Miscellaneous	<u>13.1</u>
Total Adjustments	\$131.0

- ***Selective Deconformity.*** In 2002, Congress adopted tax policy changes just prior to the end of the General Assembly session that would have reduced state general fund revenues by about \$310 million through fiscal year 2004. In response, the Governor proposed and the General Assembly adopted fixed date conformity with federal tax law at December 31, 2001. Legislation approved by the 2003 General Assembly moved the conformity date to December 31, 2002, for all actions except bonus depreciation and carry back of net operating losses (actions that would have created a large negative revenue impact). The result is an increase of \$11.3 million in general fund revenue from other features of the federal tax policy changes enacted last year.
- ***Tax Compliance.*** The adopted budget includes funds for 90.5 additional tax audit and collections staff with a corresponding projected increase in compliance collections of \$2.0 million in FY 2003 and \$18.7 million in FY 2004.
- ***Vendor Collection of Sales Tax.*** Currently, vendors that do not have a physical presence in the state (nexus) do not have to collect and remit sales taxes for products sold to Virginia residents. Legislation was passed by the 2003 General Assembly that requires vendors, as a condition of doing business with the state, to collect the sales tax from Virginia residents, with a projected increase in general fund revenue of \$4.6 million in FY 2004. The program is modeled after a North Carolina statute.

Transfers/Deposits to General Fund

The adopted budget increases transfers/deposits to the general fund (including Lottery profits) by \$453.4 million. Lottery profits available to public education would increase by \$72.8 million over the biennium (plus an additional \$2.3 million would be available from budget savings). Additional funds of \$45.8 million from ABC operations and wine/spirit tax receipts (including an average 5.0 percent average price increase effective February 1, 2003), are transferred for substance abuse services. A resulting decrease in ABC profits, two thirds of which would apply to localities, is included as part of the aid to localities contribution to the budget reduction plan.

Other major transfers include \$175.2 million in targeted cuts and balances at nongeneral fund agencies, a portion of which was included in the October Budget Reduction Plan, with savings being transferred to the general fund to help offset the revenue shortfall; \$44.8 million from a tax amnesty program which would waive penalties and half of the accrued interest for voluntary

compliance; \$18.9 million from the Tax Department’s Public/Private Technology Partnership Fund; \$19.4 million from projected nongeneral fund savings related to consolidation of information technology activities into a new state agency; \$5.7 million from bonding prior year capital expenditures; and \$8.5 million from the State Corporation Commission energy deregulation education program.

The following table details all additional transfers approved in the 2003 session. Selected proposals are explained in greater detail below.

Additional Transfers	
(\$ in millions)	
Lottery profits	\$72.8
ABC/Wine & Spirit Tax to Dept. of Mental Health, Mental Retardation & SAS (Includes increase in ABC prices)	45.8
Reduction of ABC Profits Transfer	(8.4)
NGF Budget Cuts/2002 Balances	175.2
Reduced sales tax transfers to Game Protection Fund	4.1
Increased premium taxes-Children’s Health Security Program	(2.9)
Executive Management Savings – Lottery	2.4
\$2 increase in IDEA Fee	3.9
Tax Public/Private Technology Partnership Fund	18.9
SCC Deregulation Education Program	8.5
Tax Amnesty Program	44.8
NGF Savings – Centralize IT Operations	19.4
Crime Victim’s Compensation Fund for Line of Duty Act	.5
Bond prior year capital expenditures	5.7
Internal Building Operations Service Fund Efficiencies	.5
General Liability Insurance Reserves	5.0
State Insurance Reserve Trust Fund	3.2
Miscellaneous Other	0.8
Global Settlement (Investment Firm Litigation)	8.9

Clerk's Technology Fund Unobligated Balance	3.5
Sale of Housing Partnership Loan Fund Portfolio to VHDA	<u>40.8</u>
Total	\$453.4

- ABC/Wine Tax Transfers for Substance Abuse Services.** Additional transfers were approved from gross ABC receipts along with a new transfer related to wine tax receipts. Specifically, the transfer would capture all of the proceeds from a 5.0 percent average increase in the price of distilled spirits; additional collections from a revised estimate of sales volume; and a portion of wine taxes previously distributed to localities.

Currently, 88 percent of wine taxes are deposited to the general fund and half of this amount is returned to localities (the remaining 12 percent is deposited to the ABC Fund). Roughly \$20 million in wine tax receipts are collected per year. The approved budget transfers \$4.9 million of gross wine taxes in the first year and \$9.9 million in the second year to DMHMRSAS for substance abuse services, thereby reducing the amount that would be shared with localities. This action is part of the local aid contribution to the budget shortfall.

- Tax Amnesty.** The General Assembly approved legislation to create a 60-day tax amnesty program in fiscal year 2004 to encourage payment of taxes due. Penalties and half of interest will be waived for voluntary compliance. The last tax amnesty program occurred in 1990, and estimated collections totaled \$32.2 million. The current program anticipates \$44.8 million in GF collections.
- SCC Education Program.** The approved budget defers a consumer education program on electricity deregulation since competition has yet to materialize, and transfers funds for the education program from the State Corporation Commission to the general fund. The transfer totals \$2.0 million in fiscal year 2003 and \$6.8 million in fiscal year 2004.
- Sale of Housing Partnership Loan Portfolio.** Budget language directs the sale of the Housing Partnership Revolving Loan Fund portfolio of outstanding loans and other assets to the Virginia Housing Development Authority and requires that \$40.8 million in proceeds be paid to the general fund. A third party valuation of the portfolio is required, with all proceeds initially deposited to the Partnership Loan Fund.

- **NGF Budget Cuts.** Budget reductions of \$175.2 million for nongeneral fund agencies include \$28.5 million of FY 2002 unspent balances in various nongeneral fund accounts. Included in this amount is \$4.2 million from the Motor Vehicle Dealer Board Transaction Recovery Fund. Legislation was approved which allows dealers to opt out of the program if they choose to secure a bond rather than paying into the Fund.

Remaining reductions of roughly \$147.0 million were specified in the October Budget Reduction Plan. Actions which are different from those outlined in the October plan include: General Assembly's reinstatement of \$2.5 million of DMV funding to open closed offices; restoration of \$221,000 in Aviation cuts; replacement of \$29 million of DMV cuts in the October plan with DMV's share of automobile rental tax revenues (\$21.7 million reflected under Revenue Adjustments). Also, targeted reductions of \$52.3 million were identified subsequent to the October Budget Reduction Plan including \$4.8 million in NGF balances at the State Police, \$4.1 million in additional savings from Technology Planning beyond the \$11.6 million identified in October and \$32.0 million from the Virginia Department of Transportation NGF savings beyond the \$31.8 million identified in October.

Revenue Stabilization Fund Withdrawal

The approved budget includes withdrawals from the "Rainy Day" Fund totaling \$374.4 million for the biennium (one half of the fund balance in each year). At the end of the biennium, roughly \$129 million will remain in the Fund. Legislation was approved during the 2003 session which provides a mechanism for enhanced deposits to the Fund during period of extraordinary revenue growth.

Legislative

Amendments to the 2002-04 budget, as adopted, for the Legislative Department include across-the-board savings totaling \$10.6 million, and several smaller, technical budget reductions.

- **Legislative Department Reversion Clearing Account**
 - ***Legislative Agency Reductions.*** Includes budget reduction savings totaling \$10.6 million for the House of Delegates, the Senate, and other agencies in the Legislative Department, for a total of about ten percent of legislative budgets.

- **Division of Legislative Services**
 - ***Substitution of Nongeneral Funds.*** Substitutes \$24,000 in special funds for an equal amount of nongeneral funds to reflect a revenue generating program involving the Virginia Code Commission and certain noncontract publishers to publish the Code of Virginia in a timely manner.
 - ***Lexis-Nexis Cost Reduction.*** Reflects a savings of \$220,000 the second year from the general fund, based on centralizing the purchase of Lexis-Nexis services.

- **Virginia Crime Commission**
 - ***Federal Grants Reduction.*** Includes a technical amendment to reduce nongeneral funds by \$36,481 the first year and \$96,658 the second year, based on the availability of federal grants. The amendment also adds 2.0 FTE nongeneral fund positions.

- **Virginia Housing Study Commission**
 - ***Substitution of Nongeneral Funds.*** Provides \$153,180 from nongeneral funds to replace an equal amount of general funds for support of the commission. The source of the special funds is the Virginia Housing Development Authority.

Judicial

Budget amendments, as adopted, for the Judicial Department for the 2002-04 biennium contain a net increase of \$1.6 million GF when compared to Chapter 899. This total reflects new spending of \$4.7 million, offset by \$3.1 million in reductions.

The general fund increase includes \$2.0 million each year for the Criminal Fund. A series of amendments implements the October budget reductions, based on actions approved by the Committee on District Courts in September 2002. These actions include reductions in out-of-state training and technology training for judges; mandatory 60-day hiring delays for classified employees; reductions in expenditures for overtime and wage employees; reductions in the number of days allowed for use of substitute judges; and, reductions in the use of mediation. No layoffs are anticipated as a result of these actions.

In addition, language is included establishing a new \$100 fee for Driving Under the Influence, and increasing the fee for the Intensified Drug Enforcement Jurisdictions Fund from \$2 to \$4, effective May 1, 2003.

Language amendments are included in the Virginia Criminal Sentencing Commission authorizing the commission to adjust the non-violent felony risk assessment instrument to identify additional low-risk, non-violent offenders for sentencing options, and to develop sentencing guidelines for technical probation violators. The intent of these amendments is to increase the utilization of sentencing options for non-violent offenders who do not pose a significant recidivism risk.

- **Supreme Court of Virginia**
 - **Judicial Agency Reductions.** Reduces spending by \$261,500 GF the first year and \$275,000 GF the second year, based on actions approved by the Committee on District Courts.
 - **Performance Evaluation.** Provides \$104,000 GF the second year for a judicial performance evaluation pilot project.
- **Court of Appeals of Virginia**
 - **Judicial Agency Reductions.** Reduces spending by \$32,000 GF each year, based on actions approved by the Committee on District Courts.

- **Circuit Courts**

- **Additional DUI Fee.** Imposes an additional fee of \$100 for persons convicted of driving under the influence (DUI), effective May 1, 2003. This fee is applicable in both Circuit and District Courts.
 - The estimated \$2.5 million per year in revenues from this fee will be deposited into the general fund to cover state costs of DUI testing and the breathalyzer training and certification program in the Department of Criminal Justice Services.
 - A companion amendment in DCJS provides general fund support to that agency to cover the cost of the breathalyzer program, thereby supplanting an equal amount of ABC funds that currently support the program.
 - In turn, these ABC funds are shifted to the Department of Mental Health, Mental Retardation and Substance Abuse Services to support treatment programs.
- **Increased IDEA Fee.** Includes language increasing the Intensified Drug Enforcement Jurisdictions Fund (IDEA Fund) fee from \$2 to \$4, effective May 1, 2003, which would raise an estimated \$3.0 million the second year. (Identical amendments are included in the General District, Juvenile and Domestic Relations, and Combined District Courts to implement the same fee in those courts as well.)

- **General District Courts**

- **Judicial Agency Reductions.** Reduces spending by \$512,945 GF the first year and \$310,741 GF the second year, based on actions approved by the Committee on District Courts. (The adopted amendments restored \$311,000, or one-half of the reductions offered by the Committee on District Courts the second year.)

- **Juvenile and Domestic Relations District Courts**

- **Judicial Agency Reductions.** Reduces spending by \$396,350 GF the first year and \$227,195 GF the second year, based on actions approved by the Committee on District Courts. (The adopted amendments restored \$225,000, or one-half of the reductions offered by the Committee on District Courts the second year.)

- ***Criminal Fund.*** Includes \$2.0 million GF each year for increased expenses projected in the Criminal Fund. (These funds are to be distributed to all of the Circuit and District Courts.)
- **Combined District Courts**
 - ***Judicial Agency Reductions.*** Reduces spending by \$110,077 GF the first year and \$63,568 GF the second year, based on actions approved by the Committee on District Courts. (The adopted amendments restored \$64,000, or one-half of the reductions offered by the Committee on District Courts the second year.)
- **Magistrate System**
 - ***Judicial Agency Reductions.*** Reduces spending by \$126,163 GF the first year and \$161,146 GF the second year based on actions approved by the Committee on District Courts.
- **Virginia Criminal Sentencing Commission**
 - ***Risk Assessment Instrument.*** Includes language authorizing the commission to adjust the risk assessment instrument for nonviolent felony offenders to increase the use of sentencing options for offenders who do not pose a significant risk of recidivism. The commission is authorized to make these changes prior to the 2004 General Assembly.
 - ***Sentencing Guidelines for Technical Violators.*** Includes language authorizing the commission to develop sentencing guidelines for technical probation violators, with a report to the 2004 General Assembly before those guidelines would go into effect.
- **Virginia State Bar**
 - ***Office Space Increase.*** Provides a technical adjustment of \$12,460 NGF the first year and \$21,500 NGF the second year for increased office space rental for the Alexandria office.
 - ***Attorney General Fees and Other Costs.*** Provides a technical adjustment of \$46,655 NGF the first year and \$33,500 NGF the second year for increased administrative fees charged by the Office of the Attorney General and for costs associated with a health insurance consultant.

- **Technical Adjustment.** Includes a technical adjustment to increase the agency budget by \$501,814 the first year and \$525,500 the second year from nongeneral funds, and adds 2.0 FTE positions. This reflects the current projection of special fund revenues from membership dues, based on the existing dues structure of the Virginia State Bar.

Executive

The amendments, as adopted, to the 2002-04 budget for Executive offices contain a net decrease of \$6.4 million GF for the biennium, compared to Chapter 899. This total reflects reductions of \$8.5 million, offset by increases of \$2.1 million.

- **Office of the Governor**
 - **October Reductions.** Reduces spending by \$339,202 GF and six FTE positions the first year and \$445,812 GF the second year. The savings are based on eliminating vacant positions, reorganizing mansion operations, and cutting telecommunications costs. In addition, the Governor will refund 20 percent of his salary to the Treasurer of Virginia each year.
 - **Reductions in Chapter 899.** Includes a technical amendment to distribute to the agency reductions of \$2,000 GF the second year that were included in Central Appropriations in Chapter 899.
- **Office of the Lieutenant Governor**
 - **Staff Reduction.** Reduces spending by \$50,000 GF the second year and 1.00 FTE position, along with language to provide for salaries and benefits for compensation of up to three (instead of four) staff positions.
 - **October Reductions.** Reduces spending by \$48,098 GF and one FTE position the first year and \$49,493 GF the second year. The savings are based on eliminating vacant positions. In addition, the Lieutenant Governor will give up the allowance paid to him for office expenses “not otherwise reimbursed.”
 - **Reductions in Chapter 899.** Includes a technical amendment to distribute to the agency reductions of \$27,127 GF the second year that were included in Central Appropriations in Chapter 899.
- **Office of the Attorney General**
 - **Medicaid Fraud Unit.** Includes \$300,000 GF and 14.0 FTE positions to expand the Medicaid fraud control unit. The general funds will be matched with federal Medicaid funds. Additional revenues of \$350,000 GF the second year are assumed based on these efforts.

- ***Division of Debt Collection.*** Provides \$235,811 NGF and 4.0 FTE positions the second year to expand debt collection efforts, and includes language authorizing the office to contract with private collection agents for the collection of debts amounting to less than \$1,000. Additional revenues of \$700,000 GF (one-fourth of the total collected) the second year are assumed based on this increase.
- ***October Reductions.*** The adopted amendments restore \$200,000 GF in FY 2003 and \$800,000 GF in FY 2004 that had been included in the October reduction plans. The remaining reductions lower spending by \$2.3 million GF and 51 FTE positions the first year and \$1.7 million GF and 31 positions the second year.
- ***Human Rights Council.*** Includes language directing the Office of the Attorney General to provide office space and associated support services to the Human Rights Council.
- ***Civil Commitment of Sexual Predators.*** Language is included to direct the Office of the Attorney General to initiate the program for the civil commitment of sexual predators (HB 2445 and SB 1149).
- ***Reductions in Chapter 899.*** Includes a technical amendment to distribute to the agency reductions of \$1.4 million GF and 12 FTE positions the second year that were included in Central Appropriations in Chapter 899.
- **Secretary of the Commonwealth**
 - ***Service of Process Fees.*** Includes language directing the Secretary of the Commonwealth to increase the fee for service of process from \$19 to \$28 (effective May 1, 2003). Collections are deposited to the general fund.
 - ***October Reductions.*** Reduces spending by \$126,925 GF the first year and \$139,155 GF the second year. The savings are based on terminating contract positions and achieving other operational efficiencies.
 - ***Reductions in Chapter 899.*** Includes a technical amendment to distribute to the agency reductions of \$98,346 GF and two FTE positions the second year that were included in Central Appropriations in Chapter 899.

- **Virginia Liaison Office**
 - **Agency Elimination.** Eliminates funding for the agency (\$233,698 GF and 117,083 NGF each year). Also eliminates 2.67 GF and 1.33 NGF positions.
NOTE: Governor Warner vetoed the 2003 Session changes to this item. The appropriation reverts to the amount in Chapter 899.

Administration

The adopted 2002-2004 budget for Administration results in a net reduction of \$48.6 million GF and a net increase of \$75.5 million NGF when compared to Chapter 899. This total reflects new GF spending of \$15.8 million, offset by \$64.4 million in GF reductions, and additional NGF revenues of \$83.4 million, offset by \$7.9 million in reductions.

The new general fund spending items include \$7.8 million for increased per diem payments to local and regional jails and \$1.3 million for increased insurance premiums for constitutional officers. The major nongeneral fund spending increases include \$23.2 million to reflect the transfer of the Veteran's Care Center from private to state management, and a technical correction to nongeneral fund revenues for the local choice health insurance program.

Reductions are spread across the agencies with the largest savings generated by the Compensation Board and the Department of General Services. Additional reductions to the constitutional officers were adopted, totaling 5 percent for sheriffs, seven percent in the first year and five percent in the second year for Commonwealth's Attorneys, and 11 percent reductions for the treasurers, commissioners of revenue and circuit court clerks. In combination with administrative efficiencies, these proposals would generate total biennial savings of \$40.7 million from the Compensation Board. Savings at the Department of General Services total \$7.5 million and include increased reliance on fees for services.

The adopted budget eliminates two agencies by consolidating the Commission on Local Government with the Department of Housing and Community Development and transferring the responsibilities of the Virginia Public Broadcasting Board to the Secretary of Administration. The Charitable Gaming Commission shifts from nongeneral fund to general fund status effective July 1, 2003, and nongeneral fund balances of approximately \$2.3 million are swept to the general fund.

- **Secretary of Administration**
 - ***Consolidation of Public Broadcasting.*** Provides \$6.5 million GF in the second year to reflect the proposed transfer of the activities and funding for the Virginia Public Broadcasting Board to the Office of the Secretary of Administration, effective July 1, 2003. An amendment also directs the Secretary of Administration and the VPBB to develop a formula for allocating the public television community service grants no later than June 15, 2003.

- **October Reductions.** Reduces GF appropriations by \$78,744 the first year and \$91,949 the second year, representing reductions of 10.1 percent each year.
- **Charitable Gaming Commission**
 - **Support Agency from General Fund.** Switches the funding source for the agency from nongeneral fund to general fund as of July 1, 2003. In FY 2004, increasing the GF appropriation by \$2.1 million and reducing the NGF appropriation by \$2.5 million achieves a net savings of \$400,000. Language in Part 3 transfers the agency’s nongeneral fund balances of approximately \$2.3 million to the general fund.
 - **October Reductions.** Reduces appropriations by \$366,921 NGF the first year and \$356,852 NGF the second year, representing reductions of about 15 percent.
- **Commission on Local Government**
 - **Eliminate Agency and Transfer Responsibilities to DHCD.** The agency is eliminated and its activities, three of its six positions, and the associated funding transferred to the Department of Housing and Community Development effective July 1, 2003. This results in savings of \$183,774 GF in the second year.
 - **October Reductions.** Reduces appropriations by \$98,564 GF first year and \$101,603 GF the second year, representing reductions of 15 percent.
- **Commonwealth Competition Council**
 - **October Reductions.** Reduces appropriations by \$34,855 GF the first year and \$45,347 NGF the second year, representing reductions of 15 percent each year.
- **Compensation Board**
 - **October Reductions.** Reduces appropriations by a net \$20.8 million over the biennium as follows:
 - **Commonwealth’s Attorneys.** Funding for Commonwealth’s Attorneys is reduced seven percent in the first year and five percent in the second year for savings of \$2.4 million GF in FY 2003 and \$2.2 million GF in FY 2004.

- **Circuit Court Clerks, Treasurers and Commissioners Reductions.** Appropriations for Circuit Court Clerks, Treasurers and Commissioners are each reduced 11 percent each year, generating savings of \$15.1 million GF and \$1.5 million NGF over the biennium.
- **Reduced Funding for Sheriffs.** A five percent reduction to sheriff's funding over the biennium is included, totaling \$27.0 million GF. To reflect the difficulty in achieving savings in the first year, the reduction is split \$8.8 million the first year and \$18.2 million the second year. The reduction is reflected largely in the jail per diem payments.
- **Increased Inmate Per Diem for Local and Regional Jails.** Includes an increase of \$5.4 million GF the first year and \$2.7 million GF the second year for per diem payments to localities, reflecting the projected increase in local jail populations.
- **Increased Funding for Insurance Premiums.** Increases funding \$717,001 GF the first year and \$572,001 GF the second year due to increased general liability insurance premiums for constitutional officers.
- **Capture TTF Balances.** Language in Part 3 of the Appropriations Act transfers \$3.7 million NGF balances in the Circuit Court Clerk's Technology Trust Fund to the general fund in FY 2003 and \$3.5 million in FY 2004.
- **Community Corrections Pilot Program.** An amendment transfers \$1.0 million from the Compensation Board to the Department of Criminal Justice Services for reimbursement to localities for participation in the Community Corrections pilot program. A related amendment in DCJS authorizes participation in the program.
- **Human Rights Council**
 - **Funding and Support Services.** Maintains the agency's status as an independent agency. The introduced budget had proposed merging the Council into the Office of the Attorney General in the second year. A total of 3 positions, \$294,363 GF and \$43,498 NGF are provided in the second year.

- **October Reductions.** Reduces appropriations by \$49,715 GF the first year and \$50,461 GF the second year, representing reductions of 15.0 percent each year. The majority of savings are generated through the use of federal Equal Employment Opportunity Commission funding to supplant general fund dollars.
- **Department of Employee Dispute Resolution**
 - **October Reductions.** Reduces appropriations by \$113,162 GF the first year and \$135,080 GF the second year, representing reductions of 15.0 percent in FY 2003 and 13.7 percent in FY 2004. The savings are generated through the elimination of two vacant positions.
- **Department of General Services**
 - **Convert Bureau of Capital Outlay Management to Internal Service Fund.** Pursuant to a 2002 legislative directive, the adopted budget replaces the Bureau’s general fund support with nongeneral fund revenue by imposing fees for reviewing the architectural, mechanical and engineering specifications for new construction and renovation projects. GF reductions of \$1.0 million the first year and \$1.9 million the second year are included, with like increases in NGF revenues appropriated.
 - **Create Procurement Service Center.** Includes language directing DGS to operate a procurement service to support the purchasing needs of agencies identified by DPB and DGS.
 - **Defer Passenger Vehicle Purchases.** A Part 3 transfer captures NGF savings from permitting DGS’s fleet management division to purchase only those replacement vehicles required for law enforcement agencies. Savings estimated at \$2.7 million in FY 2003 and \$2.5 million in FY 2004 are transferred to the general fund.
 - **Review of Virginia Distribution Center.** Includes language directing the Department of General Services, in consultation with the Auditor of Public Accounts, to undertake a comparative analysis of the total costs associated with services provided by the Virginia Distribution Center and to review methods to modify the operations of that facility by December 1, 2003.
 - **October Reductions.** Reduces appropriations by \$822,929 GF the first year and \$1.4 million GF the second year. The savings result in the elimination of 14 positions and one layoff.

- **Department of Human Resource Management**
 - ***Human Resources Service Center.*** Proposes the creation of a human resources service center to consolidate human resources activities for small agencies.
 - ***October Reductions.*** Reduces appropriations by \$665,424 GF and \$323,970 NGF the first year and \$725,165 GF and \$334,070 NGF the second year, representing reductions of 12 percent in FY 2003 and 13 percent in FY 2004.
- **Administration of Health Insurance**
 - ***Increase Appropriation for Local Health Insurance Program.*** Provides an increase of \$25.0 million NGF the first year and \$35.0 million NGF the second year to this holding account for the health insurance program for localities. This is a technical adjustment to more accurately reflect increased premium income from localities.
- **Department of Veterans' Affairs**
 - ***Implement Provisions of House Bill 1774.*** Includes language directing the Department of Planning and Budget to take such actions as may be necessary to implement the provisions of House Bill 1774 of the 2003 Session which creates a new Department of Veteran's Services by merging the Department of Veteran's Affairs, the Veteran's Cemetery Board and the Veteran's Care Center Board of Trustees.
 - ***Adjust NGF Appropriation to Reflect Cemetery Revenues.*** Proposes a technical amendment reducing the agency's NGF by \$800,000 each year to more accurately reflect plot and burial reimbursements from the federal Department of Veteran's Affairs. The number of burials performed at the Cemetery has not kept pace with initial projections.
 - ***October Reductions.*** Reduces appropriations by \$192,773 GF and \$9,300 NGF the first year \$257,363 GF and \$9,300 NGF the second year, representing reductions of 8.0 percent in FY 2003 and 10.4 percent in FY 2004. The majority of savings come from the elimination of five positions and 10 layoffs. Also proposed is a 10-day furlough for all employees in FY 2003, and a number of administrative savings.

- **State Board of Elections**
 - ***October Reductions.*** Reduces appropriations by \$337,149 GF the first year and \$308,513 GF the second year, representing reductions of about 8 percent each year.

- **Virginia Public Broadcasting Board**
 - ***Transfer Board Responsibilities to Secretary of Administration.*** Transfers the responsibilities of the VPBB to the Secretary of Administration effective July 1, 2003. The transfer does not impact funding for public broadcasting.
 - ***October Reductions.*** Reduces appropriations by \$1.1 million GF each year, representing reductions of 14.7 percent. The reductions are generated by reducing funding for contracts for K-12 instructional television, and community service grants for public television and public radio by 15 percent. Radio reading services for the blind were not impacted.

- **Virginia Veterans Care Center Board of Trustees**
 - ***Increase NGF Appropriation to Reflect Public Management.*** Adjusts the NGF appropriation supporting the Veterans Care Center's operations to reflect the transfer of responsibilities for the center from a private management company to the state. This results in an increase of \$11.6 million NGF each year and 230 NGF positions.
 - ***October Reductions.*** Reduces appropriations by \$34,383 NGF the first year and \$35,141 NGF the second year, representing reductions of 15 percent. The reductions are achieved by eliminating a vacant admissions position.

Commerce and Trade

The amendments approved by the General Assembly for Commerce and Trade agencies result in a net reduction of \$39.0 million GF and \$2.7 million NGF for the biennium. About 62.0 FTE positions are eliminated.

Spending amendments fall into one of two categories – new spending or restorations. There are three new spending amendments. Two amendments totaling \$247,378 GF are approved for the Department of Labor and Industry to respond to federal OSHA requirements and to relocate the agency's Richmond regional office from Main Street Station. The General Assembly also approved a \$500,000 GF amendment for the Virginia Tourism Authority to boost its advertising efforts.

For nongeneral funds, the General Assembly endorsed the Governor's recommendation to increase fees totaling some \$1.5 million for the Department of Agriculture and Consumer Services and the Department of Mines, Minerals and Energy.

In addition to these spending amounts, \$1.5 million GF is in Central Appropriations to pay indemnity to contract poultry growers and independent egg producers for losses associated with the avian influenza outbreak earlier this year.

Concerning restoration spending, General Assembly amendments totaling \$2.1 million provide funds for the Departments of Agriculture and Consumer Services, Housing and Community Development, and the Virginia Tourism Authority.

Most of the reductions are tied to the Governor's October Plan -- \$23.1 million GF and \$4.6 million NGF. Other major reductions include \$5.0 million from the Virginia Economic Development Partnership for the Virginia Advanced Shipbuilding and Carrier Integration Center; \$2.4 million from the Department of Mines, Minerals and Energy for the Solar Photovoltaic Manufacturing Incentive Grant Program; and \$500,000 from the Department of Business Assistance remaining from the department's transfer of the Small Business Development Centers to George Mason University.

There is also a \$500,000 reduction in Central Appropriations representing the savings from a consolidation of economic development agencies.

In addition, the proposal to sell the state's portfolio of outstanding loans and other assets comprising the Virginia Housing Partnership Revolving Loan

Fund to the Virginia Housing Development Authority was approved. The one-time revenue item will garner \$40.8 million for the general fund in FY 2003.

- **Secretary of Commerce and Trade**

- ***Economic Development Agency Consolidation.*** Language in the Economic Contingency portion of Central Appropriations directs the Secretary to prepare an agency reorganization plan to consolidate the Departments of Business Assistance and Minority Business Enterprise, the A.L. Philpott Manufacturing Extension Partnership, and the Virginia-Israel Advisory Board into a single agency. The Secretary is to submit the plan by December 22, 2003. The budget assumes the consolidation will result in a \$500,000 savings.

- **Department of Agriculture and Consumer Services**

- ***Meat and Poultry Inspections.*** Restores funding of \$31,396 GF the first year and \$1.0 GF million and 49.0 FTE positions the second year to preserve the state inspection program. The department inspects some 33 meat plants under the Federal-State Cooperative Inspection Program, 99 custom-exempt and some 26 additional plants under state law.
- ***October Reductions.*** Reduces spending in the first year by \$2.8 million and \$1.5 million the second year. Most of the reduction strategies supplant general fund dollars with nongeneral fund revenues; reduce or eliminate operating support, travel, and equipment purchases; or reduce client services.
- ***Weights & Measure Inspection Fee.*** Adopts a \$9 fee, which is a 10 percent reduction from the fee proposed in the introduced budget bill, beginning in FY 2004 on all businesses and governmental entities falling under Virginia's weights and measures regulations for each device subject to inspection. There is a general fund savings of \$650,000 and a nongeneral fund increase equal to the reduction. Budget language requires the agency to report to the General Assembly on the department's efforts to implement the fee program.
- ***Milk Commission.*** Includes \$755,801 NGF and 10.00 FTE positions the second year from the Milk Commission. The transfer of duties and appropriations is a recommendation of the Commission on Efficiency and Effectiveness. Budget language calls for the

Secretary of Commerce and Trade to approve a consolidation plan for submittal to the House Appropriations and Senate Finance Committees. The language also clarifies legislative intent concerning proposed legislation in the 2004 Session to make permanent the consolidation.

- ***Coyote Control Program.*** Restores general fund support of \$35,000 for the program in the second year. The restored funds will leverage federal dollars.

- **Department of Business Assistance**

- ***Industrial Training.*** Reduces general fund support for this activity by \$1.3 million each year, leaving \$7.7 million each year.
- ***Small Business Development Center Program.*** Reduces general fund assistance for the state network of 30 small business assistance centers by \$422,000 the first year and by \$1.1 million NGF. In the second year, the reductions are \$1.1 million GF and \$2.2 million NGF. The department will lay off four employees. George Mason University has assumed the responsibility for the program with the federal Small Business Administration.
- ***Incubator Grant Program.*** Reduces the second year general fund appropriation by \$150,000, leaving \$410,000 for the program.
- ***Virginia-Israel Advisory Board.*** Provides \$148,700 GF the second year to continue the Board's marketing and development activities.
- ***Workforce Retraining Fund.*** Budget language authorizes the deposit of unexpended balances from the worker training program to the Workforce Retraining Fund to carry out the purposes of Senate Bill 695 (2003 Session).

- **Department of Housing and Community Development**

- ***Homeless Programs.*** Reduces assistance for the Homeless Intervention Program and the Homeless Shelter Expansion Program by \$784,900 GF the first year. In the second year, General Assembly actions reduce the proposed cut of \$625,900 GF to \$125,900 GF.
- ***Industrial Site Development Program.*** Eliminates the \$1.7 million GF program in the second year.

- **Regional Workforce Services.** Eliminates funding for workforce grants to regional partnerships saving \$2.0 million GF each year.
- **Commission on Local Government.** Includes \$398,399 GF and 3.00 FTE positions the second year from the Commission on Local Government. The transfer of duties and appropriations is a recommendation of the Commission on Efficiency and Effectiveness. The consolidation saves \$183,774 and three positions. Budget language elsewhere in the budget continues the Commission on Local Government as a commission within the Department of Housing and Community Development.
- **Virginia Housing Partnership Revolving Loan Fund.** Authorizes the sale of the Fund’s assets to the Virginia Housing Development Authority (VHDA) for \$40.8 million with the proceeds designated for transfer to the general fund. The estimated price is less than half of the portfolio’s book value, and is based on VHDA analysis. Budget language requires a third-party to review the underwriting of the portfolio and the Secretary of Commerce and Trade to provide the General Assembly an opportunity to review the sale agreement between VHDA and the department prior to implementation. The fund assists low-income families by providing affordable mortgages for both single-family and multi-family housing.
- **October Reductions.** Reduces spending in the first year by \$1.0 million GF, and second year spending by \$712,466 GF and 4.00 FTE positions. Most of the savings are attributed to a reduction in grants to such programs as the Virginia Enterprise Initiative (\$550,000), Planning District Commissions (\$350,000), and the Indoor Plumbing and Rehabilitation Program (\$300,000).
- **Virginia Enterprise Initiative Program.** Reduces general fund spending for the program by \$500,000 in the second year, leaving \$500,000 for VEI activities.
- **Department of Forestry**
 - **Reforestation of Timberlands.** Eliminates the general fund support for the program in the second year to save \$490,000.
 - **October Reductions.** Reduces spending in the first year by \$804,555 GF and by \$8,465 NGF and by \$1,416,640 GF and \$173,759 NGF and 17.62 FTE positions in the second year. Most of the savings are in

the areas of personnel, training, and lease/purchase of fire suppression equipment.

- **Virginia Economic Development Partnership**
 - **Marketing Missions and Industry Shows.** Reduces general fund support for trade shows and events by \$235,860 each year. VEDP would not participate in 14 of the 70 planned business development shows and events and two of the 17 planned international trade shows and events.
 - **Staffing Level.** Reduces general fund support by \$307,398 the first year, and \$992,362 the second year, eliminating 5 vacant positions, laying off 7 professionals, 4 support positions, and 1 part-time classified position. None of the professional positions are project managers.
 - **October Reductions.** Reduces the general fund appropriation by \$692,518 the first year and \$681,388 the second year. The savings are based on reductions to program activities affecting marketing, communications, travel, and training.
 - **Virginia Advanced Shipbuilding and Carrier Integration Center (VASCIC).** Eliminates the second year appropriation of \$5.0 million GF. The state provided \$58.0 million GF to construct the Center.
- **Department of Labor and Industry**
 - **Federal OSHA Standards.** Provides \$114,908 GF and \$114,908 NGF and 5.00 FTE positions the second year to fully fund the state's mandated share of support for positions to monitor compliance with federal health and safety program benchmark standards.
 - **Richmond Regional Office.** Increases second year spending by \$132,470 GF and \$471,330 NGF to relocate the department's staff from the Main Street Station facility.
 - **Civil Penalties.** Adopts budget language to override the *Code* to permit the agency to retain up to \$107,000 in civil penalties assessed to enforce regulations. The moneys are to match federal grants for the voluntary compliance program.
 - **October Reductions.** Reduces the general fund by \$532,224 GF and \$18,868 NGF the first year and \$843,259 GF and \$21,357 NGF and 13.00 FTE positions in the second year. Most of the savings are

related to turnover/vacancy, supplanting of general funds with federal dollars, and reductions in operating costs.

- **Department of Minority Business Enterprise**
 - ***Assessment of Minority Businesses.*** Includes budget language directing the department along with the Departments of General Services and Transportation and the VEC to analyze the availability of minority business enterprises in Virginia and the utilization of these businesses by the public and private sectors in the acquisition of goods and services. Authorizes the department to solicit funds to pay for the analysis and the Department of Planning and Budget to establish a nongeneral fund appropriation for such revenues.

- **Virginia Tourism Authority**
 - ***Cooperative Advertising Program.*** Reduces the general fund appropriation by \$1.2 million the first year, and eliminates spending in the second year to save \$3.2 million.

 - ***Tourism Marketing.*** Eliminates the authority’s tourism development division, which provides technical services to regions and localities for tourism attractions and events. General fund savings are \$49,800 the first year and \$485,842 the second year.

 - ***Tourism Advertising.*** Provides \$500,000 GF the second year to support the authority’s core advertising program.

 - ***Special Allocations.*** Restores general fund support of \$150,000 the second year for the Tredegar National Civil War Center; \$200,000 the second year for the “See Virginia First” campaign operated by the Virginia Association of Broadcasters; and \$50,000 the second year for the African-American Heritage Trails. Also provides \$93,500 GF the second year for the Outdoor Advertising Association of Virginia for the “See Virginia First” campaign. Budget language requires the Association to match the state dollars at a ratio of at least 2 nonstate dollars for every state dollar of support.

 - ***October Reductions.*** Reduces spending in the first year by \$158,311 GF and \$239,305 GF the second year. The savings are from reducing or eliminating contractual services; moving the Washington, D.C. office to a less-expensive Northern Virginia

location; and eliminating the vacant director of marketing and promotion position.

- **Department of Mines, Minerals and Energy**
 - ***Solar Photovoltaic Manufacturing Incentive Grant Program.*** Reduces the second year general fund appropriation by \$2.4 million. Budget language authorizes the use of carry forward balances to meet any program costs in fiscal year 2004. The October Reductions reduced the program by an additional \$405,000 GF the second year.
 - ***Permit and License Fees.*** Includes \$835,859 NGF the second year for fee increases related to coal mining permits; gas and oil, and mineral mining permit, license, and board petition fees; and coal license and training fees. A corresponding general fund reduction of \$835,859 was also adopted.
 - ***October Reductions.*** Reduces spending in the first year by \$260,263 GF and \$765,582 GF and 7.00 FTE positions the second year. Most of the savings are tied to personnel actions and the supplanting of general fund dollars.

Public Education

The approved FY 2002-04 budget for Direct Aid to Public Education results in a net increase of \$25.5 million GF and \$168.6 million NGF for the biennium when compared to the original appropriation in Chapter 899. This total reflects new general fund spending of \$115.5 million offset by \$90.0 million in general fund reductions. Additional Literary Fund revenue in the amount of \$54.9 million supplants general funds for a portion of teacher retirement and Social Security payments. Increased appropriation authority is included for anticipated federal funding of \$113.3 million NGF, and an additional \$0.5 million from the Literary Fund is included as a technical adjustment for technology equipment debt service.

Adopted increases include technical adjustments of \$44.6 million GF to return the local share of increased lottery proceeds; \$31.7 million GF to update the Standards of Quality incentive and categorical accounts for updated enrollment and participation projections; and, a net \$7.2 million GF from the effects of changing the distribution of sales tax consistent with the results of the 2002 Triennial Census. Also included is \$27.5 million GF as the state share of a 2.25 percent teacher salary increase effective January 1, 2004.

In addition to the transfer of \$54.9 million from the Literary Fund, a number of funding reductions are adopted. Savings of \$6.8 million come from the elimination of the Technology Assistants and School Health Incentive programs. Savings of \$1.1 million GF are from the elimination of general funds for migrant education and the Western Virginia Public Education Consortium and from general fund reductions to other similar small special programs such as Project Discovery and the Southside and Southwest education consortia. The remaining reductions are technical updates, including: a net \$13.5 million GF to reflect lower sales tax revenues from those assumed in Chapter 899; \$6.4 million GF for updated participation in other incentive and categorical accounts; and \$3.1 million GF due to updated inflation factors.

Also included is a new Student Achievement Block Grant. Funding from the Dropout Prevention Program is redirected to the new block grant. School divisions can choose to use the grant for any of the following existing programs: K-3 Reduced Class Size, Early Reading Intervention, At-Risk Four-Year-Olds, SOL Remediation, and Dropout Prevention.

The approved budget includes a net decrease of \$6.2 million GF for the Department of Education. Reductions of \$8.8 million include \$2.0 million GF in the state's assessment program, including a delay in the full implementation of web-based SOL testing and the elimination of the Stanford 9. A total of 32.0 GF

FTEs were eliminated, including 6.0 from the closure of the two remaining Best Practice Centers, while 25.0 new federal funded FTEs were added, for a net loss of 7.0 FTEs within the department. General fund increases in the Department total \$2.6 million, from a net increase of \$1.9 million to fund the administration of separate history SOL tests and \$769,483 to replace federal funding currently being used to support the PASS initiative.

The adopted budget includes a reduction of \$1.0 million GF for the School for the Deaf, Blind and Multi-Disabled in Hampton and a reduction of \$685,123 GF for the School for the Deaf and Blind in Staunton. The reduction for the Staunton school is offset by a \$470,000 GF increase to pay for a temporary boiler to heat the school. Language is included establishing a task force that will develop a plan to consolidate services for those children currently served by the two schools.

- **Secretary of Education**

- **October Reductions.** The budget adopts the October reduction of \$35,718 and 1.0 FTE the first year and \$47,771 and 1.0 FTE the second year from eliminating a vacant position.

- **Department of Education**

- **October Reductions.** Reduces funding by \$5.9 million GF and 21.0 FTE as detailed below.
 - **Web-based Standards of Learning (SOL) Testing.** Reduces funding by \$1.4 million GF in FY 2004 by anticipating less utilization of on-line SOL tests, leaving \$3.6 million GF to meet the demands of high schools ready for this testing. To be eligible for funding under the initiative, school divisions were required to make a commitment to be capable of administering web-enabled SOL tests in each high school by May 1, 2003. According to the Department, not all school divisions will be ready nor want to proceed with web-based end-of-course testing by FY 2004.
 - **Best Practice Centers.** Reduces funding by \$720,000 GF and 6.0 FTE in the second year by closing the two remaining (of the original eight) Best Practice Centers in Southside and Southwest Virginia effective February 1, 2003.
 - **Teacher Licensure Fees.** Uses special fund balances of \$296,100 the first year and \$307,308 the second year

generated from teacher licensure fees. Although the activity is currently self-sufficient through fees, the reversion could result in a future fee increase.

- **Other Reductions.** Eliminates 15 other positions (resulting in one layoff), reduces discretionary costs, and captures various balances, including in federal funds.
- **Additional Targeted Position Reductions.** Eliminates 11.0 GF FTE that, when added to the October reductions, will result in a total reduction of 32.0 GF FTE. Federally funded positions increase by 25, which include nine positions for the Reading First grant and six positions for the Teacher Quality grant. These actions together result in a net loss of 7.0 FTE.
- **Governor's Partnership for Achieving Successful Schools (PASS) Initiative.** Increases general fund support for the Governor's PASS initiative by \$769,483 to replace federal funds previously used as partial funding for the program. Funds are used for academic reviews and technical assistance to the state's lowest academically performing schools. This action results in a shift in the balance between state and federal funding for the program from 45 percent state and 55 percent federal in FY 2003 to 70 percent state and 30 percent federal in FY 2004.
- **Model Curricula Training.** Eliminates \$75,000 GF for model curricula training in FY 2004. The first year funding for this purpose was reduced through the October actions.
- **Testing Programs.** In addition to the October reduction to the web-based testing initiative, there are several other actions related to the state's assessment program.
 - **Administration of Separate SOL History Tests.** The introduced budget reduced funding by \$977,985 GF in FY 2004. The General Assembly restored \$2.8 million GF in order to allow the administration of separate grades six through eight history testing in FY 2005.
 - **Stanford 9 Assessment.** Reduces funding by \$583,273 GF in FY 2004 by eliminating state funding for the Stanford 9 test (also known as the Virginia Assessment Program), currently given in grades four, six, and nine and the basis for Standards of Quality Remediation funding. The Stanford 9 is

a norm-referenced test, meaning that student performance can be compared against student performance across the country. Virginia also participates in the National Assessment of Educational Progress (NAEP), also a norm-referenced test, which will be required of all states by the federal No Child Left Behind Act.

- **Balances in State-Provided Algebra Readiness Diagnostic Test.** Reduces funding by \$175,000 GF in each year by capturing anticipated cash balances, primarily from a reduction in the contract price for algebra readiness diagnostic testing.
- **Late SOL Test Submissions.** Reduces funding by \$150,000 GF in each year by ending the practice of the state paying the processing fees for late test submissions by school divisions.
- **Balances in National Certification Bonuses.** Reduces funding by \$160,000 GF in FY 2003 and \$297,500 GF in FY 2004 due to lower participation than had been projected (116 teachers receiving the initial bonus of \$5,000 and 115 receiving the continuation bonus of \$2,500 in FY 2003; 143 teachers receiving the initial bonus and 266 receiving the continuation bonus in FY 2004).
- **Technical Support.** Reduces funding by \$35,000 GF in FY 2004 by reducing technical support provided to school divisions and not-for-profit organizations operating At-Risk Four-Year-Olds Programs.
- **Superintendent's Office and Executive Management Costs.** Reduces second year funding by \$50,000 GF in the state superintendent's office and \$100,000 GF in the Department's budget for executive management activities.
- **Conference and Publication Revenues.** Increases NGF revenues by \$100,000 in FY 2004 in anticipation of higher projected revenues for conferences and publications.
- **Federal Funds.** Increases NGF revenues by \$24.4 million in FY 2004 reflecting \$8.2 million in continued State Assessment grants, \$4.5 million in Teacher Quality grants, \$3.8 million in Reading First grants, \$2.0 million in continued Teacher/Principal training grants, \$2.0 million in increased Special Education grants, \$2.0 million in various other No Child Left Behind grants, \$979,085 in new

Community Service grants, \$550,000 in continued Technology grants, and \$460,000 in new 21st Century Community Learning Center grants.

- **Language Amendments.** Includes the following language amendments:
 - Creates a task force to develop a plan for consolidating services for the deaf and/or blind and multi-disabled students served by Virginia's two schools for the deaf and blind.
 - Specifies that caseload standards for speech-language pathologists be included in the Board of Education's review of the SOQ.
 - Restores certain SOL remediation accountability provisions.
- **Direct Aid to Public Education**
 - **Teacher Salary Increase.** Includes \$27.5 million GF in the second year as the state share of a 2.25 percent teacher salary increase, effective January 1, 2004.
 - **Technical Changes to Funding.** Includes technical adjustments, which result in a net increase of \$60.8 million GF over the biennium for Direct Aid to Public Education.
 - **Revised Lottery Proceeds.** Increases the local share of Lottery proceeds by \$28.3 million GF the first year and \$16.3 million GF the second year. The first year increase reflects actual proceeds that exceeded the original estimate by \$38.2 million for FY 2002 and a revised estimate for FY 2003 that is \$33.6 million above the amount estimated in Chapter 899. The revised FY 2004 estimate is \$41.3 million above the estimate in Chapter 899. Also contributing to the higher estimate of proceeds is a 10 percent reduction the first year and a 15 percent reduction the second year in the Lottery Department's administrative budget (see Independent Agencies).
 - **Projected Enrollment and Test Scores.** Increases funding for Direct Aid by \$9.1 million GF the first year and \$22.6 million the second year to reflect updated estimates of student enrollment projections based on the March 31, 2002 Average Daily Membership and the September 30, 2002 Fall Membership child counts. It is estimated that 3,459 more students than had been projected in Chapter 899

will be enrolled in Virginia's public schools in FY 2003, and that 6,904 more students than projected will be enrolled in FY 2004. It is now estimated that 1.2 million students will attend public schools in FY 2004.

The updated enrollment changes funding for the majority of accounts in Direct Aid, including: Basic Aid, Textbooks, Vocational Education, Gifted Education, Special Education, Remedial Education, Retirement, Social Security, and Enrollment Loss.

Embedded in these numbers is a reduction of \$2.7 million GF the first year and \$2.4 million GF the second year for the Early Reading Intervention Program, reflecting lower Fall Membership student counts in the early grades and a shift from using free lunch eligibility to actual test score data for the program's funding formula. (Additional nonparticipation in the program is included in updated participation numbers, see below.)

- **Triennial Census.** Provides funding to cover the increased state share of public education costs from the use of the latest triennial census to distribute the one-cent of sales tax returned for public education – an increase of \$2.3 million GF the first year and \$4.9 million GF the second year. Allocations to school divisions will vary depending on how their change in census compares to the statewide average change in census.
- **Sales Tax Estimate and Basic Aid Off-Set.** Decreases funding for Direct Aid from the one-cent of sales tax that is returned for public education, due to a downward revision of the sales tax estimate from that contained in Chapter 899. The projected sales tax loss of \$9.8 million GF in FY 2003 and \$20.7 million GF in FY 2004 will be partially offset by an increase in required state Basic Aid funding, for a net reduction to school divisions of \$4.3 million GF the first year and \$9.2 million GF the second year.
- **Update Inflation Factors.** Decreases funding by \$1.6 million GF the first year and \$1.5 million GF the second year based on inflation factors through the second quarter of 2002.
- **Update for Participation.** Decreases funding by \$3.1 million GF the first year and \$685,348 GF the second year based on actual participation in the current year, and projected participation in the second year, for certain incentive and categorical programs, including: At-Risk Four-Year-Olds, K-3 Reduced Class Size,

Remedial Summer School, Governor’s Schools, Algebra Readiness and Alternative Education.

In addition, decreases funding by \$1.6 million GF the first year and \$619,080 GF the second year in Special Education Categorical Accounts based on revised participation rates and tuition costs for these programs which include: state-operated special education programs, homebound programs, and tuition for regional programs, including juvenile detention homes.

- Diversion of Additional Literary Fund Revenues. Supplants \$22.1 million GF the first year and \$32.8 million GF the second year by paying an additional portion of Teacher Retirement and Social Security costs with Literary Fund revenues, increasing the biennial amount used for this purpose from the Literary Fund to \$231.3 million.

Literary Fund Sources and Uses – 2003 and 2004		
(\$ in millions)		
	<u>FY 2003</u>	<u>FY 2004</u>
Projected Available Funds	\$178.7	\$183.5
Proposed Uses		
Teacher Ret./Soc. Security	\$112.8	\$118.5
Interest Rate Subsidy	5.0	10.0
Technology Debt Service	51.8	55.0
School Construction Loans	0.0	0.0
Total Uses	\$169.6	\$183.5
Ending Balance	\$9.1	\$0.0

The adopted budget increases revenues to the Literary Fund. In the first year, additional revenue comes from a FY 2002 balance in the Literary Fund and a one-time adjustment to account for the unused portion of already released loans. In the second year, \$2.75 million in additional revenue comes from the passage of legislation increasing speeding penalties and related fines by the 2003 General Assembly, and a one-time increase of \$20.0 million from the

passage of legislation allowing the earlier recovery of unclaimed stock from demutualized insurance companies.

The adopted budget sets aside \$10.0 million in Literary Funds for an interest rate subsidy program. As of November 2002, there were 41 projects totaling \$170.3 million on the Literary Fund First Priority Waiting List. The \$10.0 million in the interest rate subsidy program – if current interest rates hold – should fund \$100.0 million in wait-listed projects.

- ***Student Achievement Block Grant.*** Redirects \$10.1 million GF the second year from the Dropout Prevention Program into a new block grant. School divisions can choose to use the grant for any of the following existing programs: K-3 Reduced Class Size, Early Reading Intervention, Dropout Prevention, At-Risk Four-Year-Olds (including children currently served using federal Title I funding), and SOL Remediation.
- ***Eliminate Technology Assistants and School Health Incentive Payments and Redirect to Compensation.*** Saves \$6.8 million GF the second year from the elimination of the Technology Assistants and School Health Incentive Payments Programs. The funding is redirected to the teacher salary increase in the second year.
- ***Reductions to Smaller Special Programs.*** Proposes savings of \$0.3 million GF the first year and \$0.9 million GF the second year by: eliminating state funding for the Western Virginia Public Education Consortium and for Migrant Education programs; and by applying reductions to the following programs: Project Discovery, the Southwest Education Consortium, the Southside Regional Technology Consortium, the William King Arts Center, and the Virginia Career Education Foundation.
- ***Change Enrollment Cap for Governor's Schools.*** Increases the cap on enrollment for state funding of Governor's School from the current 1,275 students to 1,300 students. The only school immediately impacted by the change would be the Thomas Jefferson Governor's School in Fairfax, which would receive an additional \$21,171 GF in FY 2004.
- ***Anticipated Federal Funding Increases.*** Increases funding by \$113.3 million NGF the second year in Direct Aid in additional appropriation authority anticipating the following changes in federal funding:

- Provides \$50.2 million for teacher and principal training and recruitment under Title II-A.
- Adds \$18.0 million NGF for additional federal Special Education funding.
- Provides \$15.1 million NGF in the second year for Reading First Grants.
- Adds \$10.1 million NGF in the second year for technology grants.
- Appropriates \$8.8 million NGF for a new federal grant award under Title IV-B 21st Century Community Learning Centers.
- Adds \$5.1 million NGF in the second year for Limited English Proficiency grants under Title III of the No Child Left Behind Act.
- Provides \$5.0 million NGF the second year in additional spending authority for the school food program, reflecting increases in federal reimbursement rates under the program.
- Increases funding by \$1.0 million NGF to reflect Virginia's award of a Teacher Quality Enhancement Grant.
- **Language Amendments.** Includes the following language amendments:
 - Requires that Norton City and Highland County public schools enter into cost-sharing arrangements with other school divisions as a condition of receiving small school division grants.
 - Removes the provision currently allowing Standards of Learning (SOL) Remediation funding to be block granted with the Standards of Quality remediation funding school divisions receive, thereby restoring reporting requirements on the SOL Remediation funding.
 - Moves the Superintendent of Public Instruction's reporting deadline for the K-3 Reduced Class Size Program from December 1st to prior to the beginning of each General Assembly Session.

- **Virginia School for the Deaf, Blind and Multi-Disabled at Hampton**
 - **October Reductions.** Adopts October funding reductions of \$400,438 GF the first year and \$399,884 GF the second year and a total of 1.0 FTE in the biennium. The school will provide therapy services, transportation, electrical and plumbing, and grounds maintenance using full-time staff instead of through contractual and wage employees. The school will also reduce monthly telephone charges.

- **Virginia School for the Deaf and Blind at Staunton**
 - **October Reductions.** Adopts October reductions of \$242,949 GF the first year and \$248,832 GF the second year and a total of 3.0 FTE in the biennium. The school will eliminate one faculty position, one support maintenance position, and several wage positions to achieve the savings. In addition, travel and other non-personal services costs will be reduced, and the agency will increase revenue by \$53,000 NGF the first year and \$18,000 NGF the second year by increasing enrollment and renting unused space to a college.
 - **Heat and Hot Water for School.** Adds \$35,000 GF the first year and \$435,000 GF the second year to provide heat and hot water for the school until a capital project to install boilers is completed. The heat and hot water for the school was previously supplied by the Staunton Correctional Center, which was closed in early December of 2002.

A listing, by locality, of estimated funding for FY 2003 Direct Aid to Public Education is included as Appendix A and estimated funding for FY 2004 Direct Aid to Public Education is included as Appendix B.

Higher Education

The amended higher education budget adopted for the 2002-04 biennium includes \$10.2 million GF in new spending items or restorations and \$289.6 million GF in reductions to higher education institutions and agencies. The net biennial change from the original appropriation is \$279.4 million GF, a decrease of 9.6 percent.

Over half of the \$10.2 million in increased general fund support, or about \$5.2 million GF, is provided to offset a portion the Governor's proposed reductions, including: \$2.5 million for Tuition Assistance Grants (TAG); \$1.1 million for cooperative extension services; \$686,242 for unique military activities at Virginia Tech and Mary Baldwin College; \$546,986 for the Virginia Women's Institute for Leadership (VWIL); and \$400,000 for the State Council of Higher Education (SCHEV) and its programs. In addition, \$1.5 million is provided to cover additional costs associated with the operation and maintenance of higher education facilities.

Not reflected in the higher education budget is an additional \$7.9 million GF provided for a 2.25 percent salary increase for full- and part-time faculty in FY 2004 and \$4.5 million GF provided to supplement student financial aid in FY 2004. Both of these items are included in central accounts.

Of the funding in higher education, \$239.1 million or approximately 85 percent is attributed to reductions to colleges and universities' base Educational and General (E&G) budgets announced by the Governor in October 2002. Other institutional reductions include \$2.3 million from research and public service centers to continue the shift from state support to nongeneral fund sources.

In addition, another \$45.4 million GF reflects reductions for affiliated higher education agencies such as Cooperative Extension, including \$8.4 million for the distribution of the seven and eight percent reductions included in Chapter 899 central accounts.

Additional reductions not reflected in the higher education budget are \$2.0 million for student financial aid in FY 2003 announced by the Governor in October 2002 and \$1.3 million in savings from uncommitted balances in the Commonwealth Technology Research Fund in FY 2004. Both of these items are included in central accounts. As noted above, the FY 2003 reduction in financial aid is offset by a additional \$4.5 million GF in FY 2004.

A summary of the major general fund spending and reduction items in higher education is provided in the table below:

Major General Fund Adjustments

Increases:	<u>\$ in million</u>
Partial Restoration of TAG	\$2.5
Facility Operations and Maintenance	1.5
Partial Restoration of Cooperative Extension	1.1
Restore Unique Military Activities	0.7
Restore VWIL	0.5
Partial Restoration of SCHEV Staffing	0.4
Decreases:	<u>\$ in million</u>
E&G Reductions at Colleges and Universities	(\$239.5)
Cooperative Extension Services	(13.3)
Tuition Assistance Grants	(11.7)
Budget Reductions at Affiliated Higher Education Agencies	(9.1)
Phase-out Research and Special Purpose Centers	(2.3)
Eminent Scholars	(1.9)

In addition to funding adjustments, the General Assembly took several policy actions, including modifying tuition and fee policies and expanding the state's higher education decentralization initiatives as described below:

- Tuition Policy.** Revises the tuition policy for the 2003-04 academic year by limiting increases in tuition and mandatory educational and general (E&G) fees for in-state, undergraduate students. The revised policy allows institutions to annualize mid-year increases implemented for the Spring 2003 semester and places a five percent cap on additional tuition increases for the upcoming 2003-04 academic year. Institutions can raise tuition levels above the capped rate only to support the nongeneral fund share of salary and fringe benefit increases provided in the budget. In addition, language allows the Governor to provide an exemption from

this cap in the event a revised revenue forecast requires additional general fund reductions at the institutions of higher education.

- **Other Student Fees.** Modifies the current policy for student fees used to support non-academic programs and establishes a new fee for out-of-state students to support the capital costs associated with their education.
 - **Mandatory non-E&G Fees.** Provides institutions with additional flexibility in setting mandatory non-E&G fees by raising the existing cap from the consumer price index (CPI) to five percent and by exempting student health fees from the cap. Mandatory non-E&G fees are used to support non-academic programs, such as recreational activities, athletics, and campus transportation.
 - **Out-of-State Capital Fee.** Institutes a fee for out-of-state students – \$50 per year for full-time students at a four-year institution and \$45 per year for full-time students at a two-year institution. The fee is expected to generate \$2 million a year to offset a portion of the debt service on projects financed through the Virginia College Building Authority.
- **Decentralization.** Provides increased flexibility aimed at streamlining day-to-day campus operations in areas such as human resource management, capital outlay, and purchasing and procurement. Language amendments also increase accountability for institutions participating in the decentralization pilot programs in these areas.
- **Student Financial Assistance.** Provides an additional \$4.5 million GF the second year in the central accounts for student financial assistance. The additional funding is provided to maintain the current percent of “remaining financial aid need” that is met by the institutions of higher education.
- **Tuition Assistance Grant Program.** Provides \$2.5 million GF to offset a portion of the reductions proposed by the Governor in the budget as introduced. In October 2002, the Governor announced plans to reduce funding for the Tuition Assistance Grant programs by an additional \$5.8 million GF in each year. For FY 2003, these reductions resulted in the maximum award amounts for undergraduate students dropping from \$2,625 to about \$2,215 and the maximum award amounts for graduate students decreasing from \$2,000 to \$1,700. The additional reductions proposed by the Governor would have required the award levels to drop even further in FY 2004 to an estimated \$2,075 for undergraduates and \$1,500 for graduate students. The General Assembly restored \$2.5 million

GF of the reductions proposed by the Governor to maintain FY 2004 awards at their current levels. As a result, the net reductions for the TAG program will be \$5.8 million GF in FY 2003 and \$3.3 million in FY 2004.

- **Virginia Tech Cooperative Extension.** Restores \$1.1 million GF to offset a portion of the reductions proposed by the Governor in October 2002. The Governor's reductions included \$6.6 million and 142 positions in the first year and \$6.7 million GF and an additional 6 positions in the second year. The reductions are to be generated through a combination of central administrative cuts within the agency and through a reduction in staffing levels and services at local cooperative extension and agricultural research offices. The restoration will allow the Commonwealth to maintain 21 local extension agent positions that would have otherwise been eliminated and provide for four statewide extension specialists. Taking into account the General Assembly's action, the net reduction for the agency will be \$6.6 million in FY 2003 and \$5.7 million in FY 2004.
- **Unique Military Activities.** Restores \$686,242 GF in the second year for the Virginia Corps of Cadets at Virginia Tech and Mary Baldwin College. The Governor had proposed reducing these programs by 50 percent in FY 2004.
- **Virginia Women's Institute for Leadership.** Restores \$546,986 GF the second year to the Virginia Women's Institute for Leadership program, which was proposed for elimination in the introduced budget.
- **State Council of Higher Education for Virginia (SCHEV).** Provides \$200,000 and two positions in FY 2004 for agency operations. In addition, \$200,000 GF is provided the second year to restore the Southern Regional Education Board optometry scholarship program administered by SCHEV.
- **Operation and Maintenance of Facilities.** Provides \$1.5 million GF the second year to support the additional costs of lighting, heating, cooling and maintaining new education buildings that are scheduled to open this biennium. In addition, funding is provided to continue operations of existing facilities at the Southside Virginia Higher Education Center and the Teletechnet site at Paul D. Camp Community College's Suffolk campus.

Operation and Maintenance of Facilities

	<u>FY 2004</u>
George Mason University	\$530,000
Longwood University	200,000
Old Dominion University	385,000
Va. Community College System	<u>417,000</u>
Total	\$1,532,000

- **Educational and General (E&G) Reductions at Colleges and Universities.** Adopts reductions in the introduced budget to the E&G programs of the institutions of higher education of \$100.9 million the first year and \$138.3 million the second year. These reductions result in decreases of about ten percent of the general fund appropriation for higher education in FY 2003 and almost 12 percent in FY 2004. These actions are in addition to the \$124.3 million in general fund reductions in FY 2003 and the \$166.4 million in general fund reductions in FY 2004 for higher education contained in the current Appropriation Act.

For FY 2003, institutions were able to generate approximately \$120.7 million in additional tuition revenue to offset a portion of the cumulative general fund budget reductions. As a result, average cumulative net reductions to institutions' E&G budgets are expected to be about 1.3 percent this fiscal year compared to FY 2002 appropriations prior to budget reductions. Net reductions will vary by institution, ranging from zero to 5.3 percent.

As with the FY 2003 reductions, the net impact of the budget reductions for FY 2004 will depend, in part, on the amount of tuition revenue institutions are able to generate for the upcoming year based on the revised tuition policy for in-state, undergraduate students and the boards' decisions to set rates for graduate and out-of-state students.

General Fund Reductions
Educational and General Program – Institutions of Higher Education

	<u>FY 2003</u>	<u>FY 2004</u>
Christopher Newport University	\$ 1,502,679	\$ 2,072,879
College of William and Mary	4,693,452	5,612,138
George Mason University	9,553,665	12,141,318
James Madison University	5,418,546	7,350,676
Longwood University	1,350,539	1,877,861
Mary Washington College	1,783,405	2,148,792
Norfolk State University	1,973,779	3,401,271
Old Dominion University	7,636,098	9,004,119
Radford University	2,984,514	3,797,741
Richard Bland College	304,234	465,317
University of Virginia	14,015,377	17,826,723
UVA at Wise	675,791	966,892
Virginia Commonwealth University	13,677,702	18,063,538
Va. Community College System	17,419,418	28,880,062
Virginia Military Institute	642,039	1,675,661
Virginia State University	1,618,593	2,033,773
Virginia Tech	<u>15,611,210</u>	<u>20,945,472</u>
Total	\$100,861,041	\$138,264,233

- **Research and Special Purpose Centers.** Reduces general fund support by \$2.3 million GF the second year. Continues the policy adopted in the current Appropriation Act that general fund support not continue indefinitely but that institutions seek to secure nongeneral fund support for these activities.

Special Purpose and Research Centers	
	<u>FY 2004</u>
Christopher Newport University	\$ 39,960
College of William and Mary	160,147
George Mason University	127,125
Longwood University	34,389
Old Dominion University	290,103
University of Virginia	592,750
Virginia Commonwealth University	925,759
Va. Institute of Marine Science	20,000
Virginia Tech	<u>135,125</u>
Total	\$2,325,358

- Reductions for Affiliated Higher Education Agencies.** Adopts reductions in the introduced budget of \$4.4 million GF the first year and \$4.7 million GF the second year at affiliated higher education agencies. Virginia State University Cooperative Extension and Agricultural Research Service Division was exempt from all reduction actions, in light of the recent accord with the U.S. Office of Civil Rights.

**General Fund Reductions
Related Higher Education Agencies
(Excludes Cooperative Extension)**

	<u>FY 2003</u>	<u>FY 2004</u>
Virginia Institute of Marine Science	\$1,724,029	\$1,809,838
State Council of Higher Education	1,229,990	1,432,070
Medical College of Hampton Roads	971,497	1,004,077
Southwest Va. Higher Education Center	176,134	220,351
Southeastern University Research Assoc.	109,567	113,335
Roanoke Higher Education Authority	79,168	91,425
Melchers-Monroe Memorials	<u>69,407</u>	<u>71,457</u>
Total	\$4,359,792	\$4,747,483

Other Education

- **October Reductions for Other Education Agencies.** For other education agencies, budgets will be reduced about 15 percent each year. Strategies include up to a 10-day furlough of employees at the Virginia Museum of Fine Arts and the Science Museum of Virginia and closing an additional day a week at the Virginia Museum of Fine Arts and the Library of Virginia.

October GF Reductions in Other Education Agencies		
	<u>FY 2003</u>	<u>FY 2004</u>
Library of Virginia	\$1,730,232	\$1,994,311
Virginia Museum of Fine Arts	1,073,460	1,091,893
Virginia Commission for the Arts	671,009	675,092
Science Museum of Virginia	656,864	674,946
Jamestown/Yorktown Foundation	614,442	820,203
Frontier Culture Museum	127,757	207,893
Gunston Hall	87,237	88,908
Jamestown 2007	<u>74,901</u>	<u>74,901</u>
Total	\$5,035,902	\$5,628,147

- **Library of Virginia**
 - **State Aid to Local Public Libraries.** Reduces state aid to public libraries by \$2.8 million GF each year, which represents approximately a 15 percent across-the-board reduction. This reduction is in addition to the 8 percent or \$1.6 million GF reduction in each year already in the current Appropriation Act.
- **Jamestown-Yorktown Foundation**
 - **New Visitor Building.** Provides \$350,000 GF in the second year for operating support for a new visitor’s building.

- ***License Registration Fee.*** Institutes a mandatory \$1 license registration fee to support the Jamestown 2007 Commemoration. The revenue will be used to support activities related to the 2007 Commemoration, land conservation, and the implementation of HB 1954/SB 1058, which enacts stricter penalties for illegal immigrants who falsely obtain a Virginia driver's license. The budget also includes language indicating that the fee is intended to be a temporary revenue stream and will be eliminated following the 2007 events.

- **Virginia Commission for the Arts**
 - ***Grants for the Arts.*** Reduces support by an additional \$1.1 million GF in FY 2004. The reductions represent a cumulative reduction of 28.5 percent in the agency's funding from the levels appropriated in Chapter 899.

- **Virginia Museum of Fine Arts**
 - ***Language Amendment.*** Language in the Department of Accounts requires the establishment of a special NGF budget code for the Virginia Museum of Fine Arts for donor contributions.

Finance

The adopted amendments to the 2002-2004 budget for Finance agencies results in a net reduction of \$5.9 million in FY 2003 and \$2.3 million in FY 2004. The total reflects new spending of \$24.1 million, offset by \$32.3 million in reductions for the biennium.

The major appropriation increases relate to proposed revenue-generating initiatives at the Department of Taxation, including \$11.3 million GF for enhanced compliance efforts, and \$1.0 million GF to initiate a federal debt setoff program. To implement the enhanced compliance efforts, 90.5 additional positions also are provided to the Department of Taxation. House Bill 2454 authorizes the Department of Taxation to implement a 60 to 75 day tax amnesty program during the fall of 2003. This initiative complements the enhanced compliance activities and is anticipated to generate one-time revenues of \$44.8 million for the Commonwealth. In other spending actions, \$7.6 million GF is provided to the Treasury Board to support debt service costs of bonds to be issued to supplant general fund expenditures for a number of capital projects.

Of the proposed reductions, \$9.1 million GF result from debt service savings achieved by refunding outstanding bonds and issuing debt at lower than anticipated rates. The remaining savings are obtained from targeted reductions – largely those announced in October – including \$1.0 million from the Department of Planning and Budget, \$1.3 million from the Department of Accounts, \$2.1 million from the Department of Taxation, and \$1.0 million from the Department of Treasury.

- **Secretary of Finance**
 - ***October Reductions.*** Reduces appropriations by \$34,463 GF in the first year and \$47,003 in the second year. The savings derive from operational efficiencies and require no position level reductions or layoffs.
- **Department of Accounts**
 - ***Aid to Localities.*** Provides for a net reduction of \$4.3 million GF the first year and \$8.3 million GF the second year in payments to localities from Alcoholic Beverage Control profits and wine taxes. The reduction reflects an increase in Part 3 transfers from the ABC Enterprise Fund to the general fund for expenses incurred for care, treatment, study and rehabilitation of alcoholics.

- ***Use Criminal Injuries Compensation Fund for Line of Duty Payments.*** Provides \$1.0 million NGF in the first year and \$2.2 million NGF in the second year from balances in the Criminal Injuries Compensation Fund to cover the payment of death and health insurance benefits under the Line of Duty Act.
- ***Creation of a Fiscal Service Center.*** Language is included creating a fiscal services center modeled after DOA’s existing payroll service bureau to manage fiscal activities for a number of small state agencies.
- ***October Reductions.*** Reduces appropriations by \$319,150 GF in the first year and \$815,442 GF in the second year. Major strategies include the elimination or reduction of certain services and programs, and the use of nongeneral fund support for other services provided.
- **Department of Planning and Budget**
 - ***October Reductions.*** Reduces appropriations by \$338,994 GF in the first year and \$622,353 GF in the second year, representing reductions of 10.0 percent in FY 2003 and 12.0 percent in FY 2004.
- **Department of Taxation**
 - ***Initiate Tax Amnesty Program.*** Includes language implementing a 60 to 75 day Tax Amnesty Program authorized in House Bill 2454. The amnesty program will occur in fall 2003 and is anticipated to generate one-time revenues of \$44.8 million.
 - ***Enhance Tax Compliance Efforts.*** Provides \$3.4 million GF in FY 2003 and \$7.9 million GF in FY 2004 to initiate an enhanced tax compliance program to accelerate the desk audit program, increase field and compliance program efforts, initiate a program to identify nonfiling partnerships and LLCs, and expand the customer service collection staff. This proposal includes authorization and funding for 90.5 new compliance positions at the Department.
 - ***Initiate Federal Debt Setoff Program.*** Provides \$976,277 GF in FY 2004 to initiate a federal debt setoff program that will improve taxpayer compliance and generate an anticipated \$2.8 million of additional revenues in FY 2004.

- **Tax Partnership Funding Transfer.** Language is included in Part 3 transferring \$21.1 million NGF in FY 2004 from the Department of Taxation’s share of the Tax Partnership revenues to the general fund.
 - **Sales Tax Compliance Cost Allocation.** Part 3 language allocates a share of the costs associated with the collection of additional sales tax through the enhanced compliance and amnesty initiatives to the Transportation Trust Fund and local share of sales tax collections.
 - **October Reductions.** Reduces appropriations by \$812,647 in the first year and \$1.3 million in the second year, representing reductions of non-exempt programs of 15 percent each year. Major savings strategies include delayed implementation of the toll-free telephone service, the closure of district offices, and elimination of extended customer service hours, the Telefile system, distribution of tax forms at libraries and toll-free phone service for tax professionals.
- **Department of the Treasury**
 - **Anderson Claims Bill.** Provides \$660,000 GF to settle the claim of Mr. Marvin Anderson as approved by Senate Bill 863 of the 2003 Session. Mr. Anderson was wrongly incarcerated from 1983 to 1997. SB 863 authorizes a cash payment to Mr. Anderson of \$200,000 by August 1, 2003 and also provides \$460,000 purchase an annuity projected to provide \$1.1 million to Mr. Anderson over his lifetime.
 - **Transfer Funding from General Liability Insurance Fund.** Includes language transferring \$8.2 million in balances from the state insurance reserve trust fund to the general fund. Sufficient reserves are maintained to pay the claims and cover the costs of the program.
 - **October Reductions.** Reduces appropriations by \$397,625 GF in the first year and \$525,186 GF in the second year, representing reductions of non-exempt programs of 15 percent each year. Savings are generated through increased reliance on nongeneral fund sources, cost recovery, position eliminations, and administrative efficiencies. An increase of \$87,500 NGF is included to reflect cost recovery activities.

- **Treasury Board**

- ***Debt Service Increase.*** Includes \$7.6 million GF the second year for debt service payments on bonds issued by the Virginia College Building Authority and the Virginia Public Building Authority, which supplant capital projects, previously authorized with general and nongeneral fund. Also provided is \$300,000 for VPBA debt service for the renovation of the Capitol.
- ***Debt Service Savings.*** Reduces appropriations by \$9.1 million GF to reflect savings generated from lower than anticipated debt service costs and the refunding of several general obligation bond issues carried out to take advantage of low interest rates.
- ***Out-of-State Student Debt Service.*** An amendment stipulates that \$2.0 million of the debt service requirements of the VCBA will be paid from a capital fee charged to out-of-state students at Virginia institutions of higher education. The amount of the charge is \$1.67 per credit at four-year institutions and \$1.50 per credit at two-year institutions.

Health and Human Resources

The adopted amendments to the 2002-04 budget for health and human resources result in a net increase of \$214.8 million for the biennium when compared to Chapter 899. Of the increase, general fund spending will rise by \$36.4 million for the biennium, the result of increases of \$241.9 million offset by \$205.5 million in reductions. Approximately ten percent of the reductions are technical adjustments, reflecting actions taken by the 2002 General Assembly.

Mandatory funding requirements are responsible for 76 percent of the additional general fund spending in human resources. Inflation in medical costs and increasing numbers of low-income families, elderly, and disabled require the addition of \$142.4 million GF for the Medicaid program. The rising cost to serve at-risk youths, entitled to care under the Comprehensive Services Act (CSA) necessitates adding \$35.7 million GF. An additional \$6.9 million GF will fund services to children who are entitled to foster care and subsidized adoptions.

A few non-mandatory, but traditionally high priority, items are included in the adopted budget. Funding for the state's two teaching hospitals is increased by \$31.5 million (\$18.4 million GF) to pay for indigent care services. An additional \$25.9 million NGF is provided from unanticipated revenues in the Family Access to Medical Insurance Security (FAMIS) trust fund and federal matching funds to fully fund anticipated growth in enrollment in the FAMIS program. Also, the adopted budget provides \$3.5 million GF and \$3.5 million NGF to serve 175 additional persons through the mental retardation waiver program. Finally, \$952,475 (\$475,000 GF) is provided to restore direct care services to Medicaid-eligible persons in state mental retardation training centers.

The adopted budget redirects \$60.2 million GF in FY 2004 from the proposed Protecting Access to Healthcare program and adds \$12.8 million to restore funding for Medicaid providers. In total, almost \$36.0 million GF and \$36.9 million NGF is provided to nursing homes, hospitals, managed care organizations, pharmacies, and durable medical equipment providers to cover increases in the cost of caring for Medicaid patients.

Adopted amendments also add \$11.7 million GF to Medicaid to fill a shortfall caused by unrealized federal revenue maximization strategies; \$8.8 million GF for increased costs of Medicaid transportation brokering services; \$3.8 million GF for involuntary mental commitments; and \$2.6 million GF for the Medicaid claims processing system.

Approximately 46 percent of the overall budget savings in health and human resources comes from reductions in mental health, mental retardation, and substance abuse services and social services (\$94.4 million GF).

- Adopted funding for the Department of Mental Health, Mental Retardation and Substance Abuse Services (DMHMRSAS) was reduced by \$52.1 million GF for the biennium. October 2002 reductions included a decrease of \$30.8 million from grants to localities to provide community-based mental health, mental retardation, and substance abuse services. The adopted budget restores \$4.3 million of this reduction to community-based services.
- Funding for the Department of Social Services (DSS) is reduced by \$42.3 million GF for the biennium. Similar to DMHRMSAS, most of the department's budget reductions occurred in October 2002. These reductions totaled \$22.5 million by (1) substituting federal dollars for state spending in community programs (\$9.4 million), (2) reducing general fund support for local administration (\$5.1 million), and (3) substituting general funds in pre-kindergarten programs in the Department of Education to match federal child care funding (\$7.9 million). The adopted budget restores \$1.1 million GF, reducing the substitution of federal funds to \$8.3 million GF in FY 2004.

An additional 36 percent of the budget savings comes from Medicaid cost containment initiatives (\$73.4 million GF). Significant budget reductions include:

- \$24.6 million GF by reducing automatic inflationary increases for indirect care in nursing facilities (\$5.4 million GF) and Medicaid and FAMIS managed care organizations (\$19.1 million GF) in FY 2004;
- \$14.6 million GF from reducing pharmacy program costs by implementing a preferred drug list; decreasing the pharmacy dispensing fee from \$4.25 to \$3.75 per prescription; increasing pharmacy co-payments from \$2.00 to \$3.00 for brand name drugs; requiring prior authorization when certain prescriptions exceed nine within a certain time period; and requiring the Department of Medical Assistance Services to work with (1) nonprofit hospitals to achieve savings by using the federal 340B drug discount program to purchase drugs and (2) physicians and pharmacists to encourage the dispensing of non-sedating, over-the-counter, antihistamines when appropriate.

- \$11.5 million GF by reducing reimbursement rates for outpatient hospital and rehabilitation services as well as capital payments, durable medical equipment, and specialized care rates for nursing home recipients.

Finally, a series of amendments is included to capture anticipated savings from information technology restructuring pursuant to House Bill 1926/Senate Bill 1247. These savings total \$7.1 million GF the second year in Health and Human Resources agencies. The details of these savings are included in the spreadsheet (Appendix C).

- **Secretary of Health and Human Resources**

- ***Transfer Office of the Inspector General.*** Transfers \$79,600 GF and \$162,469 NGF the second year to the Department of Mental Health, Mental Retardation and Substance Abuse Services (DMHMRSAS) to assume the functions of the office. Funding and one position are eliminated within the Secretary's Office, saving \$50,000 GF in FY 2004. However, the adopted budget restores the position and \$13,000 for the Office within the DMHMRSAS budget.
- ***Progress Report on the Comprehensive Services Act Improvement Plan.*** Adds language directing the Secretary to provide a progress report on the implementation of the 2002 plan for improving services and containing costs in the treatment and care of children under the Comprehensive Services Act. The progress report is to be provided to the Governor and the Chairmen of the House Appropriations and Senate Finance Committees by October 15, 2003.
- ***Report on Funding Options for Indigent Care Provided by the Academic Medical Centers.*** Adds language requiring the Secretary to report on the cost trends and funding options for indigent care provided by the Virginia Commonwealth University Health System Authority and the University of Virginia Medical Center. The Secretary is to submit the report to the Chairmen of the House Appropriations and Senate Finance Committee by September 15, 2003.
- ***Plan for the Temporary Assistance to Needy Families (TANF) Program.*** Adds language requiring the Secretary to develop a plan to bring the federal TANF block grant into structural balance in the 2004-06 biennium. Language requires the Secretary to evaluate the effectiveness of projects and programs funded with TANF moneys,

to determine how the projects or programs satisfy the purpose of TANF, and to provide quarterly updates on the development of the plan to the Chairmen of the House Appropriations and Senate Finance Committees.

- **Funding Reductions.** Reduces funding by \$65,559 GF the first year and \$143,125 GF the second year for the Secretary’s Office. Of these amounts, \$64,159 GF the second year represents reductions contained in a central account in Chapter 899 reflecting a 4 percent reduction to Health and Human Resources agencies. The remainder represents budget reduction actions taken in October by the Governor.
- **Comprehensive Services for At-Risk Youth and Families (CSA)**
 - **Increased Cost of Mandated Services.** Adds \$19.0 million GF the first year and \$16.7 million GF the second year for increased costs of serving children mandated for care under CSA. Chapter 899 provided funding for growth of about 6 percent in FY 2003 and 8 percent in FY 2004, in a program that has been growing about 11 percent in recent years.
 - **Local Administrative Funding.** Reduces general funds by \$250,000 GF in FY 2004 for local administrative support and coordination of the CSA program by maintaining spending at the FY 2003 level.
 - **Maximize Federal Funding.** Adds language directing the office to maximize federal funding by seeking Medicaid reimbursement for an additional level of residential treatment for children and adolescents and case management services that are currently supported with state dollars. It is anticipated that these savings will reduce future growth in the CSA program. These initiatives come from an interim task force chaired by the Secretary of Health and Human Resources.
 - **Improve Use of Medicaid Funding.** Adds language requiring the use of Medicaid-funded services whenever they are available for the appropriate treatment of children and youth receiving CSA services. Improved use of Medicaid funding should generate savings of \$1.0 million GF in FY 2004 in the CSA program.

- **Virginia Department for the Aging**
 - **Federal Older Americans Act Funds.** Provides \$5.2 million NGF each year from increased federal funding for aging programs provided through the Area Agencies on Aging (AAAs).
 - **Restore Funds for Public Guardianship Program.** Adds \$105,000 GF in FY 2004 to restore funds for the Virginia Public Guardian and Conservator program that were reduced during the 2002 Session. Of the amount restored, up to \$5,000 may be used for activities of the Virginia Public Guardian and Conservator Advisory Board.
 - **Transfer Funds for the Alzheimer’s Disease and Related Disorders Commission.** Transfers \$5,000 GF in FY 2004 from the Department of Mental Health, Mental Retardation and Substance Abuse Services (DMHMRSAS) to the department for the activities of the Alzheimer’s Disease and Related Disorders Commission. The authority for the Commission was transferred to the department from DMHMRSAS pursuant to legislation passed during the 2003 Session.
 - **October Reductions.** Reduces funding by \$1.8 million GF each year as a result of the October budget reduction actions. A majority of the actions reduce community grants to local Area Agencies on Aging and other community service providers by eleven percent as described below:
 - **Reductions to Elderly Programs Provided through the Area Agencies on Aging (AAAs).** Reduces \$1.4 million GF each year for elderly programs provided through the AAAs.
 - **Other Community Organization Reductions.** Reduces funding by \$103,191 GF the first year and \$105,578 GF the second year for a number of community organizations that provide special programs for the elderly, such as linking seniors with indigent pharmacy programs, companion care services, independent living services, adult day care, and respite care for individuals with Alzheimer’s disease.
 - **Respite Care Grant Reductions.** Reduces respite care grants by \$32,556 GF the first year and \$33,309 GF the second year to three community organizations that provide respite care through Virginia’s new Respite Care Grant program. In addition, \$60,301 GF each year is reduced from the

remaining grant funds, representing a 60 percent reduction in the unobligated funds.

- **Chapter 899 Central Account Actions.** Reduces funding by \$629,144 GF in the second year to reflect reductions contained in a central account in Chapter 899. This amount represents a 4 percent across-the-board reduction to the agency.
- **Department of Deaf and Hard of Hearing Services**
 - **Continue Relay Center in Norton.** Language is added authorizing the continued operation of the Relay Center in Norton. Language also requires the Center to maintain at least 105 full-time equivalent positions.
 - **Budget Reductions.** Reduces funding by \$183,628 GF in FY 2003 and \$263,194 GF in FY 2004 to reflect Chapter 899 actions within the central accounts and the October budget reductions.
- **Department of Health**
 - **Federal Grant for Bioterrorism.** Provides \$7.5 million NGF in FY 2003 and \$22.0 million NGF in FY 2004 from an anticipated federal grant for bioterrorism activities.
 - **Move to James Madison Building.** Provides \$912,609 GF in FY 2004 for the cost of moving the Health Department from the Main Street Station Train Shed to the James Madison Building no later than December 2003. The City of Richmond has purchased Main Street Station for use as a transportation hub. Language is added to allow for the reappropriation of FY 2003 agency administrative balances in the event that the move results in additional costs related to the timing of equipment lease payments, or if there is a shortfall due to unrealized information technology savings assumed in the technology restructuring initiative.
 - **Substitute Rescue Squad Assistance Fund Balance for GF Support for Med-flight Operations.** Provides \$1.0 million NGF in FY 2003 from the Rescue Squad Assistance Fund balances to replace general fund support to the State Police for med-flight operations. General fund appropriations are restored for this purpose in FY 2004 in the Department of State Police. The introduced budget reduced general funds for State Police med-flight services by \$1.0 million

each year and supplanted this funding with \$1.0 million NGF each year from the Rescue Squad Assistance Fund.

- ***Suicide Prevention Plan.*** Adds language requiring the department to lead a multi-agency effort to develop a comprehensive suicide prevention plan for the Commonwealth by June 30, 2004.

- ***October Reductions.*** The October budget actions reduced funding by \$6.1 million GF and \$1.2 million NGF and 23.0 positions in FY 2003 and \$6.5 million GF and \$174,500 NGF in FY 2004 by implementing administrative efficiencies, reducing grants to nonstate agencies, and reducing or eliminating some services as described below. The adopted budget restores \$1.3 million GF for services in FY 2004. Where funding was restored, additional detail is provided below.
 - ***Reduce Funds for Area Health Education Centers.*** The October action reduced general fund support by \$143,721 GF in FY 2003 and \$850,000 GF in FY 2004 for the Virginia Statewide Area Health Education Centers (AHECs). The adopted budget restores \$200,000 GF in FY 2004, resulting in a net reduction of \$650,000. The reductions to the AHECs represent a decrease of about 15 percent the first year and 68 percent the second year. The adopted budget also restores language directing the funding to be used for the recruitment and retention, practice support, and training of health care professionals in medically underserved areas or areas with medically underserved populations.

 - ***Restore Funds for Drinking Water State Revolving Fund.*** The October action reduced general fund support for the Drinking Water State Revolving Fund (DWSRF) by \$1.1 million GF in FY 2004. The adopted budget restores this amount. With this restoration the DWSRF has almost \$4.5 million GF and \$11.0 million in federal matching funds available for low-cost construction loans and grants for drinking water projects in FY 2004. Language is added to earmark \$600,000 in FY 2004 to plan drinking water projects in Planning Districts 1, 2 and 3, which have significant safe drinking water supply problems.

 - ***Eliminate GF for Pfiesteria Monitoring and Control.*** Eliminates \$104,330 GF each year and one position for the Health Department's waterborne hazard control activities.

Federal grant funding will enable this function to continue during the biennium. Funding for the pfiesteria research unit was added during the 1998-2000 biennium to study the effects of the pfiesteria disease on seafood.

- **15 Percent Reduction to Community Grants.** Reduces funds by 15 percent to a number of nonstate agencies that provide health care and pharmacy assistance to low-income uninsured persons or that promote health care access for medically underserved populations. This strategy saves \$480,348 GF the first year and \$644,990 GF the second year and affects the following organizations: Arlandria Health Center, Arthur Ashe Center, free clinics, rural health clinics, CHIP of Virginia, Olde Towne Medical Center, the Virginia Health Care Foundation, Women's Health Virginia, and the Chesapeake Adult Medical Clinic. Funds for the Fan Free Clinic AIDS program and the Louisa County Resource Council were reduced by 50 percent, saving an additional \$33,750 the second year.
- **Eliminate Medical Death Investigator Positions.** Eliminates \$53,405 GF the first year and \$140,597 GF the second year and 3.0 positions in the Office of the Chief Medical Examiner to investigate death scenes. Four death scene investigator positions were added during the 2000 Session to address growing caseloads.
- **Supplant and Restore GF Support for Improving EMS Services.** In FY 2003, replaces \$1.6 million GF for Emergency Medical Services (EMS) with federal Social Services Block Grant funding and reduces \$985,823 GF for EMS. The adopted budget also restores \$3.2 million GF in FY 2004 for the improvement of EMS that had been eliminated in the introduced budget.
- **Substitute Federal Grant for GF for New Epidemiologist Positions.** Reduces general fund support by \$416,000 in FY 2004 for new epidemiologist positions that have not yet been filled at the Health Department. The 2002 General Assembly added \$800,000 GF the first year and \$1.0 million GF the second year to hire 15 additional epidemiologists over the biennium, as part of the terrorism preparedness efforts. Additional federal grants received by the department for bioterrorism initiatives will be used to fill any vacant positions.

- ***Substitute TANF Funds for GF in Local Programs.*** Reduces general fund support by \$721,770 in FY 2004 and substitutes federal Temporary Assistance for Needy Families (TANF) funds for two prevention programs for low-income children and families:
 - Restores \$125,000 GF for the Comprehensive Health Investment Project (CHIP) of Virginia, leaving an overall reduction of \$321,770 GF to be supplanted by federal TANF funds. An additional \$223,385 in TANF funds are provided to compensate for any matching funds lost by CHIP due to the general fund reduction.
 - Supplants \$400,000 GF with TANF funds for teen pregnancy prevention programs.
 - ***Reduce GF Support and Substitute NGF for Physician Scholarships, Loans and Financial Incentives.*** Reduces general fund support for the physician scholarship, loan repayment and financial incentive programs administered by the Health Department by \$643,068 GF in FY 2003 and \$794,604 GF in FY 2004 and substitutes \$560,568 NGF each year from health practitioner regulatory revenue collected by the Department of Health Professions. Language is added to replace physician scholarships and other financial incentives used to attract physicians to medically underserved areas with a loan repayment program only.
 - ***Reduce TANF Funds by 15 Percent for Fatherhood Campaign.*** Reduces federal TANF funds by \$60,000 in FY 2004 for the Virginia Fatherhood Campaign as part of an overall plan to bring the TANF block grant spending into structural balance by FY 2005. TANF spending reductions are summarized in a table in the Department of Social Services section of this document.
 - ***Chapter 899 Central Account Actions.*** Reduces funding by \$1.5 million GF and 3.0 positions and increases funding by \$500,000 NGF in the second year to reflect reductions contained in a central account in Chapter 899. This represents a 4 percent across-the-board reduction to the agency in the second year adopted by the 2002 General Assembly.
- **Department of Health Professions**
 - ***Loan Repayment Programs.*** Language authorizes the department to transfer \$560,568 NGF each year from health practitioner

regulatory revenues to the Department of Health for financial incentives to encourage physicians to practice in underserved areas of the Commonwealth.

- ***Enforcement and Adjudication.*** Adds \$763,600 NGF and 11 positions to improve statewide enforcement and adjudication efforts among the Commonwealth’s licensed health professionals. Funding will be used to strengthen enforcement activities and decrease worker caseloads.

- **Department of Medical Assistance Services (DMAS)**

Forecast-related Increases

- ***Medicaid Utilization and Inflation.*** Adds \$79.4 million GF and \$76.9 million NGF in FY 2003 and \$63.1 million GF and \$33.9 million NGF in FY 2004 for inflation in Medicaid costs and for providing services to increasing numbers of low-income children, elderly and disabled persons. On average, the Medicaid forecast assumes expenditure growth of 7.6 percent each year.
- ***FAMIS Caseload Increase.*** Reduces \$4.7 million GF and adds \$15.0 million NGF in FY 2003 and reduces \$2.3 million GF and adds \$10.9 million NGF in FY 2004 by substituting FAMIS trust fund dollars for GF appropriations and increasing the amount available to match federal funds for the children’s health insurance program. The FAMIS trust fund is estimated to receive more funding than the amount assumed in Chapter 899. Funding will support the enrollment of more than 36,000 children by the end of FY 2003.
- ***Involuntary Mental Commitments.*** Adds \$1.9 million GF in FY 2003 and \$1.8 million GF in FY 2004 to fully fund hospital and physician services resulting from involuntary mental commitments.
- ***Indigent Care Payments to Teaching Hospitals.*** Increases funding by \$9.2 million GF and \$9.5 million NGF in the first year and \$9.2 million GF and \$3.6 million NGF in the second year for indigent health care services provided by the Virginia Commonwealth University Health System Authority (\$12.0 million) and the University of Virginia Medical Center (\$19.5 million). Currently, both entities receive enhanced Medicaid payments for serving a disproportionate share of low-income, uninsured patients. However, the amount states can collect in enhanced federal Medicaid reimbursement is capped. Beginning in FY 2004, indigent

health care expenses at the teaching hospitals will exceed the cap on federal funding for Virginia. Language allows the teaching hospitals to obtain additional reimbursement for uncompensated indigent health care costs if additional federal revenues are generated through revenue maximization strategies for the Medicaid program above the amounts already assumed in the budget.

Targeted Increases

- ***Mental Retardation Waiver Increase.*** Adds \$3.5 million GF and \$3.5 million NGF in FY 2004 to increase the number of mental retardation (MR) waiver slots by 175. It is estimated that 800 individuals are on the urgent waiting list for MR waiver services. The urgent waiting list includes individuals who are at risk of institutionalization if they do not receive needed community services.
- ***Medicaid Transportation Services.*** Adds \$2.8 million GF and \$2.8 million NGF in FY 2003 and \$6.0 million GF and \$6.0 million NGF in FY 2004 to pay for increased costs of Medicaid non-emergency, medical transportation services, as a result of contractual changes between the department and the transportation-brokering contractor. Contract violations by a previous vendor resulted in the need to transfer brokering services to another Medicaid vendor quickly to ensure Medicaid recipients did not lose services. Language is added allowing the department to transfer appropriations from the medical services program to the administrative budget, as necessary, to fund increased expenditures.
- ***Unrealized Revenue Maximization Initiatives.*** Adds \$7.8 million GF and reduces \$7.8 million NGF in FY 2003 and adds \$3.9 million GF and reduces \$7.8 million NGF in FY 2004 for unrealized general fund savings from federal revenue maximization strategies. Chapter 899 assumed the department could achieve savings of \$19.0 million each year by identifying services and claims that could be eligible for enhanced federal Medicaid funding. Some of the revenue maximization initiatives were not feasible, while others met with initial federal disapproval. The department is appealing the initial denials.
- ***Claims Processing System.*** Adds \$1.5 million GF and \$12.1 million NGF in FY 2003 and \$1.1 million GF and \$8.6 million NGF in FY

2004 to complete funding for the development of the department's new Medicaid claims processing system.

Additional funding is necessary to complete final development of the system and ensure that it is compliant with federal Health Insurance Portability and Accountability Act (HIPAA) provisions. Final testing and certification of the system will occur once the system is fully operational. Certification of the system is necessary to obtain enhanced federal reimbursement for 90 percent of the system's development costs.

- ***Reimburse Special Education Medical and Transportation Services.*** Adds language to the Medicaid and FAMIS programs allowing school divisions to receive federal reimbursement for school-based medical and transportation services provided to children in special education. This provision is an outgrowth of the department's federal revenue maximization efforts and subject to federal approval.
- ***Independence Plus Home and Community-based Services Waiver.*** Adds language directing the Department of Medical Assistance Services to implement the new Independence Plus Home and Community-based Services waiver program, contingent upon federal approval. No additional funding is added for this new waiver program. It is assumed that individuals in existing waiver programs will migrate to the new waiver in order to assert more control over the services they receive. However, language is added to clarify that if the individual participating in the new waiver exits the program, the waiver slot will revert to the program from which the individual originally transferred.

Provider Rates

The introduced budget generated savings of \$72.9 million GF and \$74.9 million NGF in FY 2004 by eliminating automatic inflationary increases for nursing homes, private inpatient hospital services, and FAMIS and Medicaid managed care organizations; and by reducing payments to outpatient hospitals, pharmacies, outpatient rehabilitation facilities, durable medical equipment providers, and nursing facilities providing specialized care. The Governor set aside \$30.0 million GF and \$30.2 million NGF of the savings for the Protecting Access to Healthcare (PATH) program to ensure that critical health care providers in medically underserved areas would not be adversely affected by payment reductions.

The adopted budget eliminated the PATH program but used the funding to restore payment reductions to Medicaid providers. In addition to the PATH funding, the adopted budget adds \$6.0 million GF and \$6.8 million NGF to restore funding to nursing homes, private inpatient hospitals, and Medicaid and FAMIS managed care organizations, and other Medicaid providers.

Medicaid Provider Payment Restorations		
(GF only)		
	<u>Introduced Budget</u>	<u>Restoration in Adopted Budget</u>
Direct Care in Nursing Homes	(\$8,768,125)	\$8,768,125
Indirect Care in Nursing Homes	(\$7,771,451)	\$2,325,094
Private Inpatient Hospitals	(\$4,334,052)	\$5,417,565
Medicaid MCOs	(\$34,132,546)	\$16,040,280
FAMIS MCOs	(\$1,910,467)	\$897,714
Pharmacies	(\$4,009,179)	\$2,004,590
Durable Medical Equipment	(\$834,032)	\$200,000
Specialized Care in Nursing Homes	<u>(\$1,334,521)</u>	<u>\$325,000</u>
TOTAL*	(\$63,094,373)	\$35,978,368

*Does not include \$9.8 million in payment reductions to other providers for which restorations were not provided.

- ***Nursing Home Inflation Adjustment.*** The adopted budget restores a total of \$11.1 million GF and \$11.2 million NGF to nursing homes for an inflationary increase of 5 percent for direct care services (\$8.8 million GF) and 1.5 percent for indirect care services (\$2.3 million GF). The Medicaid forecast assumed an inflationary increase for nursing homes of approximately 5 percent in FY 2004 at a cost of \$16.5 million GF and \$16.6 million NGF; however, the introduced budget eliminated this automatic increase.
- ***Inpatient Hospital Inflation and Rate Adjustment.*** The adopted budget adds \$5.4 million GF and \$5.4 million NGF to provide an inflationary increase of 4 percent plus a rate increase of one percent for private inpatient hospital services. The net increase over Chapter 899 for private inpatient hospital services amounts to \$1.1

million GF and \$1.1 million NGF in FY 2004. The forecast assumed an inflationary increase of \$4.3 million GF and \$4.4 million NGF for private inpatient hospital services that had been eliminated in the introduced budget.

- **Medicaid MCO Inflation Adjustment.** The adopted budget reinstates \$16.0 million GF and \$16.1 million NGF in FY 2004 for medical inflation provided to managed care organizations (MCOs) through the Medicaid Medallion II program and \$897,714 GF and \$1.7 million NGF in FY 2004 for MCOs in the FAMIS program. The Medicaid and FAMIS forecasts assumed that MCO rates paid through the programs would rise by ten percent compared to FY 2003 levels, but the introduced budget eliminated the projected increase. The adopted budget increases per member per month rates paid to MCOs by 4.7 percent.
- **Reduce Payments for Outpatient Hospitals.** Cuts \$4.2 million GF and \$4.3 million NGF in FY 2004 by reducing reimbursement rates for private outpatient hospitals from 95 percent to 80 percent of allowable costs with the exception of graduate medical education and reimbursements to the state's teaching hospitals.
- **Reduce Private Hospital Capital Payments.** Cuts \$2.6 million GF and \$2.6 million NGF in FY 2004 by reducing capital payments for private inpatient and outpatient hospitals from 100 percent and 95 percent of allowable costs, respectively, to 80 percent of allowable costs. This change does not apply to the state's teaching hospitals.
- **Modify Outpatient Rehabilitation Reimbursement.** Reduces funding \$3.0 million GF and \$3.0 million NGF in FY 2004 by moving from a cost-based reimbursement system for outpatient rehabilitation services to a prospective rate methodology. Payments will be capped at 112 percent of the median for all facilities or the lesser of cost or charges, provided charges are not less than 60 percent of cost. This proposal would not apply to community service boards that provide outpatient rehabilitation services.
- **Reduce Durable Medical Equipment Payments.** The adopted budget restores \$200,000 GF and \$201,043 NGF in payment reductions to durable medical equipment providers in FY 2004. The introduced budget had restricted payments for durable medical equipment and reduced a 30 percent mark-up paid for certain durable medical equipment items not included on

Medicaid's rate schedule, thereby saving \$834,032 GF and \$838,380 NGF in FY 2004. The restored funds result in a net reduction of \$634,032 GF and \$637,337 NGF.

- **Reduce Pharmacy Dispensing Fee.** The adopted budget restores \$2.0 million GF and \$2.0 million NGF in FY 2004 for the fee paid to pharmacies for dispensing medications through the Medicaid program. The introduced budget had reduced the dispensing fee from \$4.25 to \$3.25, saving the Medicaid program \$4.0 million GF and \$4.0 million NGF in FY 2004. These added funds mitigate the reduction, resulting in a dispensing fee of \$3.75 per prescription per month.
- **Reduce Payments for Specialized Care Provided in Nursing Homes.** Adds \$325,000 GF and \$326,694 NGF in FY 2004 to restore specialized care payments to nursing facilities that service individuals with traumatic brain injuries. Net funding for specialized care rates are reduced by \$1.0 million GF and \$1.0 million NGF in FY 2004 by eliminating separate reimbursement rates for rehabilitation and complex care services from the Specialized Care Program with the exception of pediatric specialized care and traumatic brain injury units. Language is added to continue coverage of individuals who have tracheostomies and who meet certain additional criteria under the ventilator services component of the Specialized Care Program. The new nursing home reimbursement system known as RUGS accounts for patient acuity and is expected to reflect the cost of most specialized services.
- **Payment Increases for Other Providers.** Adds \$552,660 GF and \$555,540 NGF for other long-term care providers. Payment rates for adult day health care services will be increased by 5 percent (\$77,431 GF) and personal care services will be increased by one percent (\$475,229 GF).

Targeted Reductions

- **Implement Preferred Drug List.** Saves \$9.0 million GF and \$9.0 million NGF in FY 2004 by implementing a preferred drug list (PDL) in the Medicaid program beginning January 1, 2004. Drugs that are not included on the PDL must be prior authorized before being dispensed. Language is added to create a committee made up of 8 to 12 physicians and pharmacists that will recommend (i) which classes of drugs should be subject to the PDL, (ii) which

specific drugs within therapeutic classes should be included on the PDL, (iii) appropriate exclusions for medications, including anti-psychotics, (iv) appropriate exclusions for medications used for the treatment of brain disorders, cancer, and HIV-related conditions, (v) appropriate exclusions for therapeutic classes when prior authorization would not be cost-effective, and (vi) appropriate grandfather clauses when prior authorization would interfere with established complex drug regimens. The department is required to submit a report on the main design components of the program no later than 10 days from the enactment of the Appropriation Act to the chairmen of the money committees. Language also requires the Department of Medical Assistance Services to work with the Department of Mental Health, Mental Retardation and Substance Abuse Services to develop a preferred drug list for non-Medicaid clients.

- ***Improve Utilization of Over-the-Counter Antihistamines.*** Achieve savings of \$1.0 million GF and \$1.0 million NGF by directing the Department of Medical Assistance Services to work with physicians and pharmacists to encourage the utilization of over-the-counter products when non-sedating antihistamines are needed.
- ***Nonprofit Hospital Participation in Federal 340B Drug Discount Program.*** Saves \$750,000 GF and \$753,910 NGF in FY 2004 by requiring the Department of Medical Assistance Services to work with interested not-for-profit hospitals to enable them to purchase drugs under the federal 340B Drug Pricing Program. Eligible nonprofit hospitals must have a Medicare disproportionate share adjustment percentage greater than 11.75 percent. Prices under the 340B program average 20 percent less than current Medicaid reimbursement levels. In addition to the state's Medicaid savings, eligible hospitals can apply the discounted prices under the 340B program to drugs purchased and dispensed for the hospital's non-Medicaid outpatient population, achieving additional cost savings.
- ***Increase Pharmacy Copayments.*** Reduces funding by \$892,500 GF and \$897,153 NGF in FY 2004 by increasing the current Medicaid copayment for brand name drugs from \$2.00 to \$3.00 per prescription, the maximum level allowed under federal law.
- ***Prior Authorize Certain Prescriptions.*** Generates a savings of \$950,000 GF and \$798,031 NGF in FY 2004 by requiring prior authorization of pharmacy services for nursing home recipients when the number of unique prescriptions requested exceeds nine in

a 30-day period or for non-institutional recipients when the number of unique prescriptions requested exceeds nine in a 180-day period.

- ***Prior Authorize Inpatient Hospital Admissions.*** Implements savings of \$2.0 million GF and \$2.1 million NGF in FY 2003 and \$2.0 million GF and \$2.0 million NGF in FY 2004 by applying stricter interpretations of the current standards for admission to adult and pediatric acute inpatient hospitals. The more rigorous standards have been in place since February 2002.
- ***Prior Authorize Certain Outpatient Services.*** Reduces \$1.3 million GF and \$1.3 million NGF in FY 2004 by requiring prior authorization of several high-cost, non-emergency Medicaid procedures such as Magnetic Resonance Imaging (MRI), Computer Axial Tomography (CAT) scans, and Positron Emission Tomography (PET) scans when provided in Medicaid and FAMIS.
- ***Prior Authorize Additional Visits for Certain Medical Services.*** Achieve savings of \$520,112 GF and \$523,688 NGF in FY 2004 by requiring prior authorization of home health, outpatient rehabilitation, and outpatient psychiatric visits in excess of five when provided in Medicaid and FAMIS. Under current law, additional visits are prior authorized when the number of visits exceeds 32 (home health), 24 (outpatient rehabilitation), and 26 (outpatient psychiatric services). School-based rehabilitation services will not be subject to prior authorization.
- ***Eliminate Substance Abuse Expansion.*** Generate savings of \$1.3 million GF and \$1.3 million NGF in FY 2004 by eliminating a planned Medicaid expansion of substance abuse services beginning April 2004.
- ***Accelerate Family Planning Waiver.*** Achieve savings of \$1.0 million GF and \$1.0 million NGF in FY 2004 by accelerating the scheduled implementation of the Medicaid family planning waiver program, resulting in cost savings for prenatal care, deliveries, and newborn/infant care.
- ***Eliminate Consumer Price Index (CPI) Increase for Medically Needy.*** Generate savings of \$500,093 GF and \$502,700 NGF in FY 2004 by freezing indefinitely a scheduled CPI increase in financial criteria for determining Medicaid eligibility for medically needy individuals. Under this change, recipients who expend their income for medical care and thereby qualify for Medicaid as

“medically needy” will need to spend more of their own resources to become eligible for Medicaid.

- ***Limit Expenditures Counted as Patient Payments.*** Generate savings of \$68,228 GF and \$68,584 NGF by limiting out-of-pocket medical expenditures that count toward Medicaid eligibility to the amount Medicaid or Medicare pays for these services instead of gross charges. In effect, Medicaid recipients will be asked to contribute more toward their cost of care.
- ***Eliminate Transitional Medical Assistance for TANF Recipients.*** Generate savings of \$1.0 million GF and \$1.0 million NGF by eliminating transitional Medicaid coverage at the end of the current fiscal year for Virginia Initiative for Employment not Welfare (VIEW) recipients who lose their financial assistance due to welfare reform time limits. Congress has not reauthorized this provision of federal law.
- ***Reduce Indigent Health Care Trust Funds.*** Reduces general fund support for the Indigent Health Care Trust Fund by \$714,169 in FY 2004. The trust fund reimburses eligible hospitals for a portion of their charity care, defined as hospital care for which no payment is received that is provided to a person whose annual family income is less than 100 percent of the federal poverty level.
- ***Decrease GF Support for State and Local Hospitalization Program.*** Reduces general fund support for the State and Local Hospitalization program by \$183,563 or 1.3 percent in FY 2004. The program, which compensates localities for health care services provided to indigent clients who are not Medicaid recipients, has accumulated balances in the past because localities have not spent their entire allocations.
- ***Chapter 899 Central Account Actions.*** Reduces funding \$1.6 million GF and \$1.6 million NGF in FY 2004 for actions contained in a central account within Chapter 899. This represents a 4 percent across-the-board reduction adopted by the 2002 General Assembly.
- ***October Reductions.*** Reduces funding by \$2.4 million GF and \$2.6 million NGF in FY 2003 and \$2.9 million GF and \$3.0 million NGF in FY 2004 primarily through renegotiating contracts, trimming direct care services, reducing information technology spending, and deferring filling vacant positions. The adopted budget restores cuts in the second year to direct care services as described below.

- **Mental Retardation Training Centers.** The October reductions decreased funding for the state’s mental retardation training centers by \$1.1 million GF in FY 2003 and \$1.5 million GF in FY 2004. The adopted budget restores \$475,000 GF and \$477,475 NGF in FY 2004 for direct care services that were reduced in October 2002.
- **Department of Mental Health, Mental Retardation and Substance Abuse Services (DMHMRSAS)**
 - ***Acute Care Services for Patients Diverted to Community Hospitals.*** Adds \$1.7 million GF in FY 2003 and \$1.9 million GF in FY 2004 to provide short-term inpatient psychiatric treatment at private community hospitals for mentally ill individuals who are diverted from admission to state facilities.
 - ***Shortfall in Community Medications.*** Provides \$1.4 million GF the second year to address a shortfall in funding for medications provided through the Community Services Boards.
 - ***Civil Commitment of Sexual Predators.*** Provides \$200,000 GF in FY 2003 and \$600,000 GF in FY 2004 and language to immediately implement the civil commitment and treatment program for violent sexual predators. Language allows the department to provide housing and treatment at a facility operated by the department or through a contract with public or private facilities within or outside of the Commonwealth. Companion language and funding is added in the Department of Corrections, the Office of the Attorney General and in Central Appropriations to initiate the program. Total budgeted funding for the civil commitment of sexually violent predators amounts to \$700,000 GF in FY 2003 and \$2.2 million GF in FY 2004.
 - ***Transfer Office of the Inspector General and Restore Funds.*** Transfers \$79,600 GF in FY 2004 and 2 positions in the Office of the Secretary of Health and Human Resources to the department to assume the functions of the Office of the Inspector General. The adopted budget also restores \$13,000 GF and one position for the Office to maintain its current staffing level.
 - ***Mental Health Restructuring and Reinvestment.*** Adds language to continue mental health restructuring through the establishment of regional projects to discharge and/or divert patients from state facilities to community care. Language provides for the transfer of

\$11.9 million from three state facilities to begin regional projects in the Eastern State Hospital, Central State Hospital and Western State Hospital catchment areas to provide community services to mentally ill patients discharged or diverted from these state facilities. Language requires the department to identify up to \$2.0 million from department expenditures for bridge funding to ensure continuity of care in transitioning patients to community care and to address one-time, non-recurring expenses associated with the implementation of the reinvestment projects in FY 2004. Approximately \$500,000 is also set aside to begin planning for community reinvestment projects serving Southwest Virginia.

Language is also added to (1) continue collaboration with communities and stakeholders in the development of community reinvestment plans, (2) specify that identified savings be retained in the same geographic service area to enhance and expand community based services, (3) provide employment safeguards for affected facility employees, and (4) retain state financial responsibility for the regional reinvestment projects and public acute inpatient psychiatric services. The Commissioner is also required to report quarterly on the implementation of the regional reinvestment projects.

- ***Forensic Services for Jail Transfers at Central State Hospital.*** Saves \$1.6 million GF in FY 2004 by resuming forensic services for jail transfers at Central State Hospital. During the 1998-2000 biennium, these services were contracted out to a private provider due to renovations of the forensic unit at Central State Hospital and a shortage of available space.
- ***Transfer Alzheimer’s Disease and Related Disorders Commission.*** Transfers \$5,000 GF to the Department for the Aging for the Alzheimer’s Disease and Related Disorders Commission, pursuant to House Bill 2519, passed during the 2003 Session.
- ***October Reductions.*** Reduces funding by \$4.0 million GF and \$339,851 NGF and 83.5 positions in FY 2003 and \$7.2 million GF and \$726,845 NGF and 27 positions in FY 2004 as a result of the October budget reduction actions. These actions implement administrative efficiencies, defer discretionary expenditures, capture vacancy and turnover savings, implement employee furloughs, and eliminate positions within the department’s central office, the mental health facilities and mental retardation training centers.

In addition, October budget actions reduced funding for community services provided through the Community Services Boards by \$14.2 million GF in FY 2003 and \$16.6 million GF in FY 2004. The adopted budget mitigates these cuts by restoring \$2.0 million GF in FY 2003 and \$2.3 million GF in FY 2004, as described below.

- **Substance Abuse Services.** Restores \$2.0 million GF in FY 2003 for community substance abuse services, leaving a total reduction in the first year of \$12.2 million GF from the October budget reductions. The additional funding will ensure that Virginia does not lose matching federal block grant dollars for substance abuse treatment.
- **Community Services.** Restores \$2.3 million GF in FY 2004 to Community Services Boards for services to mentally disabled individuals, leaving a total reduction in the second year of \$14.3 million from the October budget reductions.
- **Chapter 899 Central Account Actions.** Reduces funding by \$12.3 million GF and 63.25 positions the second year to reflect reductions contained in a central account in Chapter 899. This represents a 4 percent across-the-board reduction to the agency in the second year adopted by the 2002 General Assembly.
- **Department of Rehabilitative Services**
 - **Indirect Cost Recoveries.** Adds \$3.5 million NGF each year to reflect the increased use of indirect cost recoveries for agency support activities at the five disability services agencies.
 - **Employment Services.** Adds language to mitigate reductions for long-term employment support services and the extended employment services program by allowing the department to reduce economic development grants up to \$628,000 and use these funds for direct employment services. The economic development grants are used to develop new employment positions.
 - **October Reductions.** The October reductions cut \$3.5 million GF and \$968,640 NGF in FY 2003 and \$3.6 million GF and \$996,337 NGF in FY 2004 by implementing administrative savings, utilizing nongeneral fund accounts, and eliminating some services. The adopted budget restores \$798,789 GF for direct care services in FY

2004. Where funding was restored, additional detail is provided below.

- **Reduce Rehabilitation Services Incentive Fund.** Reduces general fund support by \$700,000 each year for the Rehabilitative Services Incentive Fund, which is used to address unmet or underserved needs for individuals with disabilities through the development of community programs.
- **Reduce Sheltered Employment Services.** The October reductions reduced general fund support by \$486,450 each year for extended employment services that support individuals working in community sheltered workshops. The adopted budget restores \$291,000 in FY 2004 or approximately 60 percent of the October reduction, resulting in a net reduction of \$195,450 in FY 2004. As described above, language is added to further mitigate these reductions by shifting economic development funds to provide employment services.
- **Reduce Long-term Employment Services.** The October reductions reduced general fund support by \$362,094 in FY 2003 and \$325,944 in FY 2004 for long-term employment services for individuals with significant disabilities. The adopted budget restores \$195,000 in FY 2004 or approximately 60 percent of the October reduction, resulting in a net reduction of \$130,944. As described above, language allows up to \$628,000 from other DRS grant funds be used to partially offset the remaining reductions.
- **Reduce Centers for Independent Living Funding.** In October, general fund support was reduced by \$317,169 in FY 2003 and \$285,504 in FY 2004 for Centers for Independent Living (CILs). The adopted budget restores one-half of the reduction in FY 2004, resulting in a net decrease of \$142,752 in FY 2004. CILs provide life skills and training designed to allow persons with disabilities to live independently.
- **Reduce Brain Injury Services.** The October budget reductions decreased general fund support by \$226,074 each year for brain injury services. The adopted budget restores \$170,037 in FY 2004 or 75 percent of the October reduction, resulting in a net decrease of \$56,037 in FY 2004.

- **Chapter 899 Central Account Actions.** Adjusts funding by \$1.1 million GF in FY 2004 for reductions contained in a central account within Chapter 899. This represents a 4 percent across-the-board reduction adopted by the 2002 General Assembly.
- **Department of Social Services**
 - **Mandated Foster Care Maintenance.** Adds \$2.4 million GF each year for increasing caseloads in the federal Title IV-E foster care program and to pay for those children that require intensive residential services.
 - **Adoption Subsidies.** Adds \$2.1 million GF in FY 2004 to pay adoptive families for the cost of caring for children with special needs and to fund caseload increases in the number of families eligible for federal Title IV-E adoption subsidies.
 - **Auxiliary Grant Rate Increase.** Provides \$1.1 million GF to increase the auxiliary grant paid to assisted living facilities for certain aged and disabled persons from \$841 per month to \$854 per month, effective July 1, 2003. The rate increase also expands the number of persons eligible for the auxiliary grant. Since auxiliary grant recipients are eligible for Medicaid enrollment, there are associated increases in Medicaid costs. A total of \$387,595 GF and \$389,616 NGF is added in the Department of Medical Assistance Services for the increased number of Medicaid-eligible auxiliary grant recipients.
 - **Consolidation of Local Departments of Social Services.** Adds language requiring the Commissioner to evaluate criteria and propose incentives for consolidating local social services departments, in cooperation with localities. A report is due to the Governor and General Assembly by September 1, 2003.
 - **Expenditure of the Federal TANF Grant Balance.** Reduces the estimated TANF balance as of June 30, 2002 by \$250,000 to reflect the actual balance of \$46.7 million. Language reduces most existing TANF grants to community organizations by 15 percent in FY 2004 as part of a strategy to begin bringing the TANF grant into structural balance in the 2004-06 biennium. Language earmarks additional TANF funds in FY 2003 and FY 2004 for Community Action Agencies, Healthy Families, Hampton Healthy Start, CHIP of Virginia, and teen pregnancy prevention programs, as part of general fund reduction strategies. As a result, the year-end balance

in FY 2003 and FY 2004 is estimated at \$26.3 million and \$4.0 million, respectively. The following table provides a summary of federal TANF grant spending.

Federal TANF Expenditure Plan (2002-04)		
Federal Funds Only		
<u>Income</u>	<u>FY 2003</u>	<u>FY 2004</u>
Beginning Balance	\$46,705,250	\$26,344,971
Annual Federal TANF Grant	<u>158,285,000</u>	<u>158,285,000</u>
Subtotal Income	\$204,990,250	\$184,629,971
 <u>Expenditures</u>		
Welfare Payments & Mandated Services	\$94,876,252	\$97,560,229
Transfers to Other Block Grants	41,450,958	41,443,458
Expanded TANF Programming	<u>42,318,069</u>	<u>41,626,284</u>
Subtotal Expenditures	<u>\$178,645,279</u>	<u>\$180,629,971</u>
Year-end Balance	\$26,344,971	\$4,000,000
 <u>Expanded TANF Programming</u>		
Child Advocacy Centers	\$200,000	\$100,000
Economic Improvement Program	200,000	170,000
Food Bank Expansion	250,000	212,500
Hard to Serve Employment Projects	3,000,000	2,550,000
Hard to Serve Employment Proj. in DRS	837,500	711,875
Local Domestic Violence Grants	1,250,000	1,062,500
Local Foster Care/Adoptions Staff	9,300,000	9,300,000
Virginia's Mentoring Initiative	90,000	76,500
St. Paul's College	100,000	85,000
Transportation Grants (Access to Jobs Funds)	2,500,000	2,125,000
Centers for Employment & Training	750,000	637,500

Children's Trust Fund	76,840	65,314
Homeless Assistance	4,250,000	4,910,128
Greater Richmond Transit Company	200,000	200,000
One-to-One Mentoring	50,000	42,500
Opportunity Knocks	500,000	425,000
People, Inc.	50,000	42,500
United Community Ministries	50,000	42,500
Craig County Day Care (transfer to CCDF)*	transfer	transfer
Va. Health Care Found. (transfer to SSBG)**	transfer	transfer
Community Eligible Services Grants	6,000,000	4,190,368
Comp. Services Act Trust Fund Grants	1,064,245	1,064,245
Welfare Reform Phase II Expenditures	580,092	0
Community Action Agencies	1,544,592	3,775,399
Healthy Families & Hampton Healthy Start	4,724,800	4,599,800
Programs in the Va. Department of Health:		
CHIP of Virginia	1,700,000	2,245,155
Teenage Pregnancy Prevention Projects:	600,000	910,000
Partners in Prevention	1,000,000	850,000
Virginia Fatherhood Campaign	400,000	340,000
Right Choices for Youth	\$391,000	\$332,350
Abstinence Program	211,000	179,350
Resource Mothers Sibling Program	208,000	176,800
Domestic Awareness Campaign	150,000	127,500
Pregnancy Prevention Mentoring	90,000	76,500
Total Expanded TANF Programming	\$42,318,069	\$41,626,284
*The Craig Co. Day Care transfer totals \$50,000 in FY 2003 and \$42,500 in FY 2004 from the TANF block grant to the Child Care Development Fund (CCDF) Block Grant.		
**The Virginia Health Care Foundation transfer totals \$200,000 each year from the TANF block grant to the Social Services Block Grant (SSBG).		

- ***Establishing Child Care as Priority in Future Years.*** Language is added to require the Governor to consider providing additional child care funding when preparing the 2004-06 biennial budget and implementing new federal TANF legislation. Priority should be given to providing an additional 12 months of day care assistance to those no longer receiving TANF assistance, revising eligibility policies to reflect the high cost of child day care in certain areas of the Commonwealth, and adjusting reimbursement rates to reflect current market rates.
- ***Food Stamp Eligibility and Benefits.*** Adds language to permit the reporting on federal Food Stamp eligibility every six months instead of every time income changes. This provides administrative relief for local departments of social services and should reduce eligibility error rates. Language is also added to provide five months of transitional Food Stamp benefits for households whose TANF cash assistance is terminated.
- ***Virginia Caregivers Grant Program.*** Adds \$100,000 GF in FY 2004 for the Virginia Caregivers Grant Program. The program provides up to \$500 per year for caregivers who have an adjusted gross income between \$5,000 and \$50,000 and who provide unreimbursed care to a physically or mentally impaired relative who requires assistance with two or more activities of daily living more than one-half of the year.
- ***Consolidate Two Privatized Child Support Offices.*** Adds 25 positions in the Division of Child Support Enforcement to allow for the consolidation of two privatized Child Support offices in Northern Virginia. Positions are transferred from vacancies and turnover in other divisions within the department.
- ***October Reductions.*** Reduced funding by \$14.6 million GF in FY 2003 and \$13.4 million GF in FY 2004, while increasing nongeneral funds by \$13.8 million in FY 2003 and \$11.4 million in FY 2004 as a result of the October budget reduction actions. In addition, 55 positions are added, primarily to replace information system contractors with state classified employee positions at a lower cost. The adopted budget restores \$1,125,000 GF for community programs that were reduced in October. The October reductions and restored items described below.
 - ***Substitute TANF for GF for Community Action Agencies.*** The October reductions substituted \$3.1 million in FY 2004

from the TANF block grant for the general fund appropriation for community action agencies and provided an additional \$450,120 in TANF funds in FY 2004 to offset the loss of matching funds. TANF funding for Community Action Agencies from Chapter 899 and the October actions totaled about \$4.8 million NGF in FY 2004. The adopted budget restores \$1.0 million GF in FY 2004 and reduces an equivalent amount of federal TANF funding for community action agencies. With this restoration, the adopted budget provides \$1.0 million GF and \$3.8 million NGF in TANF funds in FY 2004 for Community Action Agencies.

- **Substitute TANF for GF for Healthy Families/Healthy Start.** The October reductions substituted \$975,000 in FY 2003 and \$1.8 million in FY 2004 from the TANF block grant for the general fund appropriation for Healthy Families and Hampton Healthy Start projects, and provided an additional \$500,000 in TANF funds each year to offset the loss of matching funds. TANF funding for Healthy Families and Hampton Healthy Start from Chapter 899 and the October actions totaled \$4.7 million NGF in FY 2004. The adopted budget restores \$125,000 GF in FY 2004 and reduces an equivalent amount of federal TANF funding for Healthy Families Virginia. With this restoration, the adopted budget provides \$125,000 GF and \$4.6 million NGF in TANF funds in FY 2004 for these projects.
- **Substitute Federal Day Care Balances for GF in Day Care Subsidies.** Reduces general fund support by \$3.5 million in FY 2003 for child day care subsidies to low-income, working parents of school age children and substitutes one-time balances in the federal Child Care and Development Fund. No services are reduced or lost through this action.
- **Substitute Pre-kindergarten Expenses in DOE for GF to Match Federal Day Care Funds.** Reduces general fund match in the department for federal day care funds by \$3.0 million in FY 2003 and \$3.4 million in FY 2004. Instead, pre-kindergarten expenses in the Department of Education (DOE) are substituted as the general fund match for the federal funds.
- **Substitute Federal Funds and Streamline Administration of Local Social Services.** Reduces \$3.6 million GF and

increases \$3.0 million NGF in FY 2003 and reduces \$1.5 million GF in FY 2004 for the administration of local social services by substituting one-time federal reimbursements and merging the Food Stamp employment training program with the one-stop career system administered by the Virginia Employment Commission.

- **Reduce Staff in Regional Offices.** Cuts \$950,000 GF and \$950,000 NGF and 20 positions in FY 2004 in the five regional offices to eliminate activities that are carried out by central office staff.
 - **Reduce Staff in Central Office.** Cuts \$550,000 GF and \$550,000 NGF and 13 positions in the central office.
 - **Substitute Federal Incentive Funds for GF in Child Support Enforcement.** Reduces \$4.1 million GF each year in the Division of Child Support Enforcement and replaces it with \$3.1 million NGF in FY 2003 and \$3.3 million NGF in FY 2004 from additional revenue earned from federal performance incentive award funding.
 - **Substitute NGF for GF in Child Day Care.** Substitutes \$779,462 GF in FY 2003 and \$792,705 GF in FY 2004 with other nongeneral fund sources of matching dollars for federal day care funds. No services are reduced or lost through this action.
 - **Chapter 899 Central Account Actions.** Reduces funding by \$3.3 million GF and increases funding by \$1.7 million NGF the second year to reflect reductions contained in a central account in Chapter 899. This represents a 4 percent across-the-board reduction to the agency in the second year adopted by the 2002 General Assembly.
- **Virginia Board for People with Disabilities**
 - **Budget Reductions.** Reduces \$5,785 GF in FY 2004 for reductions contained in a central account within Chapter 899. This represents a 4 percent across-the-board reduction adopted by the 2002 General Assembly. In October, the Governor reduced the Board's general fund budget by \$19,169 in FY 2003 and \$20,371 in FY 2004 through restructuring a service contract and reducing clerical staff.
 - **Department for the Blind and Vision Impaired Services**
 - **Budget Reductions.** Reduces \$274,533 GF in FY 2004 for reductions contained in a central account within Chapter 899. This represents

a 4 percent across-the-board reduction adopted by the 2002 General Assembly. In October, the Governor reduced the department's budget by \$798,421 GF and \$75,150 NGF in FY 2003 and \$922,481 GF and \$75,150 NGF in FY 2004 by utilizing federal funds for rehabilitation teachers, reducing staff, and eliminating grants provided to service providers.

Natural Resources

The 2002-04 budget for natural resources results in a net decrease of \$22.1 million GF for the biennium when compared to the Chapter 899 appropriation. This total represents new funding of \$5.7 million, offset by \$27.8 million in reductions.

The Department of Conservation and Recreation's budget is reduced by \$10.2 million GF for the biennium. This equals a 15 percent biennial reduction from Chapter 899 levels. After partial restoration by the General Assembly, state parks experience \$2.9 million of this reduction. A \$1.8 million GF decrease for the Conservation Reserve Enhancement Program (CREP) reduces funds available to compensate farmers and other land owners for implementing best management practices. The proposed budget provides \$1.2 million NGF for CREP with funds previously provided for the Water Quality Improvement Act. The General Assembly also restored \$1.4 million GF for local Soil and Water Conservation Districts eliminated in the introduced budget.

The General Assembly provided \$1.2 million GF to offset a \$2.4 million reduction for the Marine Resources Commission, leaving a net biennial reduction of \$1.2 million GF. General Fund transfers to the Department of Game and Inland Fisheries' Game Protection Fund are also reduced by \$2.0 million each year.

While the introduced budget proposed to reduce the number of agencies in the Natural Resources secretariat by three, the merger proposals failed to achieve legislative approval. The General Assembly reversed the transfer of positions and funds from the Science Museum of Virginia and made small, partial restorations to the Chesapeake Bay Local Assistance Department and the Chippokes Plantation Farm Foundation.

- **Secretary of Natural Resources**
 - The Secretary's office experiences a \$30,000 GF first year reduction and a \$42,000 GF second year reduction to be achieved through operational efficiencies.
- **Chesapeake Bay Local Assistance Department**
 - Proposed reductions of \$159,386 GF the first year and \$260,468 GF the second year through elimination of three positions and other operational efficiencies are partially reversed by the General Assembly. In the second year, \$130,000 GF and two positions are

restored resulting in a net reduction of \$130,468 GF and one position.

- Language in the budget calls for the Director of DCR to draft a plan for merging CBLAD into DCR despite the failure of Senate Bill 1116 which would have merged the two agencies.
- **Chippokes Plantation Farm Foundation**
 - The General Assembly restores \$30,000 of the Governor’s proposed second year GF reductions. Net reductions are \$26,779 GF and \$11,841 NGF in the first year and \$4,491 GF and \$11,841 NGF in the second year from operational efficiencies.
 - The General Assembly removed proposed language that merged Chippokes into the Department of Conservation and Recreation. The budget returns funds and positions transferred from Chippokes to DCR under anticipation of the merger being approved.
 - Language requires the Director of Conservation and Recreation to prepare a merger plan for Chippokes that preserves the functions of the agency in anticipation of 2004 session legislation that would place Chippokes as a subordinate agency under DCR.
- **Department of Conservation and Recreation**
 - **Consolidations and Vacancies.** Budget reductions of \$807,800 GF first year and \$832,271 GF the second year with first and second year NGF increases of \$118,000 and \$123,000 respectively are achieved through consolidating the Tappahannock regional office into the Fredericksburg office, eliminating the shoreline erosion advisory program, reducing expenses, eliminating vacancies and delaying technology programs.
 - **State Parks.** The budget partially restores park appropriations resulting in smaller net reductions than proposed in the budget as introduced. The General Assembly restored \$333,000 GF the first year and \$1.0 million GF the second year resulting in a net reduction for parks of \$1.4 million GF the first year and \$1.4 million GF the second year. General Assembly actions will restore normal operating hours at False Cape, Sky Meadows, and Southwest Virginia Museum State parks and at Caledon Natural Area and will

reopen the campground at Clinch Mountain Wildlife Management Area. Park fees increase ten percent effective July 2003.

- ***Division of Natural Heritage.*** Reduces funding for natural heritage programs by \$147,562 GF in FY 2003 and \$222,660 GF in FY 2004, resulting in two layoffs.
- ***Total Maximum Daily Load (TMDL) Planning.*** Eliminates general fund support for TMDL planning. Total reductions are \$490,900 GF first year and \$490,965 GF the second year. Virginia is required to complete over 400 TMDL plans by 2010 under a federal court consent decree.
- ***Conservation Reserve Enhancement Program.*** The budget reduces CREP program funding by \$303,481 GF the first year and \$1.5 million GF the second year and increases nongeneral funds by \$1.2 million in the second year only. The source of the NGF is from funds previously provided through the Water Quality Improvement Act. The CREP program compensates farmers for taking certain lands out of production, rewards farmers for installation of best management practices, and provides for purchase of conservation easements on riparian buffers and wetlands.
- ***Virginia Outdoors Foundations (VOF).*** The General Assembly partially restored operational funding cuts for VOF by \$50,000 GF the first year and \$100,000 GF the second year resulting in a net reduction of \$150,000 GF the first year and \$100,000 GF the second year.
- ***Soil and Water Conservation Districts.*** The General Assembly restored a large portion of the proposed reductions for local Soil and Water Conservation Districts. First year restoration was \$200,000 GF and second year restoration was \$1.2 million GF. The resulting net biennial reduction is \$25,503 GF.
- ***Breaks Interstate Park.*** The General Assembly restored a portion of the proposed reduction to the park. Net reduction is \$25,000 each year.
- ***Balance Reductions.*** The budget transfers of \$531,359 NGF the first year and \$122,594 NGF the second year to the general fund from various DCR balances.

- **Department of Historic Resources**
 - **Agency Reductions.** The General Assembly partially restored proposed reductions with \$100,000 NGF and two positions in the second year. The resulting net reduction for the agency is \$395,619 GF the first year and \$451,193 GF the second year offset by \$100,000 NGF. The agency loses one position and three vacancies.
- **Department of Environmental Quality**
 - **Management Consolidation.** Reduces management positions through two layoffs and one retirement. Seven managers are reassigned to nongeneral funded positions with reductions of \$337,338 GF in FY 2003 and \$589,384 GF in FY 2004.
 - **Reduction in Solid Waste Inspection.** Transfers three solid waste inspectors (from a total of 30) to the petroleum storage tank program with reductions of \$135,085 GF the first year and \$180,113 GF the second year.
 - **Elizabeth River Reductions.** The General Assembly partially restored proposed reductions by providing \$225,000 NGF the second year from anticipated royalties in the Marine Waterways and Habitat Improvement Fund. The net change for Elizabeth River projects are a \$127,563 GF reduction the first year and \$225,000 GF the second year offset by \$225,000 NGF the second year.
 - **Restore Litter /Recycling Grants with VEERF.** The General Assembly restored the local Litter Control and Recycling Grant program from other nongeneral funds within DEQ. As a result, there is no net reduction in local grant awards for the biennium. The source of the nongeneral funds is the Virginia Environmental Emergency Response Fund (VEERF). DEQ is also provided a line of credit, which it may use in case there are insufficient funds in the VRREF to meet needs during the biennium.
 - **Pollution Prevention and Small Business Compliance Programs.** Transfers nine positions to other programs, resulting in a GF reduction of \$222,317 in FY 2003 and \$373,498 in FY 2004.
 - **Indirect Cost Revenues.** Supplants \$645,707 GF in year one and \$241,974 GF in year two from increased indirect cost rates charged to the federal government for grant administration.

- **Virginia Water Facilities Revolving Fund.** Reduces state matching funds by \$493,000 GF the first year. These funds will be replaced by funds from the Virginia Resources Authority’s investment.
 - **Water Quality Permits.** Increases by \$1.6 million GF the second year (with an equivalent NGF reduction) to cover a portion of the permit fees DEQ was expecting to collect as a result of fee increases approved by the 2002 General Assembly. Actual revenues have been lower than anticipated due to permit holders renewing prior to the effective date of the increases.
 - **Balance Reductions.** Transfers \$2.4 million NGF the first year and \$1.7 NGF the second year into the general fund from agency balances.
- **Department of Game and Inland Fisheries**
 - Eliminates 139 positions and reduces appropriations by \$1.1 million NGF each year. In addition, language in Part 3 reduces the GF transfers to the Game Protection Fund from watercraft sales taxes by \$307,326 each year and sales taxes on hunting and fishing equipment by \$1.7 million each year. Positions eliminated range from clerical to field personnel, many of which are seasonal. The Department will halt development of a computer-based licensing system, creating annual savings of \$650,000 NGF. The budget appropriates \$363,000 from nonresident hunting license fee increases. The Department will close one of nine fish hatcheries, resulting in \$127,500 NGF savings each year. The General Assembly passed language that maintains operation of the Montebello hatchery.
- **Marine Resources Commission**
 - **Reduce Marine Patrol.** The General Assembly restored \$1.2 million GF in the second year to support activities of the marine patrol. These restorations partially offset the Governor’s proposed reductions of \$1.5 GF million resulting in a net reduction for the marine patron in the second year of \$309,470 GF.
 - **Extend Encroachment Royalty Moratorium.** The budget extends the moratorium on collection of encroachment royalties until July 1, 2004 pending study results from HJR 633. The budget also provides \$155,000 GF the second year to offset anticipated royalties

that would have been collected if the moratorium had been lifted as proposed in the introduced budget.

- **Virginia Museum of Natural History**

- ***Targeted Reductions.*** Reduces appropriation by \$287,184 GF the first year and \$448,001 GF the second year by closing the two museum branches, eliminating part-time staff, and other efficiencies.
- ***Maintains Natural History Museum.*** The General Assembly reversed the consolidation of the Natural History Museum into the Science Museum of Virginia and returned funds and positions transferred to the Science Museum for a restoration of \$1.5 million GF and \$444,601 NGF and 31 FTE positions in the second year.

Public Safety

The amendments, as adopted, to the 2002-04 budget result in an overall decrease of \$80.3 million GF (2.9 percent) for the biennium for the Office of Public Safety. This net change is the result of increases totaling \$31.3 million, offset by reductions totaling \$111.6 million.

The total reductions of \$111.6 million GF include targeted cuts in every public safety agency. The largest decreases are applied in the Departments of Corrections (where there is a broad range of cuts totaling \$46.1 million); Juvenile Justice (\$19.2 million); Correctional Education (\$3.9 million); State Police (\$14.4 million); and, Criminal Justice Services (\$11.4 million). In addition, in DCJS the funding for HB 599 (state aid to localities with police departments) is reduced \$5.5 million each year to reflect the adjustment in general fund revenue estimate the first year and level funding the second year.

The largest increase is \$23.9 million GF for the Department of Corrections to offset the loss of out-of-state prisoner revenue. A series of language amendments and funds to expand a pilot program are proposed to reduce jail overcrowding and address growth in the state responsible offender population, by encouraging greater use of sentencing options for technical probation violators and other low-risk, non-violent offenders. Other than Staunton Correctional Center (closed effective December 2002) the adopted amendments involve no facility closures. The amendments include \$850,000 GF the second year for the Department of Juvenile Justice to continue to operate Culpeper Juvenile Correctional Center as a facility for females.

A series of amendments is included for the Department of Alcoholic Beverage Control. For example, there is an increase of five percent in the average retail price of alcoholic beverages sold in state-operated stores, which increases ABC profits. There is also a \$1.6 million NGF reduction in enforcement and regulatory operations the second year, which is then transferred to the general fund. Finally, there is language directing the Secretary of Public Safety to develop a plan to merge ABC enforcement into the Department of State Police, with proposed legislation for consideration by the 2004 General Assembly.

A series of amendments is included to capture the anticipated savings in the second year from the Governor's Information Technology initiative. These savings total \$2.6 million GF and \$15,977 NGF. An additional undesignated amount may be transferred for this purpose from ABC profits as well.

- **Secretary of Public Safety**
 - **October Reductions.** Reduces spending by \$53,384 GF the first year and \$66,456 GF the second year based on operational efficiencies.
 - **Study of Culpeper Juvenile Correctional Center.** Directs the Secretary to study options for the future utilization of this center.
 - **Plan to Consolidate ABC Enforcement.** Directs the Secretary to develop a plan to consolidate ABC enforcement activities into the Department of State Police, effective July 1, 2004. The Secretary is directed to submit the legislation to the 2004 General Assembly.
 - **Public-Private Partnerships.** Directs the Secretary to study the feasibility of using public-private partnerships to finance facilities for the Departments of Corrections, Juvenile Justice, Military Affairs and State Police.

- **Department of Alcoholic Beverage Control**
 - **October Reductions.** Reduces spending by \$175,000 NGF the first year and \$325,000 NGF the second year. The savings are based on reducing the hours of operation of retail stores. Under the plan, one half of the stores would open two hours later on Mondays and Tuesdays and one hour later on all other days. The other half of the stores would open one hour later every day.
 - **Reduce Wage Employees.** Reduces spending by \$400,000 NGF the first year and \$600,000 NGF the second year based on reducing the hours worked by wage employees in retail stores.
 - **Reorganize Law Enforcement.** Reduces spending by \$40,000 NGF the first year and \$1.8 million NGF and one FTE position the second year. The savings are based on reducing the operating costs of ABC law enforcement and regulatory activities. This action results in one layoff.
 - **Point-of-Sale System.** Provides \$1.7 million NGF the first year and \$1.9 million NGF the second year to fund debt service on the statewide upgrade of the point-of-sale computer system.
 - **Reduce Administrative Costs.** Reduces spending by \$66,900 NGF the first year and \$195,800 NGF and two FTE positions the second year based on reorganizing the human resources unit and ABC Board administration. This action results in one layoff.

- **Reduce Information Technology Funding.** Reduces spending by \$315,000 NGF the first year and \$220,000 NGF and one FTE position the second year. The savings are based on delaying new software purchases and reducing other operating expenses. This is expected to result in one layoff.
- **Increase Sales Revenue.** Provides \$5.8 million NGF the first year and \$15.4 million NGF the second year in increased revenue. This is based on an average five percent increase in the average retail price of alcoholic beverages sold in state-operated stores.
- **Additional ABC Stores.** Provides \$980,000 NGF the first year and \$1.7 million NGF the second year to open 14 new stores each year.
- **Commonwealth’s Attorneys’ Services Council**
 - **October Reductions.** Includes a reduction of \$54,843 GF and an increase of \$28,450 NGF the first year and a reduction of \$74,291 GF and an increase of \$28,450 NGF the second year. The savings are based on furloughing salaried employees one day per month for up to 10 days in fiscal year 2003, and on reducing travel expenses. The nongeneral fund revenue is generated by charging for the cost of installing the case management system in local Commonwealth’s Attorneys’ offices and by increasing training fees.
 - **Consolidation into DCJS.** Includes language directing the Secretary of Public Safety to develop a plan, including proposed legislation, for the consolidation of the Council into the Department of Criminal Justice Services, effective July 1, 2004.
- **Department of Correctional Education**
 - **October Reductions.** Reduces spending by \$2.0 million GF and 21 FTE positions the first year and \$1.9 million and 17 additional positions the second year.
 - **Turnover and Vacancy.** Reduces spending by \$308,459 GF the first year and \$323,941 the second year based on eliminating five full-time vacant positions: one each at St. Brides, Pulaski and Sussex I prisons, two in the central office, and one part-time wage position in the central office.
 - **Eliminate Wage Positions.** Reduces spending by \$256,596 GF the first year and \$52,124 GF the second year based on

eliminating selected part-time teaching and support positions throughout the agency.

- **Furlough Employees.** Reduces spending by \$541,201 GF the first year based on furloughing all employees one day for four pay periods.
- **Reduce Administrative Expenses.** Reduces spending by \$853,442 GF each year based on eliminating discretionary expenses and limiting the purchase of teaching materials.
- **Reduce Adult Programs.** Reduces spending by \$74,783 GF the first year only. (The adopted amendments restored a proposed second year reduction of \$832,042 in programs at Red Onion, Wallens Ridge and Sussex I State Prisons.)
- **Close School at Staunton.** Reduces spending by \$52,490 GF the first year and \$678,007 GF the second year and 12 positions based on closing the Staunton Correctional Center school in December 2002.

- **Department of Corrections**

- **October Reductions.** Reduces spending by \$24.5 million GF and \$720,936 NGF the first year and \$19.8 million GF and \$2.0 million NGF the second year, as approved by the 2003 General Assembly. These reductions result in the loss of 393.5 FTE positions for the biennium, resulting in 69 actual layoffs. The department was able to absorb most of the position reductions by holding other positions vacant. Also, the closing date for Staunton Correctional Center was advanced to December 2002.
- **Turnover and Vacancy.** Reduces spending by \$10.0 million GF the first year and \$3.1 million GF the second year by delaying the filling of vacant positions.
- **Reduce Equipment Purchases.** Reduces spending by \$4.2 million GF the first year based on restricting the purchase of equipment to only those items considered most critical.
- **Allow Inmates to Wear Own Clothing.** Reduces spending by \$906,964 GF and \$29,619 NGF the first year and by \$2.0 million GF and \$64,346 NGF the second year based on allowing inmates in lower security facilities (Levels 1-3) to

wear their own clothes, rather than being required to wear prison-issued clothing.

- **Reduce Direct Inmate Costs.** Reduces spending by \$5.4 million GF the first year and \$1.1 million GF the second year based on reducing the cost of medical care, food and clothing for inmates.
- **Reduce Institutional Support.** Reduces spending by \$2.25 million GF and \$190,777 NGF the first year and \$9.8 million GF and \$900,786 NGF the second year. The savings are based on eliminating unit manager positions in the housing units; the leasing of privately-owned residences for staff housing; eliminating one assistant warden in each facility except Greenville (where two would be eliminated); and, reducing a number of clerical, human resources, and fiscal positions. Additional savings will accrue by reducing a number of mental health and substance abuse treatment positions; all mid-level maintenance supervisor positions; all institutional investigator positions in lower security facilities (Levels 1-3); and, four canine handler positions. These actions result in a decrease of 296 positions.
- **Reduce Community Corrections Support.** Reduces spending by \$682,643 GF the first year and \$3.2 million GF the second year based on eliminating four positions in the community corrections regional offices; half of the deputy chief positions in the district probation and parole offices; three positions in the community post-release and interstate compact unit; two jail inspector positions; and a number of full and part-time clerical positions. The total also includes closing five of the six district sub-offices. These actions result in a decrease of 120.5 FTE positions.
- **Reduce Central Office Support.** Reduces spending by \$835,912 GF the first year and \$2.7 million GF the second year. The savings are based on eliminating the following positions: 12 in central classification and records; eight in financial systems and reporting; five each in the research and planning unit and the Inspector General's office; three in the architecture and engineering unit; three in the information technology training unit; two in the ombudsman section; and one in general services. The total also includes a reduction in management training.

- **Reduce Cost of Medical Care.** Reduces spending by \$214,191 GF the first year and \$428,382 GF the second year. The savings are based on reducing the utilization of Southampton Memorial Hospital for treatment of inmates and providing those services in the secure unit at MCV instead, as well as increasing the use of privatized medical services for inmates.
- **Transfer from the Enterprise Fund.** Transfers \$500,000 NGF the first year and \$1.0 million NGF the second year from the Correctional Enterprise Fund. This was originally based on a proposal to require shop foremen to provide security in VCE shops, rather than using correctional officers paid from enterprise funds. However, additional general funds were provided for correctional officers, as described below.
- **Additional Correctional Officers.** Instead of paying for security services for prison enterprise shops from enterprise funds, the 2003 General Assembly provided \$2.9 million GF the second year for 100 additional security officers. Of these, 50 officers would be required to replace the security in the enterprise shops. The remaining 50 FTE are needed to address security staffing formula requirements.
- **Drug Cost Reduction.** Includes a reduction of \$800,000 GF the second year, based on language directing DOC to utilize a federal program to reduce the cost of drugs for inmates with HIV, mental illness, and hemophilia. The federal 340-B program (under the Public Health Service Act) permits DOC to partner with a teaching hospital to obtain expensive drugs at a discount. A portion of the savings will be retained by the hospital to cover its costs.
- **Replace Out-of-State Inmate Revenue.** Provides an increase of \$2.3 million GF the first year and \$21.7 million GF the second year to offset the expected reduction in nongeneral fund revenues from housing out-of-state prisoners in state correctional facilities. The updated revenue estimate assumes the department will house 1,139 out-of-state prisoners through June 30, 2004.
- **New Regional Jail Construction Projects.** Includes language authorizing the Board of Corrections to approve new construction projects to expand the Prince William-Manassas and Winchester Regional Jails.

- **Expand Pilot Re-Entry Program.** Provides \$375,825 GF and five FTE positions the second year to expand a pilot re-entry program currently in operation at Southside Regional Jail. This program is intended to serve two purposes:
 - (1) To remove out-of-compliance inmates from selected jails, thereby reducing jail overcrowding; and,
 - (2) To make space available in state facilities for those inmates by transferring other offenders from state facilities into selected jails. These inmates will serve the last 90 days of their sentences in jails in their home community. The program will provide enhanced transitional services for these inmates as they leave state custody. Selected inmates in this program may serve the final 45 days of their sentence on work release.

- **Expand Utilization of Sentencing Options.** Includes language authorizing the department (through its probation and parole district offices) to refer selected technical probation violators directly to the Diversion Center and Detention Center programs.

- **Sale of Staff Houses.** Directs the department to sell the residences it owns which are not on the actual grounds of state correctional facilities (with a first right-of-refusal provision for sale at fair market value for DOC staff who currently occupy the residences). The estimated market value of these homes is \$1.9 million, all of which is captured as general fund revenue.

- **Diversion Center Fees.** Substitutes \$1.0 million in special funds for an equal amount of general funds in the second year, based on increasing the room and board fees for probationers assigned to diversion centers from \$10 to \$20 per day.

- **Violent Sexual Predator Program.** Provides \$300,823 GF the first year, \$428,292 GF the second year, and 10.0 FTE positions each year, for the violent sexual predator program authorized in HB 2445 and SB 1149 of the 2003 General Assembly. These amounts are intended to provide perimeter security for the facility selected by the Administration to house this program, along with security and other operating costs, including food and medical care.
 - A companion amendment to the Department of Mental Health, Mental Retardation and Substance Abuse Services

provides \$200,000 GF the first year and \$600,000 GF the second year for treatment services.

- A companion amendment in Central Accounts provides an additional \$1.2 million GF to reflect more recent estimates of the cost of the program, pursuant to HB 2445, and SB 1149, as amended in the reconvened session.

- **Department of Criminal Justice Services**

- **HB 599.** Reduces aid to localities with police departments by \$5.5 million GF each year to reflect the adjustment in the general fund revenue estimate contained in the budget bill. The actual amount for FY 2002 was \$167.4 million. The FY 2003 amount is reduced from \$174.3 million (in Chapter 899) to \$168.8 million. The FY 2004 amount is level funded at \$168.8 million.
- **October Reductions.** Reduces spending by \$5.3 million GF and \$2.0 million NGF the first year and \$5.3 million GF and \$0.9 million NGF the second year. These actions result in elimination of 13 FTE positions.
 - **Layoffs.** Reduces spending by \$755,577 GF the second year. The savings are based on laying off 15 employees, including seven FTE and eight part-time wage employees. The seven full-time employee layoffs include three in agency administration, two in the standards and training section, one in the law enforcement section, and one in grants administration.
 - **Forensic Lab.** Reduces spending by \$1.1 million GF the first year and \$2.0 million GF the second year. The savings are based on reducing the cost of DNA analysis kits; reducing the number of security and facility support personnel under contract; reducing professional training opportunities and reducing the number of proficiency tests for staff.
 - **Turnover and Vacancy.** Reduces spending by \$60,000 NGF the first year and \$135,000 GF and \$60,000 NGF the second year by delaying the filling of vacant positions.
 - **Community Corrections Reductions.** Reduces spending by \$465,000 GF each year based on eliminating contract personnel working on the community corrections

management information system and eliminating the \$125,000 grant each year for the City of Martinsville and Henry County.

- **Nonpersonal Services Costs.** Reduces spending by \$300,000 GF the first year and \$400,000 GF the second year for discretionary nonpersonal services costs.
- **Victim Witness Trust Fund Balances.** Transfers balances of \$1.3 million NGF the first year and \$250,000 NGF the second year to the general fund.
- **Asset Forfeiture and Seizure Fund Balances.** Transfers balances of \$250,000 NGF each year to the general fund. DCJS is authorized to retain 10 percent of the assets forfeited in criminal cases. The Criminal Justice Services Board has statutory authority over the disbursement of those funds collected in excess of the agency's administrative costs. The transfer is based on returning one third of these funds each year to the general fund.
- **Regional Criminal Justice Training Academies.** Reduces spending by \$172,765 GF and \$172,765 NGF each year. This represents a 15 percent reduction.
- **CASA.** Reduces spending for the Court Appointed Special Advocate program by \$134,481 GF (14 percent) the first year and by \$146,250 (15 percent) the second year
- **ICJIS.** Reduces spending by \$800,000 GF each year based on reducing the scope of the Integrated Criminal Justice Information System project. Language authorizes the use of \$44,000 NGF for the Supreme Court and \$37,500 NGF for State Police to implement HB 2541 (of the 2003 Session) regarding unification of the Virginia Crime Codes.
- **Supplant General Funds.** Supplants \$2.2 million GF the first year for drug courts, Project Exile, and PAPIS (Pre- and Post-Incarceration Services), and replaces the general funds with available federal funds. (During the reconvened session, the General Assembly approved the Governor's recommended amendment to restore \$520,000 GF in FY 2004 for the drug courts which represents the 25 percent local match for the federal Byrne grant fund.) Also, the agency

will replace \$100,000 GF each year for crime prevention and \$25,000 GF the first year and \$210,000 GF the second year for school resource officers with federal Byrne grant funds.

- ***Criminal Justice Research Center.*** Reduces spending by \$300,000 GF the second year for the Criminal Justice Research Center. The savings are based on limiting the responsibilities of the center to collecting data and calculating payments to localities for the HB 599 program, and reducing its program evaluation capabilities.
 - ***Crime Prevention Center.*** Reduces spending by \$500,000 GF and two wage positions the second year. The center provides training and grants to localities for crime prevention.
 - ***Breath Alcohol Program.*** Provides \$805,998 GF the second year to offset the loss of an equal amount of nongeneral funds for the breathalyzer training and certification program in the Division of Forensic Science. Previously the program was supported with ABC funds. A companion amendment transfers the ABC funds to the general fund to support treatment programs in DMHMRSAS.
 - ***Virginia Institute for Forensic Science and Medicine.*** Eliminates the \$1.0 million NGF appropriation for this institute. The institute is now a private foundation.
 - ***Alternative Sentencing.*** Authorizes pilot programs for alternative sentencing of nonviolent misdemeanants and local-responsible felons who are serving less than six months in jail. These programs are conditioned upon approval of the local Community Criminal Justice Boards. Reimbursement is authorized at the rate of \$4 per diem (rather than the \$6 per diem that would normally be paid by the Compensation Board. A companion amendment to the Compensation Board provides funding for this program.
- **Department of Emergency Management**
 - ***October Reductions.*** Reduces spending by \$159,422 GF and \$145,803 NGF the first year and \$160,813 GF and \$152,475 NGF the second year. There is also a reduction of 3.0 FTE positions the second year. Reductions include:
 - ***Substitution of Nongeneral Funds.*** Reduces spending by \$69,408 GF and 6,400 NGF the first year and \$77,631 GF and \$6,405 NGF the second year. The savings are based on

substituting nongeneral funds for general funds for discretionary training and supplies; hurricane evacuation, hazard mitigation and other agency planning functions; the agency's community outreach conference; and nonpersonal services in the Technological Hazards Division.

- **Hazardous Materials (Hazmat) Program.** Reduces spending by \$89,003 NGF the first year and \$93,530 NGF the second year. The savings are based on deferring purchase of specialized equipment, supplies and materials; reducing travel; and limiting staff visits to localities.
- **Chemical Emergency Preparedness Planning.** Reduces spending by \$28,400 NGF the first year and \$29,528 NGF the second year based on a reduction in state consulting services to localities.
- **Hazmat Program.** Reduces spending by \$10,000 NGF the first year and \$59,000 NGF the second year based on reducing the number of Hazmat administrative regions from eight to seven, and delaying the filling of a vacant position.

- **Department of Fire Programs**

- **October Reductions.** Reduces spending by \$68,458 NGF the first year, \$136,915 NGF the second year, and two full-time and one wage position each year. In addition, there are three actions that transfer projected NGF revenue increases in the Fire Programs Fund to the general fund. These three increases are above the amounts previously appropriated in Chapter 899:
 - **Aid to Localities.** Reducing spending \$1.7 million NGF the first year and \$1.6 million NGF the second year based on reducing funds localities would otherwise receive under the formula. Language clarifies that this transfer represents the amounts above the levels previously appropriated;
 - **Burn Building Grants.** Reducing spending \$285,707 NGF the first year and \$291,808 NGF the second year based on reducing grants to localities for fire training buildings; and,
 - **Plans for State Fire Academy.** Reduces discretionary spending \$450,000 NGF each year based on deferring development of the proposed state fire academy project.

- ***Thermal Imaging Cameras.*** Eliminates \$5,000 GF the first year for purchase of thermal imaging cameras.
 - ***New Federal Grants.*** Includes a technical adjustment to reflect an increase of \$125,000 NGF each year in federal grants for emergency response to terrorism and National Fire Academy courseware.
 - ***Projected Revenue Increase.*** Provides \$135,600 NGF each year to be distributed to localities from the Fire Programs Fund, based on a 1.3 percent increase in fire insurance tax revenues above the amounts assumed in the budget, as introduced.
- **Department of Juvenile Justice**
 - ***October Reductions.*** Reduces spending by \$6.8 million GF and \$435,461 NGF the first year and \$11.6 million GF and \$437,899 NGF the second year. There is also a reduction 50 FTE positions. Examples of savings include:
 - ***Terminate Contract for KYDS.*** Reduces spending by \$1.5 million GF each year based on terminating the contract for operation of the Kenbridge Youth Development School.
 - ***Terminate Contract for TEP.*** Reduces spending by \$420,000 GF the first year and \$550,000 GF the second year based on terminating the contract for operation of the Tidewater Environmental Program.
 - ***Terminate Contract for Boot Camp.*** Reduces spending by \$2.0 million GF the first year and \$2.6 million GF the second year based on terminating the contract for operation of the juvenile boot camp at Kenbridge, in Lunenburg County.
 - ***Discontinue Drug Screening and Assessment.*** Reduces spending by \$330,000 GF and \$435,461 NGF the first year and \$880,000 GF and 437,899 NGF the second year. The savings are based on discontinuing drug screening and assessment of all juvenile offenders.
 - ***Reduce Aid to Localities.*** Reduces spending by \$2.0 million GF the first year and \$5.4 million GF the second year, based on a 15 percent reduction in aid to localities for the state share of operating costs for juvenile detention facilities.

- **Central Office Reductions.** Reduces spending by \$402,142 GF the first year and \$602,860 GF the second year. The savings are based on consolidating or eliminating certain positions in administration, contract monitoring, treatment monitoring, human rights advocacy and clerical support.
- **Culpeper Juvenile Correctional Center.** Provides \$850,000 GF the second year to continue the operation of this facility for females.
- **Juvenile Parole Services.** Reduces spending by \$200,000 GF each year based on limiting transitional services for juveniles released from state juvenile facilities.
- **Virginia Beach Juvenile Detention Center.** Reduces spending by \$445,480 GF the second year based on the delay of the opening of the new detention center until 2005.
- **Title IV-E Program.** Includes a technical reduction of \$4.0 million NGF the first year and \$3.5 million NGF the second year to reflect current revenue estimates for the federal Title IV-E program, which reimburses states for transitional services for juvenile offenders. Of the amounts collected, \$500,000 the second year is to be deposited into the general fund.
- **Unfunded Positions.** Eliminates a total of 157.0 GF positions and 29.5 NGF positions the second year. No funds were available to support these positions.
- **Department of Military Affairs**
 - **October Reductions.** Reduces spending by \$324,953 GF the first year and \$327,881 GF the second year, along with a reduction of 2.5 GF positions and 1.5 NGF positions each year. Savings include:
 - **Camp Pendleton.** Reducing spending \$100,000 GF each year by using lease payments from the City of Virginia Beach to supplant support for the State Military Reservation.
 - **Defer Armory Maintenance and Repair.** Reducing spending \$54,312 GF the first year and \$57,240 GF the second year based on deferring all armory maintenance repair projects, except for emergencies.
 - **Reduce Police Services at Fort Pickett.** Reducing spending \$35,000 GF each year based on holding one position vacant

in the Fort Pickett police department during the first year, and reducing nonpersonal services the second year.

- **Increased Federal Funds.** Provides \$3.0 million NGF the second year, based on anticipated federal grants to support federal/state cooperative agreements.
- **Department of State Police**
 - **October Reductions.** The department was exempted from the October budget reductions.
 - **Across-the-Board Reductions.** Reduces spending by \$7.1 million GF the first year and \$6.2 million GF the second year. These actions also increase nongeneral fund support by \$610,274 the first year and \$847,924 the second year. These actions result in elimination of 11.0 GF positions and 15.0 NGF positions each year. In addition, the adopted budget transfers \$4.2 million the first year and \$3.3 million the second year from various agency nongeneral fund balances to the general fund.
 - **Med-Flight Operations.** Supplants \$1,045,375 GF the first year with an equal amount of nongeneral funds from balances in the Rescue Squad Assistance Fund.
 - **STARS.** Provides that the unexpended GF balance in the funding for the State Agency Radio System be carried forward as of July 1, 2003, for STARS expenditures in the second year.
 - **Truck Weigh Stations.** Provides nongeneral fund authority for the agency to reopen certain truck weigh stations that were proposed to be closed as part of the previous budget reductions.
 - **Staffing Formula.** Directs the agency to report on options for updating the State Trooper staffing formula.
 - **Federal Highway Funds.** Directs the Secretary of Transportation, with the assistance of the Secretary of Public Safety, Commissioner of Motor Vehicles, and Superintendent of State Police, to develop a plan for using certain federal Section 154 and 164 highway funds for State Police DUI-related enforcement and education. (These federal highway funds represent the penalty imposed by the U.S. Congress on Virginia because the General Assembly did not adopt an open-container bill that meets certain specified federal

requirements. The penalty is that a certain portion of Virginia's federal highway allocation is required to be designated for safety programs rather than for highway construction.)

- ***Retention Incentives.*** Provides \$300,000 GF and \$1.2 million NGF for unspecified salary actions to improve the retention rate for state police officers. The source of the nongeneral funds is the ten percent surcharge on overtime charged to federal agencies for homeland security. Language also authorizes the agency to deposit an estimated \$100,000 into the general fund (from fees generated by additional criminal background checks pursuant to HB 2373).
- **Virginia Parole Board**
 - ***October Reductions.*** Reduces spending by \$43,384 GF the first year and \$46,211 GF the second year based on reductions in personnel and travel costs and other office operating expenses. These actions result in one layoff.

Technology

Approved actions for technology agencies result in a net reduction of \$3.4 million GF for the 2002-04 biennium when compared to the original appropriation. New spending of \$2.4 million GF is primarily attributable to the proposed establishment of the new Virginia Information Technologies Agency (VITA). As part of the establishment of the VITA, three existing information technology agencies will be consolidated into the new agency. Finally, reductions of \$5.9 million GF, including \$3.3 million GF from the October 2002 reduction plans, were approved.

- **Center for Innovative Technology**
 - **Research and Development Grant Cost Recovery.** Requires the Center for Innovative Technology (CIT) to enter into memoranda of understanding with Virginia's higher education institutions and affected industries to recover a portion of CIT's administrative and program costs associated with obtaining federal research and development grants and awards. CIT is authorized to assess up to a 7.5 percent cost recovery fee to be applied against the value of a grant or award they were involved in obtaining. CIT is directed to deposit \$500,000 to the general fund in the second year from amounts collected through the fee. Budget language also states that it is the intent of the General Assembly that general fund support for CIT be eliminated by FY 2008.
 - **October 2002 Reductions.** Includes reductions of \$1.0 million GF the first year and \$1.4 million GF the second year in reductions included as part of the October 2002 reduction plan.

Virginia Information Technologies Agency (VITA)

- **Establish Virginia Information Technologies Agency.** Establishes the Virginia Information Technologies Agency (VITA) in the second year of the biennium by consolidating the positions and funding from the Department of Information Technology, the Virginia Information Providers Network Authority, and the Department of Technology Planning.
- **Transfer Executive Branch Agency Information Technology Resource Funding and Positions.** Consistent with the provisions of HB 1926 and SB 1247, 2003 Session, budget language authorizes the Department of Planning and Budget to transfer appropriations and

technology-related positions from Executive Department agencies, other than institutions of higher education, to the new Virginia Information Technology Agency.

- **Technology Reform Implementation Funding.** Transfers \$14.0 million GF in the second year from the Virginia Information Technologies Agency to Central Appropriations where the Director of the Department of Planning and Budget will manage the disbursement of the funds during the consolidation of agency information technology-related functions and personnel.
- **Information Technology Reform Reporting Requirements.** Budget language requires periodic reports on the status of the information technology consolidation process including a review of the proposed memorandum of agreement that will guide the provision of services between VITA and the affected Executive department agencies.

Note: Governor Warner vetoed the new item 471.10, which included the above language amendments and the sum sufficient appropriation for administrative support.

- **Department of Information Technology**

- **Consolidate Agency.** Consolidates the Department of Information Technology into the new Virginia Information Technologies Agency. Transfers all funds and positions to the new agency.

- **Department of Technology Planning**

- **Consolidate Agency.** Consolidates the Department of Technology Planning into the new state Virginia Information Technologies Agency.

- **Virginia Information Providers Network Authority (VIPNet)**

- **Wireless E-911 Fund Balances.** Provides for a transfer of \$7.5 million the first year and \$5.7 million the second year from unobligated cash balances in the Wireless E-911 Fund to the general fund.
- **Consolidate Agency.** Consolidates the Virginia Information Providers Network Authority into a new state agency to be named the Virginia Information Technologies Agency. Transfers all funds and positions to the new agency.

Transportation

The adopted 2002-2004 budget for transportation agencies totals \$6,359.0 million, including \$6,145.0 million NGF and \$213.6 million GF. Representing a net reduction of \$375.5 million NGF in FY 2003 and \$46.4 million NGF in FY 2004 when compared to Chapter 899. This total reflects new spending of \$209.9 million, offset by \$631.8 million in appropriation reductions.

The adopted budget restores a wide array of services at the Department of Motor Vehicles cut by the Governor's October reduction plans. In total, \$1.6 million in FY 2003 and \$15.8 million in FY 2004 is restored to allow for the reopening of the 12 customer service centers, the reinstatement of Wednesday operations, the restoration of headquarters support personnel, and the reopening of two weigh stations; all activities eliminated this fall as part of the October reduction plan. As part of this restoration, an additional 302 full-time equivalent positions also were provided.

Most of the reductions for Transportation agencies are technical, and reconcile the adopted budget with the Six Year Improvement Program and VDOT budget approved by the Commonwealth Transportation Board in June 2002. Except for targeted administrative reductions described below, adjustments do not represent actual reductions in the VDOT or other modal agency programs or reduce any planned construction or maintenance expenditures. Instead, these adjustments revise the estimates utilized in Chapter 899 (which was developed based on the December 2001 transportation revenue forecast) to bring the estimate in line with the adjustments to the federal and state transportation revenues that have been made since that time.

The only major appropriation increase in the Secretariat is an FY 2004 revenue adjustment of \$180.7 million NGF for VDOT, reflecting the December 2002 revised transportation revenue forecast developed by the Department of Taxation. However, reductions of \$477.0 million over the biennium, which reflect changes between the December 2001 estimate and the interim forecast, more than offset these increases.

In addition to technical revenue adjustments, targeted savings of \$91.2 million NGF are generated by Transportation agencies over the biennium. The largest reductions are those applied to VDOT, totaling \$63.6 million over the biennium through a number of administrative efficiencies, largely in the area of information systems.

- **Secretary of Transportation**
 - ***Use of Bridge Funding.*** Includes language directing the Secretary to expend at least 50 percent of federal bridge funds on bridges and directs him to report to the General Assembly on the Department's efforts to expedite the expenditure of bridge funds prior to the 2004 Session.
 - ***Prohibiting Use of State Funds for Roadside Memorials.*** Language is included prohibiting VDOT from utilizing state funds to erect or maintain roadside memorials commemorating the memory of those killed in vehicle accidents along the right-of-way.
 - ***Review of Best Management Practices for Transportation Planning.*** Directs the Secretary of Transportation to report on the best practices used to improve the link between state transportation and land use planning and technical assistance that can be provided to local governments in developing comprehensive plans.
 - ***Development of Debt Policy.*** Includes language directing the Secretary of Transportation to develop a debt capacity model for transportation in coordination with the State Debt Capacity Advisory Committee and report the recommended model to the General Assembly by January 1, 2004. This language is in support of recommendations made by the Auditor of Public Accounts.

- **Department of Aviation**
 - ***Capture Balances from Aviation Special Fund.*** Language is included in Part 3 transferring \$4.7 million of outstanding aviation special fund balances to the general fund in FY 2003. None of these funds had been appropriated to projects.
 - ***Funding for Metropolitan Washington Airports Authority and Metropolitan Washington Airports Task Force.*** Reduces support for the Metropolitan Washington Airports Task Force by 26 percent each year, for a total reduction of \$260,000 over the biennium. Also includes language reducing the transfer to MWAA each year by \$300,000, representing a reduction of 15 percent.
 - ***Discretionary Grant Restrictions.*** Eliminates language limiting future capital improvement grants to the Williamsburg/Newport News International Airport due to the cancellation of the Aviation World's Fair 2003.

- **Virginia SATS Lab Project.** Authorizes the expenditure of up to \$1.0 million to match federal funding available for a joint project with the FAA and NASA to promote safety and access to rural airports.
- **October Reductions.** Nongeneral fund appropriations are reduced 15 percent, or by \$3.1 million the first year and \$3.4 million the second year with savings transferred to the general fund. The majority of the reductions come from the airport capital improvement program (\$2.6 million in FY 2003 and \$2.8 million in FY 2004).
- **Department of Motor Vehicles**
 - **Restoration of DMV Services.** The adopted budget provides \$1.6 million in FY 2003 and \$15.8 million and 302 positions in FY 2004 to support the reinstatement of DMV services cut by the Governor in October. The additional funding allows for the following restorations:
 - **Customer Service Centers.** Reopens the 12 customer service centers closed by the Governor’s October 2002 savings plan and reopens all customer service centers on Wednesdays.
 - **Weigh Stations.** Reopens the two closed truck weigh stations in Loudoun and Frederick Counties.
 - **Headquarters Operations.** Restores central office positions to process customer transactions made at the service centers and online.
 - **Credit Card Fee.** Adopted budget includes language prohibiting DMV from charging customers a credit card fee for internet transactions in order to promote the use of alternative service delivery methods. The introduced budget had proposed passing that fee on to citizens.
 - **Funding for Service Restorations.** The adopted budget includes language increasing the fee for reinstating suspended or revoked licenses from \$30 to \$45. This increase is estimated to generate \$300,000 in FY 2003 and \$3.8 million in FY 2004. Language also is included increasing the fees for driver’s licenses and identification cards by \$5 over a five-year life of the license. This change generates \$10.6 million over the biennium.

- ***Use of Local Constitutional Officers as License Agents.*** Includes language authorizing DMV to enter into agreements with any local constitutional officer to act as license agents for the Department.
- ***Rental Tax Revenues.*** Restores reductions to DMV payments to local governments through the distribution of rental vehicle taxes. The introduced budget reduced these amounts by \$1.6 million and \$2.1 million in FY 2003 and FY 2004, respectively. Language in Part 3 also directs DMV to transfer the 3 percent share of the rental tax dedicated to DMV to the general fund, estimated at \$21.7 million in FY 2004.
- ***Review of Cost Allocation.*** Directs the Auditor of Public Accounts to develop a cost accounting system to accurately document the true total costs of the activities and services provided by the Department of Motor Vehicles prior to the 2004 Session of the General Assembly.
- ***Legal Presence.*** Language under Jamestown 2007 directs \$1.0 million of the revenues generated by the \$1.00 Jamestown 2007 fee for vehicle registration to the Department of Motor Vehicles to carry out the provisions of legislation relating to the issuance of driver's licenses, permits and other DMV documents to ensure they are issued only to those legally present in the United States.
- **Department of Rail and Public Transportation**
 - ***Reconcile Appropriations to June 2002 Transportation Revenue Estimate.*** The rail and public transportation NGF appropriation is reduced by \$23.8 million in FY 2003 and \$16.7 million in FY 2004 to correspond with the adopted agency budget and program. This is a technical correction to reflect actual revenues.
 - ***Reflect Federal Highway Revenues Appropriated for Mass Transit.*** Adjusts the DRPT appropriation to reflect \$8.2 million NGF of federal highway revenue that is administered and expended by DRPT.
 - ***Dulles Corridor Project Positions.*** Five VDOT positions are transferred to the Department of Rail and Public Transportation to manage the Tysons/Dulles Corridor rail and bus rapid transit project.

- ***GRTC Initiative.*** Directs DRPT to provide up to \$900,000 in the second year to support GRTC service into Chesterfield County provided the county matches such funds on a dollar for dollar basis no later than 30 days after enactment of the Appropriation Act.
- ***October Reductions.*** Nongeneral fund appropriations are reduced \$487,524 the first year and \$518,494 the second year with savings transferred to the general fund. This represents a 15 percent reduction to non-grant programs each year. The savings are achieved largely through administrative savings, including reductions in travel, training, consultants, and turnover and vacancy savings.
- **Department of Transportation**
 - ***Reconcile Appropriations to June 2002 Transportation Revenue Estimate.*** The transportation appropriations included in Chapter 899 were based upon the December 2001 transportation revenue forecast. The FY 2002-2008 Six-Year Improvement Program and VDOT budget approved by the Commonwealth Transportation Board in June 2002 were based on substantially lower revenue estimates. The adopted budget reduces VDOT's NGF appropriations by \$309.8 million in FY 2003 and \$167.2 million in FY 2004 to correspond with the VDOT budget and program.
 - ***Reflect Revised December 2002 Transportation Revenue Estimate.*** The Department of Taxation's recent revenue forecast for transportation revenue results in a \$180.7 million increase in anticipated Highway Maintenance and Operating Fund and Transportation Trust Fund revenues over the biennium when compared to the spring 2002 revenue estimate. The forecasted funds are all appropriated in the second year.
 - ***Establish Cash Reserve.*** Includes language authorizing the Governor to adjust the amounts appropriated among the VDOT programs for the purpose of establishing a cash reserve account. This action reflects a recommendation of the Auditor of Public Accounts.
 - ***Route 58 Program.*** Directs the department to utilize balances in the Route 58 Corridor Development Fund to restart projects currently under construction and to prioritize, projects in the right-of-way acquisition stage of development. Language also is included directing the Commissioner to report by July 1 on the allocations

and expenditures from the Fund for the preceding year and to compare spending to allocations by project and district.

- ***Tolls on Interstate 81.*** Includes language requiring the Department to adhere to policy set in State law by the 2002 General Assembly which prohibits the imposition of tolls on passenger cars on the Interstate. Any comprehensive agreement signed pursuant to the PPTA of 1995 shall not be dependent on tolls on passenger vehicles unless FHWA approves a demonstration project on Interstate 81 that includes the use of tolls on passenger vehicles.
- ***FRAN Debt Service.*** Specifies that any debt service requirements of the Federal Revenue Anticipation Notes not covered by the Priority Transportation Fund or from available federal Interstate funds shall come “off-the-top” prior to making the state formula allocations set out in the Code.
- ***October Reductions.*** Nongeneral fund appropriation reductions proposed by the Governor and included in the adopted budget total \$63.6 million over the biennium. The major strategies utilized are outlined below.
 - Information technology consultant and other costs reduced \$17.2 million over the biennium.
 - Reduced use of contract employees and turnover and vacancy savings total \$15.2 million over the biennium. Also includes relinquishing 100 full time equivalent positions.
 - Terminate contract with private consultant for the Integrated Condition Assessment System (ICAS) for a savings of \$4.0 million in FY 2003 and \$7.8 million in FY 2004.
 - Reduce funding for the traffic management system for a savings of \$1.9 million in FY 2003 and \$3.8 million in FY 2004.
 - Reduce use of safety service patrols in non-peak travel hours for a savings of \$2.0 million in FY 2003 and \$4.0 million in FY 2004.
- **Motor Vehicle Dealer Board**
 - ***Transfer Funds from Motor Vehicle Transaction Recovery Fund.*** The introduced budget had proposed eliminating this fund and

transferring all balances to the general fund. Language in Part 3 restores \$200,000 to this fund thereby preserving sufficient balances to continue to operate the Fund to protect Virginia's consumers.

- **Virginia Port Authority**
 - ***Authorize Issuance of \$50.0 million Port Facilities Revenue Bonds.*** The bond authorization will be used for Phase 2 of the Norfolk International Terminal South backlands regrade and reconstruction. Debt service estimated to be \$3.0 million in the second year would be paid from the Port Authority's existing special revenue funds. Language also is included authorizing the use of these bond proceeds to enhance security at the ports.
 - ***October Reductions.*** Nongeneral fund appropriations are reduced \$1.1 million the first year and \$1.3 million the second year with savings transferred to the general fund. This represents a reduction of 15 percent each year of nonexempted programs.

Central Appropriations

Amendments approved by the General Assembly for Central Appropriations result in a net increase of \$144.1 million GF and \$3.8 million NGF for the biennium as compared to the 2002 Appropriation Act.

General fund increases include \$127.6 million for the increased cost of personal property tax relief. Other approved increases include \$38.5 million for a 2.25 percent salary increase for a December 2003 salary increase for state employees, higher education faculty, and state-supported local employees; \$15.1 million GF to pay the employer share of FY 2004 premium increases in the state employee's health insurance program; \$4.5 million GF for increased student financial aid; \$1.5 million GF to provide funding for the indemnification of poultry growers; and, \$4.6 million GF the second year in the Economic Contingency for unbudgeted cost increases.

General fund decreases in Central Appropriations include \$1.7 million from reduced rent plan expenditures in state-owned space operated by DGS and \$4.7 million from unused appropriations for Workforce Transition Act severance benefits.

Approved nongeneral fund increases include \$3.8 million for a technical adjustment to the appropriation of the Tobacco Indemnification and Community Revitalization Fund and the Virginia Tobacco Settlement Fund to account for a projected increase in payments.

- **Compensation Supplements**

- ***December 2003 Base Salary Adjustment.*** Provides \$38.5 million GF the second year to provide for a 2.25 percent December 2003 salary increase for state employees, higher education faculty, and state-supported local employees. Funding for salary increases for public school teachers is provided in the direct aid to education section of the Act. The Governor's October budget reductions eliminated the \$101.4 million GF compensation reserve in the second year.
- ***Virginia Retirement System Administrative Reductions.*** Includes funding of \$2.6 million GF to restore proposed reductions to the VRS administrative budget. Budget language in Part Three eliminates the \$2.3 million nongeneral fund transfer of VRS savings to the general fund.

- ***Special Pay Plan Report.*** Budget language directs the Virginia Retirement System to report on the feasibility of establishing an IRS qualified special pay plan and whether such a program would be beneficial for state employees.
- **Employee Health Insurance Administration**
 - ***Employer Health Insurance Premium Increases.*** Includes \$15.1 million GF the second year to fund the employer’s share of the increase in premiums for the state employee’s health insurance program. The new premiums will be effective July 1, 2003. In addition, budget language eliminates the requirement that costs associated with the increases for educational and general program employees at institutions of higher education be funded entirely from the general fund.
 - ***Workforce Transition Act Benefit Savings.*** Captures \$4.7 million GF in excess funds that were provided in Chapter 899 for Workforce Transition Act severance benefit payments.
- **Higher Education Student Financial Aid**
 - ***Need-Based Student Financial Aid.*** Provides \$4.5 million GF the second year for need-based financial aid for Virginia resident undergraduate students to address tuition increases at public higher education institutions. These funds are to be distributed to higher education institutions consistent with the level of need calculated by the State Council of Higher Education for Virginia.
- **Reversion Clearing Accounts**
 - ***Funding For At-Will Positions.*** Provides \$1.9 million GF the first year and \$1.9 million GF the second year for at-will positions eliminated in House Bill 30 (2002 Session) and subsequently vetoed by the Governor.
 - ***Maintenance and Operation of State-Owned Buildings.*** Restores \$1.8 million GF to continue routine maintenance and housekeeping services provided to agencies in state-owned buildings operated by the Department of General Services. Budget language in Part Three eliminates the \$556,329 nongeneral fund transfer to the general fund representing savings from operation and maintenance services.

- **Across-the-Board Reductions**
 - ***Legislative Branch Reductions.*** Distributes reductions approved in Chapter 899 of \$1.3 million GF the first year and \$1.3 million GF the second year to the Legislative Reversion Clearing Account.
- **Technology Reform**
 - ***Technology Reform Implementation Funding.*** Provides \$14.0 million GF to implement the technology reform measures required by Senate Bill 1247 and HB 1926 (2003 Session). This appropriation was transferred from the Virginia Information Technologies Agency.
- **Personal Property Tax Relief**
 - ***Personal Property Tax Relief.*** Provides \$54.8 million GF the first year and \$72.8 million GF the second year to continue car tax reimbursements at the 70 percent level.
- **Economic Contingency**
 - ***Economic Contingency Fund.*** Provides \$1.2 million GF the first year and \$2.0 million GF the second year for the Governor to use for unbudgeted cost increases.
 - ***Poultry Growers' Indemnification.*** Includes \$1.5 million GF the second year for poultry growers for indemnification of losses from the avian influenza outbreak that occurred in the spring of 2002. Budget language requires that representatives of the affected industries be consulted when developing guidelines for the distribution of the funding.
 - ***New Veterans' Care Cemetery.*** Provides \$175,504 GF the second year for the operational cost of the new Veterans' Care cemetery in Suffolk.
 - ***National Memorial to the Veterans of World War II.*** Provides \$334,000 GF the second year to fund the Commonwealth's share of the construction costs for the national memorial to veterans of World War II. The General Assembly had previously appropriated these funds in Chapter 1073 and Chapter 814; however, they were administratively withheld from expenditure.

- ***Economic Development Agency Consolidation.*** Includes savings of \$500,000 GF the second year through a consolidation of the Department of Business Assistance, Department of Minority Business Enterprise, the A.L. Philpott Manufacturing Extension Partnership, and the Virginia-Israel Advisory Board into a single agency. The Secretary of Commerce and Trade is directed to develop a consolidation plan by December 22, 2003.
Note: Governor Warner vetoed this provision contained in the new item 513.10.
- ***Governor’s Development Opportunity Fund.*** Budget language directs the Virginia Economic Development Partnership to work with localities receiving grants from the Governor’s Development Opportunity Fund to recover such grants when projects fail to meet agreed upon job creation and investment goals and objectives. All funds recovered will be deposited into the Governor’s Development Opportunity Fund.
- ***Technology Research Fund.*** Reduces the Commonwealth Technology Research Fund appropriation by \$1.3 million GF the second year representing uncommitted fund balances.
- ***Virginia Horse Center.*** Provides \$851,280 GF the second year for operating support of the Virginia Horse Center Foundation. Includes language directing the phase-out of state support for the Center.
- ***Civil Commitment of Sexually Violent Predators.*** Includes \$1.2 million GF the second year for the housing, treatment, and security of those civilly committed as sexually violent predators. Budget language authorizes the transfer of funds from the Department of Mental Health, Mental Retardation, and Substance Abuse Service and the Department of Corrections for the operation of this program.
- ***Homeland Security and Employee Salary Supplements.*** Provides the Governor with the authority to use amounts from the unappropriated balance to fund costs related to homeland security. In addition, authorizes the Governor to cover the costs associated with salary supplements for state classified employees recalled to active duty as part of the military reserves or National Guard. Salary supplements would only apply to employees who would otherwise earn less in military salary and any cash allowances when compared to their state base salary.

Independent

No funding amendments were approved by the General Assembly for Independent agencies, leaving appropriations at the same level as in Chapter 899. However, budget language requires the State Corporation Commission to reduce certain consumer education programs, increases the Lottery Proceeds Fund transfer, and transfers funding from the Criminal Injuries Compensation Fund to support the Line of Duty program. In addition, language in Part Three eliminates the proposed NGF reduction to VRS' administrative budget.

- **State Corporation Commission**
 - ***Consumer Education Program.*** Requires the State Corporation Commission to curtail consumer education program activities for electricity deregulation and defer initiating additional education activities for the biennium. Budget language in Part Three transfers \$2.0 million in the first year and \$6.5 million in the second year from savings in this program to the general fund.
- **State Lottery Department**
 - ***Across-the-Board Reductions.*** Language in Part Three increases the transfer to the Lottery Proceeds Fund by \$964,226 the first year and \$1,443,875 representing savings in the Lottery Department's administrative expenses.
- **Workers' Compensation Commission**
 - ***Line of Duty Payment.*** Authorizes a transfer of \$475,000 NGF from the Criminal Injuries Compensation Fund to reimburse the general fund for FY 2003 Line of Duty payments.
- **Virginia Retirement System**
 - ***Restore VRS Administrative Cost Reductions.*** Provides \$2.6 million GF in the second year in Central Appropriations to restore proposed reductions to VRS' administrative budget. Eliminates budget language authorizing the second year transfer of \$2.3 million NGF to the general fund from reductions in the VRS administrative budget.

- **Virginia Office of Protection and Advocacy**
 - ***Agency Director Salary.*** A Part 4 language amendment establishes the salary for the Executive Director of an independent agency.

Historic Landmarks and Nonstate Agencies

The adopted budget includes \$5.3 million GF in FY 2003 for historic landmarks and nonstate agencies, a reduction of \$961,655 GF from Chapter 899, 2002 Acts of Assembly. This represents a 15 percent reduction for nonstate agencies receiving a FY 2003 appropriation in Item 532. No funding is provided for FY 2004.

- **Historic Landmarks and Nonstate Agencies**
 - ***FY 2003 Reductions.*** Decreases funding by \$961,655 GF the first year for historic landmarks and nonstate agencies in Item 532. The action represents a 15 percent reduction for each agency compared to the amounts approved by the 2002 General Assembly in Chapter 899. In addition, the remainder of the appropriation to the Town of Smithfield for Windsor Castle was reverted because the grant will no longer be needed.
 - ***Disbursement of Grants.*** Clarifies legislative intent through language in Part 4 of the budget that operating appropriations for nonstate agencies (nonhistorical) of less than \$150,000 shall be disbursed in one payment once the agency has successfully met applicable match and application requirements. Appropriations of \$150,000 or more for these agencies would continue to be disbursed in equal monthly installments.
 - ***Second-Year Appropriation.*** Provides no funding for nonstate agencies in the second year in Item 532. A second-year appropriation of \$334,000 GF is provided for the national memorial to the veterans of World War II in Item 512 of the Central Appropriations section of the budget.

Capital Outlay

The capital outlay amendments for the FY 2003-2004 biennium provide a net increase of \$548.4 million in project funding. Specific actions include \$225.8 million in state-supported debt through the Virginia College Building Authority and the Virginia Public Building Authority most of which is to address projects whose general funds were supplanted in the introduced budget.

The adopted budget provides \$161.7 million in 9(c) bond and 9(d) bond authority for auxiliary enterprise and other nongeneral fund revenue-supported projects at the colleges and universities. The budget also includes \$186.1 million in nongeneral fund projects. Finally, the adopted budget includes the \$24.9 million GF reduction to the maintenance reserve program proposed by the Governor in his October budget reductions .

Capital Outlay Amendments By Fund Source	
<u>Fund Type</u>	<u>\$ Millions</u>
General Funds	(\$25.2)
VPBA Bonds	154.0
VCBA Bonds	71.8
9 (c) Bonds	10.5
9(d) Bonds	151.2
Nongeneral Funds	<u>186.1</u>
Total	\$548.4

Tables in Appendix D detail the capital outlay amendments.

October Reduction Actions

In order to balance the budget, the Governor proposed the reversion of balances from previously authorized general and nongeneral fund capital projects totaling \$92.4 million. General funds of \$84.4 million were reverted from capital projects authorized in prior biennia and nongeneral fund balances totaling \$7.9 million (Transportation Trust Funds and special funds) were

reverted from projects authorized both in prior biennia and in the current biennium. In addition, \$5.7 million GF was transferred through actions in Part III of the budget.

As proposed in October, the budget as adopted provides \$84.9 million in reverted general fund projects with proceeds from bonds issued by the Virginia College Building Authority (VCBA) and the Virginia Public Building Authority (VPBA). In addition, \$4.4 million of debt is used to fund projects previously supported by inmate revenues in the Department of Corrections. Bonds issued by these two authorities are considered tax-supported debt.

Other capital outlay projects included in the budget as adopted are described below:

Selected Capital Outlay Actions

- **Department of General Services**
 - ***Renovate Capitol Square.*** Provides \$118.6 million in VPBA bond authority and \$6.0 million from nongeneral funds to renovate and restore buildings in Capitol Square. The amendment includes \$73.9 million for the renovation of the State Capitol to include upgrading utilities. The amendment also provides language authorizing the Governor to approve the use of a public-private partnership in lieu of VPBA debt to renovate the Washington Building and Finance Building. The estimated cost of these projects is \$44.7 million.
- **Virginia School for the Deaf and Blind at Staunton**
 - ***Install Boilers.*** Provides \$1.2 million in VPBA bonds to provide heat and hot water to the campus. This project was necessitated by the closure of Staunton Correctional Center.
- **Virginia Military Institute**
 - ***Patchin Field House.*** Provides \$0.9 million from nongeneral funds to renovate and expand the student locker room facilities at Patchin Field House to accommodate the expansion of women's athletics program. Language authorizes the Institute to accept a gift from the VMI Keydet Club, Inc. in the form of renovation and expansion of the facility.

- **Department of Corrections**
 - ***Maintenance Reserve.*** Provides \$4.1 million in excess earnings on VPBA bond proceeds to supplant general funds that were reverted under a separate item. Language requires certification prior to use of the funds.

- **Department of Transportation**
 - ***Land Acquisition.*** Transfers property previously used by the Department of Corrections Fairfax Correctional Field Unit to the Department of Transportation (VDOT). VDOT may use the property to develop a joint facility with Fairfax County in which case Fairfax County will pay \$1.0 million to the Commonwealth. If Fairfax County does not locate any of its facilities on the site, VDOT must transfer \$1.0 million to the general fund in FY 2003.
 - ***Dulles Toll Road Administration Building.*** Provides \$2.2 million from the transportation trust funds to renovate and expand the Dulles Toll Road Administration Building.

- **Central Appropriations**
 - ***Maintenance Reserve.*** Reduces from \$49.8 million to \$24.9 million the amount available for maintenance reserve projects at state agencies. The funding is used for such projects as the installation of new roofing, needed electrical repairs, and the repair of heating and cooling systems. These actions were recommended by the Governor as part of his October budget reductions.
 - ***Statewide Energy Efficiency Projects.*** Reduces general fund projects with energy saving components by \$251,143 and replaces them with funds from the Oil Overcharge Expendable Trust Fund.

APPENDIX A

**Direct Aid
to Public Education
2002-2003**

2002-2003 Aid for Public Education

Division	Projected Unadjusted ADM¹	Composite Index	HB1400, as Introduced FY 2003 Distribution^{2,3}	Update Sales Tax Distribution for Corrected Census⁴	Update for Actual Participation⁵	HB1400, Adopted FY 2003 Distribution^{2,3,6}
ACCOMACK	5,207	0.2929	\$24,916,183	\$6,699	(\$17,766)	\$24,905,116
ALBEMARLE	12,101	0.6220	32,204,669	29,166	-	32,233,836
ALLEGHANY	2,858	0.2975	12,572,723	2,903	-	12,575,626
AMELIA	1,717	0.3360	7,252,436	2,268	-	7,254,704
AMHERST	4,632	0.3034	19,896,053	5,434	-	19,901,487
APPOMATTOX	2,314	0.2899	10,378,242	2,417	-	10,380,659
ARLINGTON	18,413	0.8000	35,113,758	57,127	-	35,170,885
AUGUSTA	10,622	0.3532	41,068,482	14,403	-	41,082,885
BATH	777	0.8000	1,578,683	2,253	-	1,580,937
BEDFORD	9,751	0.3943	34,315,466	13,249	-	34,328,714
BLAND	905	0.3019	4,805,326	1,043	-	4,806,369
BOTETOURT	4,702	0.4256	17,295,683	7,896	-	17,303,578
BRUNSWICK	2,343	0.2702	12,083,478	2,587	-	12,086,064
BUCHANAN	3,735	0.2452	18,785,705	3,016	-	18,788,720
BUCKINGHAM	2,189	0.2709	11,155,710	2,111	-	11,157,822
CAMPBELL	8,598	0.2837	35,062,113	9,052	-	35,071,166
CAROLINE	3,651	0.3104	15,098,996	4,036	-	15,103,032
CARROLL	4,021	0.3123	17,519,530	4,857	-	17,524,387
CHARLES CITY	903	0.4370	3,730,034	1,733	-	3,731,767
CHARLOTTE	2,180	0.2392	11,002,551	1,779	-	11,004,330
CHESTERFIELD	53,155	0.3882	180,672,006	74,279	-	180,746,284
CLARKE	2,034	0.5297	6,219,762	3,972	-	6,223,734

2002-2003 Aid for Public Education

Division	Projected Unadjusted ADM ¹	Composite Index	HB1400, as Introduced FY 2003 Distribution ^{2,3}	Update Sales Tax Distribution for Corrected Census ⁴	Update for Actual Participation ⁵	HB1400, Adopted FY 2003 Distribution ^{2,3,6}
CRAIG	700	0.3410	3,212,739	1,000	-	3,213,739
CULPEPER	6,013	0.3849	21,962,279	8,922	-	21,971,202
CUMBERLAND	1,373	0.3203	6,472,377	2,055	-	6,474,432
DICKENSON	2,633	0.2624	12,610,277	2,529	-	12,612,806
DINWIDDIE	4,433	0.2877	18,624,257	4,089	-	18,628,346
ESSEX	1,590	0.4122	6,550,370	2,590	-	6,552,959
FAIRFAX	157,744	0.7518	312,964,656	(2,782,033)	-	310,182,622
FAUQUIER	10,018	0.5848	27,134,283	20,880	-	27,155,163
FLOYD	2,030	0.3470	8,579,878	2,400	-	8,582,278
FLUVANNA	3,255	0.3721	12,478,081	3,949	-	12,482,030
FRANKLIN	7,134	0.3874	26,873,738	10,202	-	26,883,940
FREDERICK	10,928	0.3756	39,668,374	14,542	-	39,682,917
GILES	2,553	0.3140	10,746,429	3,106	-	10,749,536
GLOUCESTER	6,314	0.3132	25,784,501	7,617	-	25,792,118
GOOCHLAND	2,073	0.8000	3,851,803	6,403	-	3,858,206
GRAYSON	2,292	0.2912	11,352,934	2,485	-	11,355,419
GREENE	2,657	0.3183	11,850,016	2,977	-	11,852,992
GREENSVILLE	1,700	0.2196	8,800,056	1,263	-	8,801,320
HALIFAX	5,871	0.2380	30,182,135	5,339	-	30,187,474
HANOVER	17,635	0.4756	52,308,265	28,578	-	52,336,844
HENRICO	43,357	0.5113	132,673,779	83,336	-	132,757,114
HENRY	8,315	0.2930	37,292,439	9,674	-	37,302,112

2002-2003 Aid for Public Education

Division	Projected Unadjusted ADM ¹	Composite Index	HB1400, as Introduced FY 2003 Distribution ^{2,3}	Update Sales Tax Distribution for Corrected Census ⁴	Update for Actual Participation ⁵	HB1400, Adopted FY 2003 Distribution ^{2,3,6}
HIGHLAND	285	0.6224	1,118,680	772	-	1,119,452
ISLE OF WIGHT	4,988	0.3632	19,185,971	7,199	-	19,193,170
JAMES CITY	7,860	0.6228	18,981,121	19,335	-	19,000,455
KING GEORGE	3,044	0.3514	11,464,829	3,823	-	11,468,652
KING AND QUEEN	886	0.3658	4,408,508	1,170	-	4,409,678
KING WILLIAM	1,895	0.3459	8,176,256	2,291	-	8,178,548
LANCASTER	1,405	0.6258	3,849,483	3,508	-	3,852,990
LEE	3,769	0.1859	21,044,815	2,605	-	21,047,420
LOUDOUN	36,988	0.6851	79,907,558	84,840	-	79,992,397
LOUISA	4,234	0.6086	11,418,929	10,311	-	11,429,240
LUNENBURG	1,768	0.2481	9,180,435	1,799	-	9,182,235
MADISON	1,805	0.4150	7,329,330	2,991	-	7,332,321
MATHEWS	1,326	0.4786	4,764,994	2,270	-	4,767,264
MECKLENBURG	4,929	0.3346	21,225,376	5,692	-	21,231,068
MIDDLESEX	1,290	0.5572	4,328,555	3,051	-	4,331,606
MONTGOMERY	9,119	0.3875	35,950,282	15,339	-	35,965,621
NELSON	2,015	0.4831	7,245,518	3,974	-	7,249,492
NEW KENT	2,456	0.4219	9,009,670	3,926	-	9,013,596
NORTHAMPTON	2,048	0.3407	9,789,729	2,892	-	9,792,621
NORTHUMBERLAND	1,450	0.5972	4,149,738	3,318	-	4,153,056
NOTTOWAY	2,385	0.2451	12,017,003	2,198	-	12,019,201
ORANGE	3,973	0.4221	14,436,265	6,359	-	14,442,624

2002-2003 Aid for Public Education

Division	Projected Unadjusted ADM¹	Composite Index	HB1400, as Introduced FY 2003 Distribution^{2,3}	Update Sales Tax Distribution for Corrected Census⁴	Update for Actual Participation⁵	HB1400, Adopted FY 2003 Distribution^{2,3,6}
PAGE	3,546	0.2959	15,479,483	3,825	-	15,483,308
PATRICK	2,628	0.2813	11,739,232	2,587	-	11,741,819
PITTSYLVANIA	8,820	0.2793	39,649,889	9,577	-	39,659,466
POWHATAN	3,836	0.3956	13,768,521	5,474	-	13,773,994
PRINCE EDWARD	2,700	0.3108	12,104,024	3,417	-	12,107,441
PRINCE GEORGE	5,958	0.2596	25,467,203	5,328	-	25,472,530
PRINCE WILLIAM	59,033	0.3895	220,412,633	78,751	-	220,491,384
PULASKI	4,951	0.3263	20,620,446	6,324	-	20,626,771
RAPPAHANNOCK	1,047	0.7170	2,623,662	3,342	-	2,627,004
RICHMOND	1,216	0.3455	4,907,743	1,488	-	4,909,232
ROANOKE	14,102	0.4177	49,928,727	22,805	-	49,951,532
ROCKBRIDGE	2,820	0.4271	10,642,157	4,554	-	10,646,712
ROCKINGHAM	10,887	0.3516	41,751,353	15,683	-	41,767,036
RUSSELL	4,161	0.2548	19,475,901	4,617	-	19,480,518
SCOTT	3,702	0.2286	18,312,872	3,175	-	18,316,047
SHENANDOAH	5,620	0.3825	21,247,040	7,928	-	21,254,968
SMYTH	5,035	0.2498	24,041,732	4,785	(24,306)	24,022,211
SOUTHAMPTON	2,756	0.2919	13,506,288	3,734	-	13,510,022
SPOTSYLVANIA	21,302	0.3548	78,842,077	25,346	-	78,867,422
STAFFORD	23,715	0.3296	85,391,763	26,162	-	85,417,924
SURRY	1,121	0.8000	2,331,922	3,092	-	2,335,015
SUSSEX	1,369	0.3003	6,479,820	1,494	-	6,481,315

2002-2003 Aid for Public Education

Division	Projected Unadjusted ADM¹	Composite Index	HB1400, as Introduced FY 2003 Distribution^{2,3}	Update Sales Tax Distribution for Corrected Census⁴	Update for Actual Participation⁵	HB1400, Adopted FY 2003 Distribution^{2,3,6}
TAZEWELL	6,997	0.2678	32,115,046	6,620	-	32,121,666
WARREN	5,187	0.3781	18,860,461	7,248	94,031	18,961,739
WASHINGTON	7,142	0.3484	27,967,137	9,479	49,626	28,026,242
WESTMORELAND	1,916	0.3719	7,855,991	2,847	-	7,858,838
WISE	6,738	0.2146	32,022,737	5,100	-	32,027,836
WYTHE	4,297	0.3125	18,301,245	5,040	-	18,306,285
YORK	11,989	0.3792	41,760,070	15,571	-	41,775,641
ALEXANDRIA	10,883	0.8000	21,285,593	33,434	(51,433)	21,267,594
BRISTOL	2,310	0.3748	10,278,457	3,085	-	10,281,543
BUENA VISTA	1,085	0.2373	5,351,316	889	-	5,352,204
CHARLOTTESVILLE	4,132	0.5710	15,845,354	12,118	-	15,857,472
COLONIAL HEIGHTS	2,783	0.4755	8,734,481	4,832	-	8,739,313
COVINGTON	875	0.3407	3,980,295	945	-	3,981,240
DANVILLE	7,317	0.2927	32,321,683	9,166	-	32,330,849
FALLS CHURCH	1,826	0.8000	3,280,493	5,207	-	3,285,700
FREDERICKSBURG	2,364	0.7011	5,780,035	6,681	-	5,786,716
GALAX	1,313	0.3378	5,170,840	1,215	-	5,172,055
HAMPTON	22,899	0.2613	101,797,823	25,140	19,542	101,842,504
HARRISONBURG	4,011	0.5286	12,702,214	7,378	-	12,709,592
HOPEWELL	3,865	0.2496	17,921,849	3,312	-	17,925,161
LYNCHBURG	8,857	0.3833	35,919,043	15,167	(413)	35,933,797
MARTINSVILLE	2,672	0.2990	11,722,228	3,241	-	11,725,469

2002-2003 Aid for Public Education

Division	Projected Unadjusted ADM ¹	Composite Index	HB1400, as Introduced FY 2003 Distribution ^{2,3}	Update Sales Tax Distribution for Corrected Census ⁴	Update for Actual Participation ⁵	HB1400, Adopted FY 2003 Distribution ^{2,3,6}
NEWPORT NEWS	31,516	0.2675	137,227,996	36,274	-	137,264,270
NORFOLK	34,384	0.2655	163,846,370	37,721	-	163,884,091
NORTON	703	0.3435	3,101,184	965	-	3,102,149
PETERSBURG	5,474	0.2196	28,092,396	3,929	-	28,096,324
PORTSMOUTH	15,965	0.2164	78,531,478	12,626	-	78,544,104
RADFORD	1,543	0.3232	6,162,201	1,599	-	6,163,800
RICHMOND CITY	24,827	0.4456	102,940,773	48,138	-	102,988,912
ROANOKE CITY	13,127	0.3949	54,831,976	19,598	-	54,851,574
STAUNTON	2,666	0.3959	12,878,906	4,707	-	12,883,614
SUFFOLK	12,585	0.3018	54,156,599	15,018	-	54,171,617
VIRGINIA BEACH	75,435	0.3394	280,727,767	98,513	-	280,826,281
WAYNESBORO	2,925	0.3651	10,807,942	3,908	-	10,811,850
WILLIAMSBURG	710	0.8000	2,680,798	2,113	(123)	2,682,788
WINCHESTER	3,478	0.5587	10,779,624	7,146	-	10,786,771
FAIRFAX CITY	2,708	0.8000	4,670,548	(62,655)	-	4,607,893
FRANKLIN CITY	1,374	0.3173	6,741,017	1,643	-	6,742,660
CHESAPEAKE CITY	38,948	0.3344	152,098,680	50,416	-	152,149,096
LEXINGTON	644	0.4544	2,221,246	851	-	2,222,097
EMPORIA	965	0.2889	4,537,477	1,005	-	4,538,482
SALEM	3,919	0.4166	13,146,698	5,856	-	13,152,554
BEDFORD CITY	963	0.3446	3,866,622	1,133	-	3,867,755
POQUOSON	2,496	0.3294	9,018,525	2,718	-	9,021,242

2002-2003 Aid for Public Education

Division	Projected Unadjusted ADM ¹	Composite Index	HB1400, as Introduced FY 2003 Distribution ^{2,3}	Update Sales Tax Distribution for Corrected Census ⁴	Update for Actual Participation ⁵	HB1400, Adopted FY 2003 Distribution ^{2,3,6}
MANASSAS CITY	6,507	0.4109	23,866,591	9,873	-	23,876,465
MANASSAS PARK	2,275	0.3200	10,104,345	2,340	-	10,106,684
COLONIAL BEACH	562	0.2921	2,676,662	518	-	2,677,180
WEST POINT	773	0.2823	3,462,894	517	-	3,463,411
	1,156,599		\$4,086,560,492	(\$1,382,481)	\$69,158	\$4,085,247,169

Note: This analysis includes state funds for Standards of Quality (Group I), Incentive-Based accounts (Group II), and Categorical accounts (Group III). Federal funds are not included in this analysis.

¹Latest projected FY 2003 Average Daily Membership (ADM), based on updating the projections used for the Chapter 899 distributions with actual September 30, 2002, Fall Membership. ADM is used to distribute funding for the SOQ and several incentive-based accounts. Final entitlements are based on actual March 31, 2002.

²Estimated distributions are based on projected average daily membership (ADM) and participation rates. Final entitlements will be calculated based on actual March 31 ADM and/or final participation rates.

³Includes VPSA Technology grants from non-general funds.

⁴Reflects revised submissions in January to the Department of Education by Fairfax County and Fairfax City.

⁵Updated participation reflects actual participation in the At-risk Four-Year Olds and K-3 Reduced Class Size programs, and an adjustment to include Isle of Wight students in the New Horizons Governor's School.

⁶Distributions do not reflect updates in career and technical education as shown in the Department of Education entitlement information per Superintendent's Memorandum No. 3, dated February 28, 2003.

APPENDIX B

**Direct Aid
to Public Education
2003-2004**

2003-2004 Aid for Public Education

Division	Projected Unadjusted ADM¹	Composite Index	HB1400, As Introduced FY 2004 Distribution^{2,3}	Update Sales Tax Distribution for Corrected Census⁴	Increase Sales Tax Estimate	Update for Participation, Corrections, & Gov's Schs. Cap⁵	Reduce Block Grant⁶	2.25% Salary Increase Effective Jan. 1, 2004	HB1400, Adopted FY 2004 Distribution^{2,3,7}
ACCOMACK	5,224	0.2929	\$25,599,306	\$14,104	\$8,314	\$0	(\$94,535)	\$167,725	\$25,694,914
ALBEMARLE	12,161	0.6220	32,989,638	58,862	34,699	-	(46,100)	199,731	33,236,831
ALLEGHANY	2,802	0.2975	12,489,378	5,887	3,469	-	(23,382)	82,706	12,558,058
AMELIA	1,708	0.3360	7,350,963	4,406	2,598	-	(20,372)	49,901	7,387,495
AMHERST	4,673	0.3034	20,391,126	10,944	6,452	-	(26,348)	140,006	20,522,180
APPOMATTOX	2,300	0.2899	10,511,464	4,807	2,834	-	(22,952)	71,862	10,568,015
ARLINGTON	18,397	0.8000	35,566,365	111,882	65,952	-	(36,165)	178,052	35,886,086
AUGUSTA	10,551	0.3532	41,737,965	28,889	17,028	-	(95,148)	280,128	41,968,863
BATH	763	0.8000	1,585,448	4,548	2,679	-	(5,476)	7,020	1,594,219
BEDFORD	9,863	0.3943	35,430,574	27,622	16,282	-	(58,938)	239,044	35,654,584
BLAND	910	0.3019	4,888,791	1,944	1,146	-	(37,660)	34,940	4,889,162
BOTETOURT	4,732	0.4256	17,679,189	15,918	9,383	-	(32,112)	119,622	17,791,999
BRUNSWICK	2,318	0.2702	12,117,126	5,042	2,981	-	(28,043)	83,416	12,180,523
BUCHANAN	3,654	0.2452	18,561,767	5,815	3,424	-	(94,102)	126,870	18,603,774
BUCKINGHAM	2,148	0.2709	11,177,093	4,474	2,652	-	(25,982)	76,772	11,235,008
CAMPBELL	8,625	0.2837	35,790,956	18,257	10,761	-	(88,652)	247,256	35,978,578
CAROLINE	3,607	0.3104	15,166,044	7,915	4,695	-	(26,159)	102,079	15,254,574
CARROLL	4,135	0.3123	18,235,153	9,588	5,652	-	(26,996)	127,034	18,350,430
CHARLES CITY	887	0.4370	3,671,720	3,036	1,784	-	(16,491)	22,972	3,683,021
CHARLOTTE	2,159	0.2392	11,058,772	3,527	2,064	-	(26,055)	73,916	11,112,223
CHESTERFIELD	53,939	0.3882	186,756,915	146,696	86,475	-	(206,872)	1,258,225	188,041,439
CLARKE	2,069	0.5297	6,401,740	7,963	4,694	-	(13,082)	40,911	6,442,226
CRAIG	690	0.3410	3,233,465	2,023	1,189	-	(17,848)	20,917	3,239,746
CULPEPER	6,263	0.3849	23,333,817	18,966	11,180	-	(26,199)	158,146	23,495,909
CUMBERLAND	1,439	0.3203	6,846,794	4,084	2,408	-	(22,474)	45,086	6,875,898
DICKENSON	2,607	0.2624	12,711,850	4,773	2,812	-	(66,867)	86,532	12,739,100
DINWIDDIE	4,518	0.2877	19,364,018	8,463	4,989	-	(26,801)	135,327	19,485,995
ESSEX	1,580	0.4122	6,647,351	5,242	3,087	-	(19,282)	41,793	6,678,192
FAIRFAX	159,620	0.7518	328,281,232	(5,656,035)	561,639	21,171	(256,522)	1,773,601	324,725,086
FAUQUIER	10,293	0.5848	28,704,849	46,779	27,577	-	(26,926)	181,947	28,934,225
FLOYD	2,057	0.3470	8,846,659	5,248	3,095	-	(20,185)	60,565	8,895,382
FLUVANNA	3,386	0.3721	13,248,611	7,865	4,637	-	(19,408)	90,799	13,332,504
FRANKLIN	7,203	0.3874	27,585,417	20,599	12,142	-	(29,724)	185,497	27,773,931
FREDERICK	11,118	0.3756	41,172,646	29,348	17,301	-	(40,131)	282,538	41,461,702
GILES	2,576	0.3140	11,027,312	6,160	3,631	-	(39,228)	77,786	11,075,661
GLOUCESTER	6,316	0.3132	26,192,728	14,935	8,805	-	(44,721)	182,189	26,353,935
GOOCHLAND	2,119	0.8000	3,926,262	12,419	7,320	-	(5,832)	19,071	3,959,240
GRAYSON	2,313	0.2912	11,602,725	4,801	2,830	-	(42,866)	80,365	11,647,854
GREENE	2,682	0.3183	12,073,577	6,193	3,651	-	(38,617)	80,540	12,125,343

2003-2004 Aid for Public Education

Division	Projected Unadjusted ADM¹	Composite Index	HB1400, As Introduced FY 2004 Distribution^{2,3}	Update Sales Tax Distribution for Corrected Census⁴	Increase Sales Tax Estimate	Update for Participation, Corrections, & Gov's Schs. Cap⁵	Reduce Block Grant⁶	2.25% Salary Increase Effective Jan. 1, 2004	HB1400, Adopted FY 2004 Distribution^{2,3,7}
GREENSVILLE	1,695	0.2196	8,917,077	2,565	1,512	-	(47,239)	59,561	8,933,477
HALIFAX	5,791	0.2380	30,263,649	10,369	6,087	-	(57,593)	216,294	30,438,806
HANOVER	18,063	0.4756	54,536,452	58,611	34,551	-	(48,554)	360,235	54,941,296
HENRICO	44,333	0.5113	138,212,695	169,298	99,799	-	(169,320)	891,824	139,204,295
HENRY	8,123	0.2930	37,091,117	18,708	11,101	-	(90,811)	250,090	37,280,205
HIGHLAND	266	0.6224	1,064,136	1,493	879	-	(10,033)	5,725	1,062,199
ISLE OF WIGHT	5,026	0.3632	19,707,738	15,039	8,866	-	(41,869)	131,253	19,821,027
JAMES CITY	7,981	0.6228	19,547,788	39,073	23,033	(46,186)	(6,609)	114,396	19,671,495
KING GEORGE	3,056	0.3514	11,689,950	7,632	4,499	-	(20,439)	81,267	11,762,910
KING AND QUEEN	880	0.3658	4,428,777	2,482	1,464	-	(19,388)	29,579	4,442,914
KING WILLIAM	1,937	0.3459	8,461,275	4,665	2,750	-	(19,396)	63,116	8,512,410
LANCASTER	1,370	0.6258	3,833,698	6,732	3,966	-	(11,829)	21,531	3,854,098
LEE	3,736	0.1859	21,154,536	5,163	3,074	-	(59,001)	149,069	21,252,842
LOUDOUN	39,676	0.6851	88,480,552	195,119	115,020	-	(67,016)	546,916	89,270,590
LOUISA	4,255	0.6086	11,763,086	20,840	12,285	-	(14,675)	69,983	11,851,519
LUNENBURG	1,745	0.2481	9,224,974	3,451	2,027	-	(26,079)	64,326	9,268,699
MADISON	1,773	0.4150	7,352,994	6,143	3,621	-	(16,963)	48,749	7,394,544
MATHEWS	1,338	0.4786	4,911,739	4,584	2,703	-	(14,885)	32,091	4,936,233
MECKLENBURG	4,928	0.3346	21,573,113	11,339	6,685	-	(48,152)	147,682	21,690,667
MIDDLESEX	1,268	0.5572	4,303,151	5,744	3,387	-	(12,874)	27,512	4,326,920
MONTGOMERY	9,215	0.3875	36,830,629	29,995	17,681	-	(75,872)	252,413	37,054,846
NELSON	1,990	0.4831	7,295,173	8,006	4,731	-	(16,271)	45,355	7,336,994
NEW KENT	2,548	0.4219	9,483,050	8,177	4,821	-	(16,580)	66,339	9,545,806
NORTHAMPTON	1,984	0.3407	9,643,229	5,378	3,194	-	(25,247)	61,979	9,688,532
NORTHUMBERLAND	1,421	0.5972	4,126,872	6,469	3,810	-	(12,707)	22,895	4,147,340
NOTTOWAY	2,348	0.2451	12,001,211	4,498	2,639	-	(27,669)	83,076	12,063,755
ORANGE	3,984	0.4221	14,740,516	13,334	7,861	-	(20,252)	96,779	14,838,239
PAGE	3,580	0.2959	15,901,450	7,413	4,370	-	(43,598)	108,487	15,978,122
PATRICK	2,619	0.2813	11,924,516	5,221	3,076	-	(24,621)	81,236	11,989,427
PITTSYLVANIA	8,687	0.2793	39,702,096	19,251	11,306	-	(92,381)	278,185	39,918,457
POWHATAN	4,005	0.3956	14,621,571	11,469	6,762	-	(17,922)	103,835	14,725,714
PRINCE EDWARD	2,745	0.3108	12,604,488	6,981	4,115	-	(27,093)	81,350	12,669,840
PRINCE GEORGE	6,046	0.2596	26,345,284	10,988	6,477	-	(28,797)	183,637	26,517,588
PRINCE WILLIAM	61,602	0.3895	236,822,140	170,552	100,539	-	(199,570)	1,625,317	238,518,978
PULASKI	4,985	0.3263	21,123,052	12,519	7,380	-	(26,483)	144,566	21,261,034
RAPPAHANNOCK	1,051	0.7170	2,669,489	6,637	3,913	-	(7,723)	13,992	2,686,308
RICHMOND	1,205	0.3455	4,902,723	2,841	1,682	-	(19,193)	32,487	4,920,540
ROANOKE	14,396	0.4177	51,754,350	46,300	27,294	-	(97,131)	353,983	52,084,796
ROCKBRIDGE	2,810	0.4271	10,773,817	9,097	5,360	-	(18,009)	72,469	10,842,734

2003-2004 Aid for Public Education

Division	Projected Unadjusted ADM¹	Composite Index	HB1400, As Introduced FY 2004 Distribution^{2,3}	Update Sales Tax Distribution for Corrected Census⁴	Increase Sales Tax Estimate	Update for Participation, Corrections, & Gov's Schs. Cap⁵	Reduce Block Grant⁶	2.25% Salary Increase Effective Jan. 1, 2004	HB1400, Adopted FY 2004 Distribution^{2,3,7}
ROCKINGHAM	11,019	0.3516	43,028,789	32,119	18,934	-	(63,163)	287,971	43,304,650
RUSSELL	4,130	0.2548	19,614,252	8,250	4,841	-	(70,254)	140,031	19,697,121
SCOTT	3,741	0.2286	18,764,819	6,092	3,590	-	(70,589)	134,223	18,838,135
SHENANDOAH	5,725	0.3825	22,136,437	16,245	9,576	-	(54,324)	145,285	22,253,218
SMYTH	4,994	0.2498	24,292,929	9,564	5,654	(34,601)	(70,660)	161,238	24,364,124
SOUTHAMPTON	2,743	0.2919	13,600,082	7,122	4,195	-	(25,389)	89,347	13,675,357
SPOTSYLVANIA	22,534	0.3548	85,314,508	57,237	33,741	-	(119,598)	596,989	85,882,877
STAFFORD	25,152	0.3296	92,326,455	56,557	33,340	-	(89,131)	644,956	92,972,177
SURRY	1,090	0.8000	2,286,482	5,778	3,402	-	(6,119)	10,900	2,300,443
SUSSEX	1,338	0.3003	6,491,675	2,654	1,562	-	(23,511)	42,129	6,514,509
TAZEWELL	7,013	0.2678	32,786,970	13,874	8,178	-	(98,804)	225,936	32,936,154
WARREN	5,325	0.3781	19,787,010	14,551	8,578	-	(21,835)	135,920	19,924,224
WASHINGTON	7,108	0.3484	28,238,648	16,155	9,532	-	(81,257)	189,894	28,372,973
WESTMORELAND	1,868	0.3719	7,831,720	5,776	3,404	-	(21,628)	51,561	7,870,834
WISE	6,620	0.2146	32,060,142	10,115	6,009	-	(142,322)	222,411	32,156,356
WYTHE	4,272	0.3125	18,524,407	9,983	5,883	-	(61,648)	127,843	18,606,469
YORK	12,013	0.3792	42,600,638	31,587	18,620	-	(87,283)	300,991	42,864,553
ALEXANDRIA	10,892	0.8000	22,002,171	69,310	40,857	-	(16,714)	103,030	22,198,654
BRISTOL	2,293	0.3748	10,482,790	6,502	3,832	-	(21,732)	67,498	10,538,889
BUENA VISTA	1,069	0.2373	5,366,329	1,825	1,082	-	(21,724)	36,690	5,384,201
CHARLOTTESVILLE	4,171	0.5710	16,276,511	23,697	13,969	(69,202)	(18,488)	77,298	16,303,785
COLONIAL HEIGHTS	2,797	0.4755	8,973,404	9,779	5,765	-	(15,737)	60,269	9,033,481
COVINGTON	858	0.3407	3,923,707	2,075	1,215	-	(18,837)	26,277	3,934,437
DANVILLE	7,225	0.2927	32,571,820	18,243	10,726	-	(83,606)	210,107	32,727,290
FALLS CHURCH	1,885	0.8000	3,473,304	11,123	6,557	-	(5,531)	17,454	3,502,908
FREDERICKSBURG	2,450	0.7011	5,990,885	12,654	7,458	-	(10,903)	32,373	6,032,467
GALAX	1,333	0.3378	5,361,208	2,569	1,515	-	(20,563)	35,736	5,380,465
HAMPTON	22,795	0.2613	103,362,101	50,071	29,483	32,478	(148,103)	708,211	104,034,241
HARRISONBURG	4,167	0.5286	13,543,237	15,634	9,217	-	(19,325)	85,762	13,634,525
HOPEWELL	3,845	0.2496	18,041,032	7,152	4,200	-	(33,101)	124,171	18,143,454
LYNCHBURG	8,743	0.3833	36,267,817	31,022	18,315	-	(54,488)	235,439	36,498,105
MARTINSVILLE	2,686	0.2990	12,006,714	6,468	3,813	-	(26,108)	81,385	12,072,272
NEWPORT NEWS	31,585	0.2675	140,062,209	74,021	43,636	-	(190,723)	937,136	140,926,279
NORFOLK	34,071	0.2655	165,348,996	74,404	43,760	(69,202)	(247,327)	1,033,599	166,184,229
NORTON	686	0.3435	3,066,025	1,746	1,028	-	(18,950)	19,365	3,069,214
PETERSBURG	5,305	0.2196	27,682,015	7,123	4,193	-	(47,330)	175,920	27,821,921
PORTSMOUTH	15,669	0.2164	78,175,501	23,038	13,692	-	(146,527)	503,443	78,569,147
RADFORD	1,531	0.3232	6,238,198	3,197	1,879	-	(19,277)	43,184	6,267,181
RICHMOND CITY	24,249	0.4456	102,728,447	96,139	56,660	(138,403)	(272,436)	594,643	103,065,050

2003-2004 Aid for Public Education

Division	Projected Unadjusted ADM¹	Composite Index	HB1400, As Introduced FY 2004 Distribution^{2,3}	Update Sales Tax Distribution for Corrected Census⁴	Increase Sales Tax Estimate	Update for Participation, Corrections, & Gov's Schs. Cap⁵	Reduce Block Grant⁶	2.25% Salary Increase Effective Jan. 1, 2004	HB1400, Adopted FY 2004 Distribution^{2,3,7}
ROANOKE CITY	13,082	0.3949	55,650,358	39,016	23,000	-	(103,248)	344,632	55,953,757
STAUNTON	2,629	0.3959	13,199,631	9,676	5,713	(103,802)	(21,515)	73,890	13,163,594
SUFFOLK	13,105	0.3018	57,371,373	31,229	18,409	-	(71,754)	384,393	57,733,651
VIRGINIA BEACH	75,360	0.3394	285,901,092	196,780	115,996	-	(311,416)	1,978,609	287,881,060
WAYNESBORO	2,921	0.3651	10,992,731	8,180	4,822	-	(22,194)	70,649	11,054,188
WILLIAMSBURG	723	0.8000	2,854,119	4,656	2,745	(37,050)	(10,717)	6,851	2,820,603
WINCHESTER	3,509	0.5587	11,082,171	14,639	8,629	78,331	(15,702)	67,501	11,235,568
FAIRFAX CITY	2,736	0.8000	4,931,522	(127,573)	10,442	-	(870)	24,077	4,837,598
FRANKLIN CITY	1,368	0.3173	6,836,411	3,056	1,804	-	(22,813)	42,993	6,861,452
CHESAPEAKE CITY	39,643	0.3344	157,791,903	103,694	61,127	-	(156,220)	1,073,101	158,873,605
LEXINGTON	659	0.4544	2,296,709	1,616	952	-	(495)	15,461	2,314,243
EMPORIA	962	0.2889	4,548,764	2,083	1,228	-	(3,445)	31,468	4,580,098
SALEM	3,860	0.4166	13,180,457	11,831	6,956	-	(17,759)	85,627	13,267,111
BEDFORD CITY	974	0.3446	4,127,991	2,388	1,407	-	(1,247)	29,365	4,159,904
POQUOSON	2,505	0.3294	9,234,026	5,567	3,282	-	(17,920)	63,834	9,288,789
MANASSAS CITY	6,597	0.4109	24,880,224	21,022	12,392	-	(23,389)	169,231	25,059,479
MANASSAS PARK	2,441	0.3200	11,043,964	4,924	2,902	-	(21,961)	75,375	11,105,204
COLONIAL BEACH	549	0.2921	2,679,875	995	580	-	(19,729)	17,877	2,679,598
WEST POINT	743	0.2823	3,376,697	1,131	687	-	(19,264)	22,930	3,382,182
	1,170,222		\$4,212,351,356	(\$2,795,474)	\$2,333,593	(\$366,465)	(\$6,821,800)	\$27,546,945	\$4,232,248,155

Note: This analysis includes state funds for Standards of Quality (Group I), Incentive-Based accounts (Group II), and Categorical accounts (Group III). Federal funds are not included in this analysis.

¹ Latest projected FY 2004 Average Daily Membership (ADM), based on updating the projections used for the Chapter 899 distributions with actual September 30, 2002, Fall Membership. ADM is used to distribute funding for the SOQ and several incentive-based accounts. Final entitlements are based on actual March 31, 2002 ADM.

² Estimated distributions are based on projected average daily membership (ADM) and participation rates. Final entitlements will be calculated based on actual March 31 ADM and/or final participation rates.

³ Includes VPSA Technology grants from non-general funds.

⁴ Reflects revised submissions in January to the Department of Education by Fairfax County and Fairfax City.

⁵ Updated for new participation information for New Horizons Governor's School and for Early Reading Intervention, corrections to state operated programs, and the increase in the funding cap for the Thomas Jefferson Governor's School in Fairfax.

⁶ Reduced the Student Achievement block grant by the amounts transferred from the School Health Incentive grants and the Technology Assistant grants.

⁷ Distributions do not reflect updates in career and technical education as shown in the Department of Education entitlement information per Superintendent's Memorandum No. 3, dated February 28, 2003. In addition, the correction to homebound special education for Washington County in FY04 is not reflected.

APPENDIX C

Summary of Detailed Actions
in Budget

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
LEGISLATIVE DEPARTMENT				
General Assembly				
2002-04 Budget, Ch. 899	58,481,182	0	58,481,182	217.00
Adopted Amendments				
Study Wrongful Incarceration Claims	0	0	Language	0.00
State Articulation Agreements	0	0	Language	0.00
Office Allowance Clarification	0	0	Language	0.00
Leg. Commission Per Diems	0	0	Language	0.00
Lt. Gov. Funding	0	0	Language	0.00
Note: See Leg. Dept. Reversion Clearing Acct. for Reductions				
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	58,481,182	0	58,481,182	217.00
% Net Change	0.00%	N/A	0.00%	0.00%
Auditor of Public Accounts				
2002-04 Budget, Ch. 899	17,918,940	1,417,916	19,336,856	145.00
Adopted Amendments				
DMV Cost Allocation Methods	0	0	Language	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	17,918,940	1,417,916	19,336,856	145.00
% Net Change	0.00%	0.00%	0.00%	0.00%
Commission on Va. Alcohol Safety Action Prog.				
2002-04 Budget, Ch. 899	0	3,699,762	3,699,762	11.50
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	0	3,699,762	3,699,762	11.50
% Net Change	N/A	0.00%	0.00%	0.00%
Division of Capitol Police				
2002-04 Budget, Ch. 899	10,225,210	0	10,225,210	103.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	10,225,210	0	10,225,210	103.00
% Net Change	0.00%	N/A	0.00%	0.00%
Division of Legislative Automated Systems				
2002-04 Budget, Ch. 899	5,581,862	535,960	6,117,822	19.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	5,581,862	535,960	6,117,822	19.00
% Net Change	0.00%	0.00%	0.00%	0.00%
Division of Legislative Services				
2002-04 Budget, Ch. 899	8,846,046	135,000	8,981,046	55.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	8,846,046	135,000	8,981,046	55.00
% Net Change	0.00%	0.00%	0.00%	0.00%

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Capitol Square Preservation Council				
2002-04 Budget, Ch. 899	199,094	0	199,094	2.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	199,094	0	199,094	2.00
% Net Change	0.00%	N/A	0.00%	0.00%
Chesapeake Bay Commission				
2002-04 Budget, Ch. 899	348,776	0	348,776	1.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	348,776	0	348,776	1.00
% Net Change	0.00%	N/A	0.00%	0.00%
Dr. Martin Luther King, Jr. Memorial Comm.				
2002-04 Budget, Ch. 899	80,000	0	80,000	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	80,000	0	80,000	0.00
% Net Change	0.00%	N/A	0.00%	N/A
Joint Commission on Health Care				
2002-04 Budget, Ch. 899	873,274	0	873,274	4.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	873,274	0	873,274	4.00
% Net Change	0.00%	N/A	0.00%	0.00%
Joint Commission on Technology & Science				
2002-04 Budget, Ch. 899	325,942	0	325,942	2.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	325,942	0	325,942	2.00
% Net Change	0.00%	N/A	0.00%	0.00%
National Conference of Commissioners on Uniform State Laws				
2002-04 Budget, Ch. 899	79,000	0	79,000	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	79,000	0	79,000	0.00
% Net Change	0.00%	N/A	0.00%	N/A
State Water Commission				
2002-04 Budget, Ch. 899	20,320	0	20,320	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	20,320	0	20,320	0.00
% Net Change	0.00%	N/A	0.00%	N/A

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Va. Coal & Energy Commission				
2002-04 Budget, Ch. 899	42,640	0	42,640	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	42,640	0	42,640	0.00
% Net Change	0.00%	N/A	0.00%	N/A
Virginia Code Commission				
2002-04 Budget, Ch. 899	565,076	0	565,076	0.00
Adopted Amendments				
Fund Switch for VA Code	(48,000)	48,000	0	0.00
Reduce Lexis Nexis Funding	(220,000)	0	(220,000)	0.00
Total Adopted Amendments	(268,000)	48,000	(220,000)	0.00
HB 1400, As Adopted	297,076	48,000	345,076	0.00
% Net Change	(47.43%)	N/A	(38.93%)	N/A
Va. Commission on Youth				
2002-04 Budget, Ch. 899	624,970	0	624,970	3.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	624,970	0	624,970	3.00
% Net Change	0.00%	N/A	0.00%	0.00%
Va. Housing Study Commission				
2002-04 Budget, Ch. 899	306,360	0	306,360	2.00
Adopted Amendments				
Use of NGF for Funding	(153,180)	153,180	0	0.00
Total Adopted Amendments	(153,180)	153,180	0	0.00
HB 1400, As Adopted	153,180	153,180	306,360	2.00
% Net Change	(50.00%)	N/A	0.00%	0.00%
Va. State Crime Commission				
2002-04 Budget, Ch. 899	783,212	399,548	1,182,760	7.00
Adopted Amendments				
Technical Adjustment	0	(133,139)	(133,139)	2.00
Total Adopted Amendments	0	(133,139)	(133,139)	2.00
HB 1400, As Adopted	783,212	266,409	1,049,621	9.00
% Net Change	0.00%	(33.32%)	(11.26%)	28.57%
Va. Freedom of Information Advisory Council				
2002-04 Budget, Ch. 899	295,682	0	295,682	1.50
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	295,682	0	295,682	1.50
% Net Change	0.00%	N/A	0.00%	0.00%
Joint Legislative Audit & Review Commission				
2002-04 Budget, Ch. 899	5,443,392	195,742	5,639,134	37.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	5,443,392	195,742	5,639,134	37.00
% Net Change	0.00%	0.00%	0.00%	0.00%

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Va. Comm. on Intergovernmental Cooperation				
2002-04 Budget, Ch. 899	1,352,430	0	1,352,430	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	1,352,430	0	1,352,430	0.00
% Net Change	0.00%	N/A	0.00%	N/A
Legislative Dept. Reversion Clearing Account				
2002-04 Budget, Ch. 899	683,640	0	683,640	10.00
Adopted Amendments				
Dr. M. L. King, Jr. Commission Balances	0	0	Language	0.00
Eliminate Capitol Police Increase	(934,000)	0	(934,000)	0.00
Legislative Reductions	0	0	Language	0.00
Enrolling Correction (Capitol Police)		0	0	(10.00)
Total Adopted Amendments	(934,000)	0	(934,000)	(10.00)
HB 1400, As Adopted	(250,360)	0	(250,360)	0.00
% Net Change	(136.62%)	N/A	(136.62%)	(100.00%)
Legislative Department				
2002-04 Budget, Ch. 899	113,077,048	6,383,928	119,460,976	620.00
Adopted Amendments				
Total Increases	0	0	0	0.00
Total Decreases	(1,355,180)	68,041	(1,287,139)	(8.00)
Total Adopted Amendments	(1,355,180)	68,041	(1,287,139)	(8.00)
Adopted Budget	111,721,868	6,451,969	118,173,837	612.00
% Net Change	(1.20%)	1.07%	(1.08%)	(1.29%)

JUDICIAL DEPARTMENT

Supreme Court				
2002-04 Budget, Ch. 899	35,289,006	957,572	36,246,578	109.63
Adopted Amendments				
Judicial Evaluation Pilot Project	104,000	0	104,000	0.00
October Reductions	(536,500)	0	(536,500)	0.00
Total Adopted Amendments	(432,500)	0	(432,500)	0.00
HB 1400, As Adopted	34,856,506	957,572	35,814,078	109.63
% Net Change	(1.23%)	0.00%	(1.19%)	0.00%
Court of Appeals				
2002-04 Budget, Ch. 899	11,403,117	0	11,403,117	55.13
Adopted Amendments				
October Reductions	(64,000)	0	(64,000)	0.00
Total Adopted Amendments	(64,000)	0	(64,000)	0.00
HB 1400, As Adopted	11,339,117	0	11,339,117	55.13
% Net Change	(0.56%)	N/A	(0.56%)	0.00%
Circuit Courts				
2002-04 Budget, Ch. 899	159,695,714	397,200	160,092,914	157.00
Adopted Amendments				
Impose Add'l DUI Fee	0	0	Language	0.00
Increase IDEA Fee by \$2	0	0	Language	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	159,695,714	397,200	160,092,914	157.00
% Net Change	0.00%	0.00%	0.00%	0.00%

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
General District Courts				
2002-04 Budget, Ch. 899	146,734,262	0	146,734,262	948.20
Adopted Amendments				
Partial Restoration Gov Reduc.	311,000	0	311,000	0.00
October Reductions	(1,134,686)	0	(1,134,686)	0.00
Impose DUI and IDEA Fees	Language	0	0	0.00
Total Adopted Amendments	(823,686)	0	(823,686)	0.00
HB 1400, As Adopted	145,910,576	0	145,910,576	948.20
% Net Change	(0.56%)	N/A	(0.56%)	0.00%
J&DR District Courts				
2002-04 Budget, Ch. 899	105,389,866	0	105,389,866	561.80
Adopted Amendments				
Criminal Indigent Defense	4,000,000	0	4,000,000	0.00
Partial Restoration Gov Reduc.	226,000	0	226,000	0.00
Impose DUI and IDEA Fees	0	0	Language	0.00
October Reductions	(849,545)	0	(849,545)	0.00
Total Adopted Amendments	3,376,455	0	3,376,455	0.00
HB 1400, As Adopted	108,766,321	0	108,766,321	561.80
% Net Change	3.20%	N/A	3.20%	0.00%
Combined District Courts				
2002-04 Budget, Ch. 899	32,818,132	0	32,818,132	222.75
Adopted Amendments				
Partial Restoration Gov Reduc.	64,000	0	64,000	0.00
Impose DUI and IDEA Fees	0	0	Language	0.00
October Reductions	(237,645)	0	(237,645)	0.00
Total Adopted Amendments	(173,645)	0	(173,645)	0.00
HB 1400, As Adopted	32,644,487	0	32,644,487	222.75
% Net Change	(0.53%)	N/A	(0.53%)	0.00%
Magistrate System				
2002-04 Budget, Ch. 899	37,539,933	0	37,539,933	399.20
Adopted Amendments				
October Reductions	(287,309)	0	(287,309)	0.00
Total Adopted Amendments	(287,309)	0	(287,309)	0.00
HB 1400, As Adopted	37,252,624	0	37,252,624	399.20
% Net Change	(0.77%)	N/A	(0.77%)	0.00%
State Board of Bar Examiners				
2002-04 Budget, Ch. 899	1,829,718	0	1,829,718	5.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	1,829,718	0	1,829,718	5.00
% Net Change	0.00%	N/A	0.00%	0.00%
Judicial Inquiry & Review Commission				
2002-04 Budget, Ch. 899	923,973	0	923,973	3.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	923,973	0	923,973	3.00
% Net Change	0.00%	N/A	0.00%	0.00%

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Public Defender Commission				
2002-04 Budget, Ch. 899	44,756,552	0	44,756,552	346.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	44,756,552	0	44,756,552	346.00
% Net Change	0.00%	N/A	0.00%	0.00%
Virginia Criminal Sentencing Commission				
2002-04 Budget, Ch. 899	1,646,157	70,000	1,716,157	10.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	1,646,157	70,000	1,716,157	10.00
% Net Change	0.00%	0.00%	0.00%	0.00%
Virginia State Bar				
2002-04 Budget, Ch. 899	4,290,000	21,922,528	26,212,528	79.50
Adopted Amendments				
Office Space Cost Increase	0	33,960	33,960	0.00
Health Ins.Consult/AG Fee Increase	0	80,155	80,155	0.00
NGF Approp. Increase	0	1,027,314	1,027,314	2.00
Total Adopted Amendments	0	1,141,429	1,141,429	2.00
HB 1400, As Adopted	4,290,000	23,063,957	27,353,957	81.50
% Net Change	0.00%	5.21%	4.35%	2.52%
Judicial Department Reversion Clearing Account				
2002-04 Budget, Ch. 899	(4,561,048)	0	(4,561,048)	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	(4,561,048)	0	(4,561,048)	0.00
% Net Change	N/A	N/A	N/A	N/A
Judicial Department				
2002-04 Budget, Ch. 899	577,755,382	23,347,300	601,102,682	2,897.21
Adopted Amendments				
Total Increases	4,705,000	1,141,429	5,846,429	2.00
Total Decreases	(3,109,685)	0	(3,109,685)	0.00
Total: Adopted Amendments	1,595,315	1,141,429	2,736,744	2.00
Adopted Budget	579,350,697	24,488,729	603,839,426	2,899.21
% Net Change	0.28%	4.89%	0.46%	0.07%

EXECUTIVE DEPARTMENT

EXECUTIVE OFFICES

Governor

2002-04 Budget, Ch. 899	4,855,528	0	4,855,528	35.00
Adopted Amendments				
Consolidate Liaison Office	159,599	134,753	294,352	3.00
Ch. 899 CA Actions	(2,000)	0	(2,000)	0.00
October Reductions	(785,014)	0	(785,014)	(6.00)
Information Technology Savings	(8,556)	0	(8,556)	0.00
Eliminate Liaison Office Funding	(159,599)	(134,753)	(294,352)	(3.00)
Total Adopted Amendments	(795,570)	0	(795,570)	(6.00)
HB 1400, As Adopted	4,059,958	0	4,059,958	29.00
% Net Change	(16.38%)	N/A	(16.38%)	(17.14%)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Lieutenant Governor				
2002-04 Budget, Ch. 899	852,282	0	852,282	6.00
Adopted Amendments				
Ch. 899 CA Actions	(27,127)	0	(27,127)	0.00
October Reductions	(97,591)	0	(97,591)	(1.00)
Reduce Staff Funding	(50,000)	0	(50,000)	(1.00)
Total Adopted Amendments	<u>(174,718)</u>	<u>0</u>	<u>(174,718)</u>	<u>(2.00)</u>
HB 1400, As Adopted	677,564	0	677,564	4.00
% Net Change	(20.50%)	N/A	(20.50%)	(33.33%)
Attorney General & Dept. of Law				
2002-04 Budget, Ch. 899	37,420,224	20,228,998	57,649,222	318.00
Adopted Amendments				
Technical Adj: Rent Payments	268,924	0	268,924	0.00
Partial Restoration Gov. Reduc.	1,000,000	0	1,000,000	20.00
Medicaid Fraud Funding	300,000	0	300,000	14.00
Debt Collection Funding	0	235,811	235,811	4.00
Effective Date Sexual Predator	0	0	Language	0.00
Sexual Predator Funding	0	0	0	0.00
Ch. 899 CA Actions	(1,426,865)	0	(1,426,865)	(12.00)
October Reductions	(5,021,774)	0	(5,021,774)	(51.00)
Space for Human Rights Council	0	0	Language	0.00
Total Adopted Amendments	<u>(4,879,715)</u>	<u>235,811</u>	<u>(4,643,904)</u>	<u>(25.00)</u>
HB 1400, As Adopted	32,540,509	20,464,809	53,005,318	293.00
% Net Change	(13.04%)	1.17%	(8.06%)	(7.86%)
Secretary of The Commonwealth				
2002-04 Budget, Ch. 899	2,983,226	0	2,983,226	21.00
Adopted Amendments				
Ch. 899 CA Actions	(98,346)	0	(98,346)	(2.00)
October Reductions	(266,080)	0	(266,080)	0.00
Information Technology Savings	(2,631)	0	(2,631)	0.00
Increase Service Process Fee	0	0	Language	0.00
Total Adopted Amendments	<u>(367,057)</u>	<u>0</u>	<u>(367,057)</u>	<u>(2.00)</u>
HB 1400, As Adopted	2,616,169	0	2,616,169	19.00
% Net Change	(12.30%)	N/A	(12.30%)	(9.52%)
Office for Substance Abuse Prevention				
2002-04 Budget, Ch. 899	0	1,200,000	1,200,000	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Adopted Increases	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.00</u>
Total Adopted Amendments	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.00</u>
HB 1400, As Adopted	0	1,200,000	1,200,000	0.00
% Net Change	N/A	0.00%	0.00%	N/A

Note: Governor Warner vetoed the 2003 Session changes to this item. The appropriation reverts to the amount in Chapter 899

Virginia Liaison Office				
2002-04 Budget, Ch. 899	467,396	234,166	701,562	4.00
Adopted Amendments				
Ch. 899 CA Actions	(56,429)	0	(56,429)	(1.00)
October Reductions	(23,798)	23,798	0	0.00
Consolidate into Gov's Office	(159,599)	(134,753)	(294,352)	(3.00)
Total Adopted Amendments	<u>(239,826)</u>	<u>(110,955)</u>	<u>(350,781)</u>	<u>(4.00)</u>
HB 1400, As Adopted	227,570	123,211	350,781	0.00
% Net Change	(51.31%)	(47.38%)	(50.00%)	(100.00%)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Interstate Organization Contributions				
2002-04 Budget, Ch. 899	477,744	0	477,744	0.00
Adopted Amendments				
Ch. 899 CA Actions	(19,110)	0	(19,110)	0.00
Total Adopted Amendments	<u>(19,110)</u>	<u>0</u>	<u>(19,110)</u>	<u>0.00</u>
HB 1400, As Adopted	458,634	0	458,634	0.00
% Net Change	(4.00%)	N/A	(4.00%)	N/A

Executive Offices				
2002-04 Budget, Ch. 899	47,056,400	21,663,164	68,719,564	384.00
Adopted Amendments				
Total Increases	1,728,523	370,564	2,099,087	41.00
Total Decreases	(8,204,519)	(245,708)	(8,450,227)	(80.00)
Total: Adopted Amendments	(6,475,996)	124,856	(6,351,140)	(39.00)
Adopted Budget	40,580,404	21,788,020	62,368,424	345.00
% Net Change	(13.76%)	0.58%	(9.24%)	(10.16%)

ADMINISTRATION

Secretary of Administration				
2002-04 Budget, Ch. 899	1,853,492	0	1,853,492	15.00
Adopted Amendments				
Transfer Va. Public Broadcasting Board	6,503,376	0	6,503,376	0.00
Public Broadcasting Board Study	0	0	Language	0.00
Ch. 899 CA Actions	(0)	0	0	0.00
October Reductions	(170,693)	0	(170,693)	(2.00)
Information Technology Savings	(1,022)	0	(1,022)	0.00
Total Adopted Amendments	<u>6,331,661</u>	<u>0</u>	<u>6,331,661</u>	<u>(2.00)</u>
HB 1400, As Adopted	8,185,153	0	8,185,153	13.00
% Net Change	341.61%	N/A	341.61%	(13.33%)

Charitable Gaming Commission				
2002-04 Budget, Ch. 899	0	4,989,624	4,989,624	26.00
Adopted Amendments				
Ch. 899 CA Actions	0	0	0	0.00
October Reductions	0	(366,291)	(366,291)	0.00
Support agency from GF	2,135,549	(2,492,401)	(356,852)	(4.00)
Information Technology Savings	(12,578)	0	(12,578)	0.00
Total Adopted Amendments	<u>2,122,971</u>	<u>(2,858,692)</u>	<u>(735,721)</u>	<u>(4.00)</u>
HB 1400, As Adopted	2,122,971	2,130,932	4,253,903	22.00
% Net Change	N/A	42.71%	85.25%	84.62%

Commission on Local Government				
2002-04 Budget, Ch. 899	1,365,473	0	1,365,473	7.00
Adopted Amendments				
October Reductions	(200,167)	0	(200,167)	(1.00)
Eliminate agency and transfer functions	(582,173)	0	(582,173)	(6.00)
Consolidation-Commission on Local Government	0	0	Language	0.00
Total Adopted Amendments	<u>(782,340)</u>	<u>0</u>	<u>(782,340)</u>	<u>(7.00)</u>
HB 1400, As Adopted	583,133	0	583,133	0.00
% Net Change	(57.29%)	N/A	(57.29%)	(100.00%)

Commonwealth Competition Council				
2002-04 Budget, Ch. 899	301,637	302,317	603,954	3.00
Adopted Amendments				
October Reductions	(34,855)	(45,347)	(80,202)	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Total Adopted Amendments	(34,855)	(45,347)	(80,202)	0.00
HB 1400, As Adopted	266,782	256,970	523,752	3.00
% Net Change	(11.56%)	(15.00%)	(13.28%)	0.00%
Compensation Board				
2002-04 Budget, Ch. 899	1,026,576,291	13,415,618	1,039,991,909	24.00
Adopted Amendments				
Funding for Insurance Premiums	1,289,002	0	1,289,002	0.00
Jail Per Diem Funding	7,753,000	0	7,753,000	0.00
Ch. 899 CA Actions	0	0	0	0.00
Oct. Redct: 7/ 5% Reduction Commonwealth Attys	(3,701,361)	0	(3,701,361)	0.00
Oct. Redct: 11% Reduction Comm. Revenue	(3,452,724)	0	(3,452,724)	0.00
Oct. Redct: 11% Reduction Treasurers	(4,719,258)	0	(4,719,258)	0.00
Oct. Redct: 11% Reduction Clerks	(6,968,905)	(550,000)	(7,518,905)	0.00
Oct. Redct: 11% Reduction Clerks' Tech. Trust Fund	0	(925,427)	(925,427)	0.00
Oct. Redct: Other October Executive Reductions	(540,633)	0	(540,633)	0.00
Reduce funding for sheriffs	(26,949,268)	0	(26,949,268)	0.00
Information Technology Savings	(59,984)	0	(59,984)	0.00
Expand Court Fine Coll. Pilot	0	0	Language	0.00
Maintain Comm. Atty's Reduction at 7% in the 1st Year	(892,191)	0	(892,191)	0.00
Circuit Court Clerks	0	0	Language	0.00
Per Diem Reimbursements	0	0	Language	0.00
Community Corrections Pilot Program Per Diem	(1,000,000)	0	(1,000,000)	0.00
Total Adopted Amendments	(39,242,322)	(1,475,427)	(40,717,749)	0.00
HB 1400, As Adopted	987,333,969	11,940,191	999,274,160	24.00
% Net Change	(3.82%)	(11.00%)	(3.92%)	0.00%
Department of Employment Dispute Resolution				
2002-04 Budget, Ch. 899	1,999,238	556,160	2,555,398	21.00
Adopted Amendments				
October Reductions	(248,242)	0	(248,242)	(2.00)
Information Technology Savings	(3,475)	0	(3,475)	0.00
Total Adopted Amendments	(251,717)	0	(251,717)	(3.00)
HB 1400, As Adopted	1,747,521	556,160	2,303,681	18.00
% Net Change	(12.59%)	0.00%	(9.85%)	(14.29%)
Department of General Services				
2002-04 Budget, Ch. 899	41,554,547	30,089,853	71,644,400	673.00
Adopted Amendments				
Ch. 899 CA Actions	(0)	0	0	(9.00)
Oct. Redct: Fund Mail Serv. w/ Bldg Ops Fund	(542,000)	0	(542,000)	0.00
Oct. Redct: NGF Support for Eng. & Bldgs	(300,000)	0	(300,000)	0.00
Oct. Redct: Other October Executive Reductions	(1,382,321)	0	(1,382,321)	(14.00)
Allocate rent to appropriate programs	0	0	0	0.00
Adjust NGF Approp for Bldg Ops Fund	0	(2,439,268)	(2,439,268)	0.00
Bureau Real Prop. Mgmt Self-Suff.	(25,000)	0	(25,000)	0.00
Convert BCOM to Internal Service Fund	(2,881,000)	0	(2,881,000)	0.00
Reduce Graphic Services expenditures	0	0	0	0.00
Information Technology Savings	(204,154)	0	(204,154)	0.00
Restore Funding for Mail Operations	271,000	0	271,000	0.00
Performance Standards for DGS Internal Service Fund	0	0	Language	0.00
DGS Review	0	0	Language	0.00
DGS Office Space Inventory	0	0	Language	0.00
VA Museum Arts/Payment Lieu Taxes	0	0	Language	0.00
Virginia Distribution Center	0	0	Language	0.00
Total Adopted Amendments	(5,063,475)	(2,439,268)	(7,502,743)	(23.00)
HB 1400, As Adopted	36,491,072	27,650,585	64,141,657	650.00
% Net Change	(12.19%)	(8.11%)	(10.47%)	(3.42%)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Department of Human Resource Management				
2002-04 Budget, Ch. 899	9,900,495	6,921,048	16,821,543	103.00
Adopted Amendments				
October Executive Reductions-Other	0	100,000	100,000	0.00
Exempt Higher Education from Centralized Advertising	0	0	Language	0.00
Ch. 899 CA Actions	(0)	0	0	(4.00)
October Executive Reductions	(1,390,589)	(758,040)	(2,148,629)	(5.00)
Total Adopted Amendments	(1,390,589)	(658,040)	(2,048,629)	(9.00)
HB 1400, As Adopted	8,509,906	6,263,008	14,772,914	94.00
% Net Change	(14.05%)	(9.51%)	(12.18%)	(8.74%)
Administration of Health Insurance				
2002-04 Budget, Ch. 899	0	200,000,000	200,000,000	0.00
Adopted Amendments				
Local Choice Health Benefits Program	0	60,000,000	60,000,000	0.00
Total Adopted Amendments	0	60,000,000	60,000,000	0.00
HB 1400, As Adopted	0	260,000,000	260,000,000	0.00
% Net Change	N/A	30.00%	30.00%	N/A
Department of Veterans' Affairs				
2002-04 Budget, Ch. 899	4,924,100	260,000	5,184,100	57.00
Adopted Amendments				
Ch. 899 CA Actions	0	0	0	(2.00)
Oct. Redct: Eliminate four full-time Positions	(176,291)	0	(176,291)	(4.00)
Oct. Redct: 10 Day Furlough	(60,682)	0	(60,682)	0.00
Oct. Redct: Other October Executive Reductions	(213,163)	(18,600)	(231,763)	(1.00)
Reduce Veterans' Cemetery Revenues	0	(160,000)	(160,000)	0.00
Merge Veteran's Agencies/Councils	0	0	Language	0.00
Total Adopted Amendments	(450,136)	(178,600)	(628,736)	(7.00)
HB 1400, As Adopted	4,473,964	81,400	4,555,364	50.00
% Net Change	(9.14%)	(68.69%)	(12.13%)	(12.28%)
Human Rights Council				
2002-04 Budget, Ch. 899	683,218	38,000	721,218	5.00
Adopted Amendments				
October Executive Reductions-other	0	49,742	49,742	0.00
Restore Human Rights Council	250,865	43,498	294,363	3.00
Ch. 899 CA Actions	0	0	0	0.00
Oct. Redct: Supplant GF with Federal Funds	(87,742)	0	(87,742)	0.00
Oct. Redct: Other Reductions	(12,434)	0	(12,434)	0.00
Eliminate Commission	(289,878)	(44,244)	(334,122)	(5.00)
Total Adopted Amendments	(139,189)	48,996	(90,193)	(2.00)
HB 1400, As Adopted	544,029	86,996	631,025	3.00
% Net Change	(20.37%)	128.94%	(12.51%)	(40.00%)
State Board of Elections				
2002-04 Budget, Ch. 899	18,884,011	0	18,884,011	27.00
Adopted Amendments				
Ch. 899 CA Actions	0	0	0	0.00
Oct. Redct: Reimb. for Local Electoral Bd.	(157,494)	0	(157,494)	0.00
Oct. Redct: Other October Executive Reductions	(488,168)	0	(488,168)	0.00
Increase Charges for Voter Lists	0	0	Language	0.00
Information Technology Savings	(281,819)	0	(281,819)	0.00
General Registrars	0	0	0	0.00
Total Adopted Amendments	(927,481)	0	(927,481)	0.00
HB 1400, As Adopted	17,956,530	0	17,956,530	27.00
% Net Change	(4.91%)	N/A	(4.91%)	0.00%

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Virginia Public Broadcasting Board				
2002-04 Budget, Ch. 899	15,342,447	0	15,342,447	0.00
Adopted Amendments				
Ch. 899 CA Actions	0	0	0	0.00
Oct. Redct: 15% Reduct Instruct. TV	(973,609)	0	(973,609)	0.00
Oct. Redct: 15% Reduct. Public TV & Radio	(1,277,931)	0	(1,277,931)	0.00
Transfer to Sec. of Administration	(6,510,600)	0	(6,510,600)	0.00
Total Adopted Amendments	(8,762,140)	0	(8,762,140)	0.00
HB 1400, As Adopted	6,580,307	0	6,580,307	0.00
% Net Change	(57.11%)	N/A	(57.11%)	N/A
Virginia Veterans' Care Center				
2002-04 Budget, Ch. 899	0	473,378	473,378	3.00
Adopted Amendments				
Increase NGF Appropriation	0	23,200,000	23,200,000	230.00
Oct. Redct: Eliminate Admiss. Position	0	(69,524)	(69,524)	(1.00)
Information Technology Savings	0	0	0	0.00
Total Adopted Amendments	0	23,130,476	23,130,476	229.00
HB 1400, As Adopted	0	23,603,854	23,603,854	232.00
% Net Change	N/A	4,886.26%	4,886.26%	7,633.33%
Office of Administration				
2002-04 Budget, Ch. 899	1,123,384,949	257,045,998	1,380,430,947	964.00
Adopted Amendments				
Total Increases	15,796,243	83,393,240	99,189,483	233.00
Total Decreases	(64,385,855)	(7,869,142)	(72,254,997)	(61.00)
Total: Adopted Amendments	(48,589,612)	75,524,098	26,934,486	172.00
Adopted Budget	1,074,795,337	332,570,096	1,407,365,433	1,136.00
% Net Change	(4.33%)	29.38%	1.95%	17.84%
COMMERCE AND TRADE				
Secretary of Commerce & Trade				
2002-04 Budget, Ch. 899	1,171,263	0	1,171,263	7.00
Adopted Amendments				
Regional Competitiveness Prog.	0	0	Language	0.00
October Reductions	(100,235)	0	(100,235)	(2.00)
Information Technology Savings	(547)	0	(547)	0.00
Total Adopted Amendments	(100,782)	0	(100,782)	(2.00)
HB 1400, As Adopted	1,070,481	0	1,070,481	5.00
% Net Change	(8.60%)	N/A	(8.60%)	(28.57%)
Board of Accountancy				
2002-04 Budget, Ch. 899	0	1,244,124	1,244,124	4.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	(55,980)	(55,980)	0.00
HB 1400, As Adopted	0	1,188,144	1,188,144	4.00
% Net Change	N/A	(4.50%)	(4.50%)	0.00%
Dept. of Agriculture & Consumer Services				
2002-04 Budget, Ch. 899	49,168,063	41,949,788	91,117,851	516.00
Adopted Amendments				
Technical Adjustment	0	403,920	403,920	6.00
GA: Meat Inspection Program	1,031,096	0	1,031,096	49.00
Consolidate Milk Commission	0	755,801	755,801	10.00
GA: Coyote Control Program	35,000	0	35,000	0.00
GA: Agriculture Education Specialist	75,000	0	75,000	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Technical Adjustment	0	0	0	(6.00)
Oct. Reduct: Meat Inspection Program	(1,031,096)	0	(1,031,096)	(49.00)
Oct. Reduct: Other	(4,230,350)	(465,651)	(4,696,001)	(21.00)
Weights & Measure Insp. Fee	(650,000)	650,000	0	0.00
Coyote Control Program	(84,900)	0	(84,900)	0.00
Submerged Aquatic Vegetation	(50,000)	0	(50,000)	0.00
Oct. Reduct: Equine Breeders Incentives	(25,000)	0	(25,000)	0.00
Information Technology Savings	(119,382)	0	(119,382)	0.00
Total Adopted Amendments	(5,049,632)	1,344,070	(3,705,562)	(11.00)
HB 1400, As Adopted	44,118,431	43,293,858	87,412,289	505.00
% Net Change	(10.27%)	3.20%	(4.07%)	(2.13%)
Dept. of Business Assistance				
2002-04 Budget, Ch. 899	26,098,180	6,667,639	32,765,819	52.00
Adopted Amendments				
Technical Adjustment	350,000	0	350,000	0.00
Virginia-Israel Advisory Board	148,700	0	148,700	0.00
Workforce Retraining Fund	0	0	Language	0.00
Incubator Grant Program	(150,000)	0	(150,000)	0.00
Oct. Reduct: Industrial Training	(2,611,819)	0	(2,611,819)	0.00
Oct. Reduct: Small Business Dev. Centers	(1,522,223)	(3,300,000)	(4,822,223)	(4.00)
October Reductions	0	(7,114)	(7,114)	0.00
Information Technology Savings	(12,062)	0	(12,062)	0.00
Total Adopted Amendments	(3,797,404)	(3,307,114)	(7,104,518)	(4.00)
HB 1400, As Adopted	22,300,776	3,360,525	25,661,301	48.00
% Net Change	(14.55%)	(49.60%)	(21.68%)	(7.69%)
Department of Forestry				
2002-04 Budget, Ch. 899	31,084,327	19,292,886	50,377,213	345.00
Adopted Amendments				
Technical Adjustment	0	0	0	1.00
Other October Reductions	(2,221,195)	(182,224)	(2,403,419)	(17.62)
Reforestation of Timberlands	(490,000)	0	(490,000)	0.00
Forest Firefighting Equipment	(220,073)	0	(220,073)	0.00
Water Quality Vacant Positions	(93,600)	(7,020)	(100,620)	(2.00)
Information Technology Savings	(38,403)	0	(38,403)	0.00
Total Adopted Amendments	(3,063,271)	(189,244)	(3,252,515)	(18.62)
HB 1400, As Adopted	28,021,056	19,103,642	47,124,698	326.38
% Net Change	(9.85%)	(0.98%)	(6.46%)	(5.40%)
Dept. of Housing & Community Development				
2002-04 Budget, Ch. 899	54,089,712	141,445,868	195,535,580	122.00
Adopted Amendments				
Commission on Local Govt.	398,399	0	398,399	3.00
GA: Homeless Programs	500,000	0	500,000	0.00
Housing Partnership Loan Fund	0	0	Language	0.00
Other October Reductions	(1,716,719)	0	(1,716,719)	(4.00)
Homeless Programs	(1,410,800)	0	(1,410,800)	0.00
Oct. Reduct: Industrial Site Fund	(1,650,000)	0	(1,650,000)	0.00
Regional Workforce Services	(4,000,000)	0	(4,000,000)	0.00
Information Technology Savings	(17,495)	0	(17,495)	0.00
Virginia Enterprise Initiative	(300,000)	0	(300,000)	0.00
Total Adopted Amendments	(8,196,615)	0	(8,196,615)	(1.00)
HB 1400, As Adopted	45,893,097	141,445,868	187,338,965	121.00
% Net Change	(15.15%)	0.00%	(4.19%)	(0.82%)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Department of Labor & Industry				
2002-04 Budget, Ch. 899	14,137,989	10,293,120	24,431,109	185.00
Adopted Amendments				
Relocate Richmond Reg. Office	132,470	71,330	203,800	0.00
Monitor Federal Safety Standards	114,908	114,908	229,816	5.00
Oct. Reduct: Other	(1,377,483)	(40,225)	(1,417,708)	(13.00)
Oct. Reduct: Retain Agency Collections	0	91,738	91,738	0.00
Technical Adjustment	0	492,400	492,400	0.00
Total Adopted Amendments	(1,130,105)	730,151	(399,954)	(8.00)
HB 1400, As Adopted	13,007,884	11,023,271	24,031,155	177.00
% Net Change	(7.99%)	7.09%	(1.64%)	(4.32%)
Dept. of Mines, Mineral & Energy				
2002-04 Budget, Ch. 899	23,481,542	30,647,446	54,128,988	244.00
Adopted Amendments				
October Reductions	(1,025,845)	0	(1,025,845)	(7.00)
Solar Photovoltaic Grant Prg.	(2,295,000)	0	(2,295,000)	0.00
Increase Permit & License Fees	(835,859)	835,859	0	0.00
Information Technology Savings	(29,602)	0	(29,602)	0.00
Total Adopted Amendments	(4,186,306)	835,859	(3,350,447)	(7.00)
HB 1400, As Adopted	19,295,236	31,483,305	50,778,541	237.00
% Net Change	(17.83%)	2.73%	(6.19%)	(2.87%)
Dept. of Minority Business Enterprise				
2002-04 Budget, Ch. 899	725,930	2,071,714	2,797,644	21.00
Adopted Amendments				
Minority Business Assessment	0	0	Language	0.00
October Reductions	(78,132)	(222,261)	(300,393)	(2.00)
Information Technology Savings	(2,500)	0	(2,500)	0.00
Total Adopted Amendments	(80,632)	(222,261)	(302,893)	(2.00)
HB 1400, As Adopted	645,298	1,849,453	2,494,751	19.00
% Net Change	(11.11%)	(10.73%)	(10.83%)	(9.52%)
Dept. of Professional & Occupational Regulation				
2002-04 Budget, Ch. 899	0	21,926,489	21,926,489	136.00
Adopted Amendments				
Technical Adjustment	0	92,678	92,678	0.00
Wax Technician Regulation	0	47,420	47,420	1.00
October Reductions	0	(458,268)	(458,268)	0.00
Total Adopted Amendments	0	(318,170)	(318,170)	1.00
HB 1400, As Adopted	0	21,608,319	21,608,319	137.00
% Net Change	N/A	(1.45%)	(1.45%)	0.74%
Milk Commission				
2002-04 Budget, Ch. 899	0	1,511,602	1,511,602	10.00
Adopted Amendments				
Consolidate in VDACS	0	(755,801)	(755,801)	(10.00)
Total Adopted Amendments	0	(755,801)	(755,801)	(10.00)
HB 1400, As Adopted	0	755,801	755,801	0.00
% Net Change	N/A	(50.00%)	(50.00%)	(100.00%)
Va. Agricultural Council				
2002-04 Budget, Ch. 899	0	680,668	680,668	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	0	680,668	680,668	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
% Net Change	N/A	0.00%	0.00%	N/A
Va. Economic Development Partnership				
2002-04 Budget, Ch. 899	37,099,067	0	37,099,067	0.00
Adopted Amendments				
Oct. Reduct: Marketing/Industry Shows	(471,720)	0	(471,720)	0.00
Oct. Reduct: Personnel Reduction	(1,299,760)	0	(1,299,760)	0.00
Oct. Reduct: Other Reductions	(1,373,906)	0	(1,373,906)	0.00
VA Shipbuilding & Carrier Integration Cnt	(5,000,000)	0	(5,000,000)	0.00
Information Technology Savings	(125,682)	0	(125,682)	0.00
Total Adopted Amendments	(8,271,068)	0	(8,271,068)	0.00
HB 1400, As Adopted	28,827,999	0	28,827,999	0.00
% Net Change	(22.29%)	N/A	(22.29%)	N/A
Va. Employment Commission				
2002-04 Budget, Ch. 899	160,510	964,530,554	964,691,064	1,001.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	160,510	964,530,554	964,691,064	1,001.00
% Net Change	0.00%	0.00%	0.00%	0.00%
Va. Racing Commission				
2002-04 Budget, Ch. 899	0	6,706,202	6,706,202	10.00
Adopted Amendments				
October Reductions	0	(451,500)	(451,500)	0.00
Equine Research Funding	0	(296,000)	(296,000)	0.00
Total Adopted Amendments	0	(747,500)	(747,500)	0.00
HB 1400, As Adopted	0	5,958,702	5,958,702	10.00
% Net Change	N/A	(11.15%)	(11.15%)	0.00%
Va. Tourism Authority				
2002-04 Budget, Ch. 899	28,761,988	0	28,761,988	0.00
Adopted Amendments				
GA: VA Broadcasters "See VA First"	200,000	0	200,000	0.00
GA: Outdoor Advertising "See VA First"	93,500	0	93,500	0.00
GA: African-American Heritage Trails	50,000	0	50,000	0.00
Tourism Core Advertising	500,000	0	500,000	0.00
Oct. Reduct: Other	(397,616)	0	(397,616)	0.00
Oct. Reduct: Tourism Marketing Division	(535,642)	0	(535,642)	0.00
Oct. Reduct: VA Broadcasters "See VA First"	(200,000)	0	(200,000)	0.00
Oct. Reduct: VA Aviation Adventure	(100,000)	0	(100,000)	0.00
Cooperative Advertising Program	(4,400,000)	0	(4,400,000)	0.00
African-American Heritage Trails	(200,000)	0	(200,000)	0.00
Oct. Reduct: Tredegar Civil War Center	(100,000)	0	(100,000)	0.00
Information Technology Savings	(35,115)	0	(35,115)	0.00
Total Adopted Amendments	(5,124,873)	0	(5,124,873)	0.00
HB 1400, As Adopted	23,637,115	0	23,637,115	0.00
% Net Change	(17.82%)	N/A	(17.82%)	N/A
Office of Commerce and Trade				
2002-04 Budget, Ch. 899	265,978,571	1,248,968,100	1,514,946,671	2,653.00
Adopted Amendments				
Total Increases	3,629,073	1,486,057	5,115,130	75.00
Total Decreases	(42,629,761)	(4,172,047)	(46,801,808)	(137.62)
Total: Adopted Amendments	(39,000,688)	(2,685,990)	(41,686,678)	(62.62)
Adopted Budget	226,977,883	1,246,282,110	1,473,259,993	2,590.38
% Net Change	(14.66%)	(0.22%)	(2.75%)	(2.36%)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
EDUCATION				
Secretary of Education				
2002-04 Budget, Ch. 899	1,195,695	0	1,195,695	6.00
Adopted Amendments				
Tuition and Fee Policy	0	0	Language	0.00
Statewide Strategic Planning	0	0	Language	0.00
Ch. 899 CA Actions	(196,861)	188,971	(7,890)	0.00
October Reductions	(83,489)	0	(83,489)	(1.00)
Information Technology Savings	(407)	0	(407)	0.00
Total Adopted Amendments	(280,757)	188,971	(91,786)	(1.00)
HB 1400, As Adopted	914,938	188,971	1,103,909	5.00
% Net Change	(23.48%)	N/A	(7.68%)	(16.67%)
Dept. of Education - Central Office				
2002-04 Budget, Ch. 899	97,935,658	58,241,687	156,177,345	321.00
Adopted Amendments				
Governor's PASS Initiative	769,483	0	769,483	0.00
Separate History SOL Test	1,856,919	0	1,856,919	0.00
Federal Funding Updates:				
No Child Left Behind Grants	0	2,000,000	2,000,000	10.00
Reading First Grant	0	3,800,000	3,800,000	9.00
Teacher Quality Grant	0	4,500,000	4,500,000	6.00
State Assessment Grant	0	8,200,000	8,200,000	0.00
Teacher/Principal Training	0	2,000,000	2,000,000	0.00
Technology	0	550,000	550,000	0.00
21st Century	0	460,000	460,000	0.00
Special Ed	0	2,000,000	2,000,000	0.00
Community Service	0	979,085	979,085	0.00
Conference/Publications Revenues	0	100,000	100,000	0.00
Oct. Redct: Delay Web-based SOL Testing	(1,425,000)	0	(1,425,000)	0.00
Oct. Redct: Close Best Practice Centers	(720,000)	0	(720,000)	0.00
Oct. Redct: Other	(3,717,070)	0	(3,717,070)	(22.00)
Capture Balances: Algebra Readiness Diagnostic Test	(350,000)	0	(350,000)	0.00
Capture Balances: National Certification Bonuses	(457,500)	0	(457,500)	0.00
Eliminate 11 Positions	(715,000)	0	(715,000)	(11.00)
Correct Position Reduction	0	0	0	1.00
Eliminate Model Curricula Training	(75,000)	0	(75,000)	0.00
Eliminate Stanford-9 Tests	(583,273)	0	(583,273)	0.00
Shift SOL Late Fee Cost	(300,000)	0	(300,000)	0.00
Reduce At-risk Fours Tech. Support	(35,000)	0	(35,000)	0.00
Reduce Supts. Office and Exec. Mgmt.	(150,000)	0	(150,000)	0.00
Information Technology Savings	(250,541)	0	(250,541)	0.00
Total Adopted Amendments	(6,151,982)	24,589,085	18,437,103	(7.00)
HB 1400, As Adopted	91,783,676	82,830,772	174,614,448	314.00
% Net Change	(6.28%)	42.22%	11.81%	(2.18%)
Dept. of Education - Direct Aid				
2002-04 Budget, Ch. 899	7,957,134,845	1,320,881,274	9,278,016,119	0.00
Adopted Amendments				
2.25% Salary Increase	27,546,945	0	27,546,945	0.00
Establish Student Ach. Block Grant	0	0	Language	0.00
Increase Governor's Schools Cap	21,171	0	21,171	0.00
Technical Updates:				
Lottery Proceeds	44,558,077	0	44,558,077	0.00
ADM, Fall Mem., and Test Scores	31,698,715	0	31,698,715	0.00
Triennial Census	11,339,993	0	11,339,993	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
No. of Schools (Technology)	125,974	503,078	629,052	0.00
At-Risk Fours Correction	69,725	0	69,725	0.00
Spec. Ed. Homebound Correction	49,626	0	49,626	0.00
Governor's School Correction	52,020	0	52,020	0.00
Remedial Summer School Correction	78,331	0	78,331	0.00
Federal Funds Updates:				
Reading First Grant	0	15,100,000	15,100,000	0.00
School Food Program	0	5,000,000	5,000,000	0.00
Teacher Quality Grant	0	1,000,000	1,000,000	0.00
Limited English Proficient Grant	0	5,100,000	5,100,000	0.00
Teacher/Principal Training	0	50,200,000	50,200,000	0.00
Technology	0	10,100,000	10,100,000	0.00
21st Century CLCs	0	8,750,000	8,750,000	0.00
IDEA - Special Ed	0	18,000,000	18,000,000	0.00
Reduce Block Grant - School Health Incentive	(1,749,673)	0	(1,749,673)	0.00
Reduce Block Grant - Technology Assistants	(5,072,127)	0	(5,072,127)	0.00
Oct. Redct: VA Career Ed. Foundation	(11,966)	0	(11,966)	0.00
Oct. Redct: Project Discovery	(301,297)	0	(301,297)	0.00
Oct. Redct: Southwest Education Consortium	(108,600)	0	(108,600)	0.00
Oct. Redct: Southside Reg. Tech. Consortium	(64,500)	0	(64,500)	0.00
Oct. Redct: Western VA Pub. Ed. Consortium	(22,500)	0	(22,500)	0.00
Oct. Redct: William King Arts Center	(34,500)	0	(34,500)	0.00
Project Discovery	(49,060)	0	(49,060)	0.00
Southwest Education Consortium	(107,700)	0	(107,700)	0.00
Southside Reg. Tech. Consortium	(82,750)	0	(82,750)	0.00
Western VA Pub. Ed. Consortium	(63,750)	0	(63,750)	0.00
Eliminate GF for Migrant Education	(300,000)	0	(300,000)	0.00
Divert Literary Fund to Retirement	(54,850,000)	54,850,000	0	0.00
Technical Updates:				
Inflation (Prof. Dev.)	(3,135,154)	0	(3,135,154)	0.00
Sales Tax Revenues	(13,539,170)	0	(13,539,170)	0.00
Participation	(3,068,814)	0	(3,068,814)	0.00
Special Ed. Categorical	(890,039)	0	(890,039)	0.00
Triennial Census Data Correction	(4,177,955)	0	(4,177,955)	0.00
State Operated Programs Correction	(449,810)	0	(449,810)	0.00
State Operated Prog.- Actuals & Delays	(905,374)	0	(905,374)	0.00
K-3 Class Size Balance	(139,735)	0	(139,735)	0.00
Early Reading Participation	(48,635)	0	(48,635)	0.00
Algebra Readiness Participation	(95,517)	0	(95,517)	0.00
Assume Early Reading Test Score Improvement	(487,664)	0	(487,664)	0.00
Algebra Readiness Test: Assume Improvement	(277,196)	0	(277,196)	0.00
VPSA NGF Correction	0	(6,156)	(6,156)	0.00
Total Adopted Amendments	25,507,091	168,596,922	194,104,013	0.00
HB 1400, As Adopted	7,982,641,936	1,489,478,196	9,472,120,132	0.00
% Net Change	0.32%	12.76%	2.09%	N/A
Va. School for the Deaf, Blind & Multi-Disabled at Hampton				
2002-04 Budget, Ch. 899	13,149,948	924,050	14,073,998	130.00
Adopted Amendments				
Ch. 899 CA Actions	(241,024)	0	(241,024)	0.00
October Reductions	(800,322)	0	(800,322)	(1.00)
Information Technology Savings	(7,016)	0	(7,016)	0.00
Total Adopted Amendments	(1,048,362)	0	(1,048,362)	(1.00)
HB 1400, As Adopted	12,101,586	924,050	13,025,636	129.00
% Net Change	(7.97%)	0.00%	(7.45%)	(0.77%)
Va. School for the Deaf & the Blind at Staunton				
2002-04 Budget, Ch. 899	12,767,330	1,270,574	14,037,904	149.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Adopted Amendments	0	0	0	0.00
Temporary Boiler	470,000	0	470,000	0.00
Ch. 899 CA Actions	(185,784)	38,114	(147,670)	(2.00)
October Reductions	(491,781)	71,000	(420,781)	(3.00)
Information Technology Savings	(7,558)	0	(7,558)	0.00
Total Adopted Amendments	(215,123)	109,114	(106,009)	(5.00)
HB 1400, As Adopted	12,552,207	1,379,688	13,931,895	144.00
% Net Change	(1.68%)	8.59%	(0.76%)	(3.36%)
Department of Education				
2002-04 Budget, Ch. 899	8,080,987,781	1,381,317,585	9,462,305,366	600.00
Adopted Amendments				
Total Increases	118,636,979	138,342,163	256,979,142	25.00
Total Decreases	(100,545,355)	54,952,958	(45,592,397)	(38.00)
Total: Adopted Amendments	18,091,624	193,295,121	211,386,745	(13.00)
Adopted Budget	8,099,079,405	1,574,612,706	9,673,692,111	587.00
% Net Change	0.22%	13.99%	2.23%	(2.17%)
State Council of Higher Education for Va.				
2002-04 Budget, Ch. 899	129,782,704	11,086,644	140,869,348	47.00
Adopted Amendments				
Increase NGF for new fee on out-of-state institutions	0	227,176	227,176	0.00
GA: Restore TAG Reductions	2,500,000	0	2,500,000	0.00
GA: Restore VWIL	546,986	0	546,986	0.00
GA: Restore Optometry Scholarships	200,000	0	200,000	0.00
GA: Partial Restoration of Oct. Reduct.	200,000	0	200,000	2.00
Ch. 899 CA Actions	(1,297,238)	0	(1,297,238)	(3.00)
Gov: Reduce Tuition Assistance Grants	(11,653,106)	(137,060)	(11,790,166)	0.00
Gov: Reduce Eminent Scholars Match	(1,946,705)	(25,554)	(1,972,259)	0.00
Gov: Eliminate VWIL	(546,986)	0	(546,986)	0.00
Gov: Other	(2,662,060)	235,438	(2,426,622)	(10.00)
Eliminate Space Grant Consortium	(170,000)	0	(170,000)	0.00
Gov: Eliminate the Outstanding Faculty Awards Program	(22,434)	0	(22,434)	0.00
Eliminate Technology Grants	(113,610)	0	(113,610)	0.00
Information Technology Savings	(33,480)	0	(33,480)	0.00
Remove funding for Comm. Health Research Bd.	0	(800,000)	(800,000)	0.00
Total Adopted Amendments	(14,998,633)	(500,000)	(15,498,633)	(11.00)
HB 1400, As Adopted	114,784,071	10,586,644	125,370,715	36.00
% Net Change	(11.56%)	(4.51%)	(11.00%)	(23.40%)
Christopher Newport University				
2002-04 Budget, Ch. 899	46,790,136	72,074,350	118,864,486	690.24
Adopted Amendments				
Increase NGF for E&G Programs	0	4,469,370	4,469,370	0.00
Increase NGF for Auxiliary Enterprises	0	4,363,008	4,363,008	0.00
Increase NGF for Sponsored Programs	0	525,000	525,000	0.00
October Reductions	(3,575,558)	0	(3,575,558)	(29.50)
Research and Public Service Centers	(39,960)	0	(39,960)	0.00
Total Adopted Amendments	(3,615,518)	9,357,378	5,741,860	(29.50)
HB 1400, As Adopted	43,174,618	81,431,728	124,606,346	660.74
% Net Change	(7.73%)	12.98%	4.83%	(4.27%)
College of William & Mary				
2002-04 Budget, Ch. 899	90,118,071	216,820,575	306,938,646	1,394.45
Adopted Amendments				
Increase NGF for E&G Programs	0	15,050,000	15,050,000	0.00
Increase NGF for Auxiliary Enterprises	0	5,529,600	5,529,600	0.00
Increase NGF for Sponsored Programs	0	4,800,000	4,800,000	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Technical Adjustment for Unused NGF	0	(348,000)	(348,000)	0.00
October Reductions	(10,305,590)	0	(10,305,590)	(23.00)
Research and Public Service Centers	(160,147)	0	(160,147)	0.00
Total Adopted Amendments	(10,465,737)	25,031,600	14,565,863	(23.00)
HB 1400, As Adopted	79,652,334	241,852,175	321,504,509	1,371.45
% Net Change	(11.61%)	11.54%	4.75%	(1.65%)
Richard Bland College				
2002-04 Budget, Ch. 899	9,860,142	4,815,366	14,675,508	103.21
Adopted Amendments				
Increase NGF for E&G Programs	0	374,000	374,000	0.00
October Reductions	(769,551)	0	(769,551)	(3.05)
Total Adopted Amendments	(769,551)	374,000	(395,551)	(3.05)
HB 1400, As Adopted	9,090,591	5,189,366	14,279,957	100.16
% Net Change	(7.80%)	7.77%	(2.70%)	(2.96%)
Virginia Institute of Marine Science				
2002-04 Budget, Ch. 899	36,074,110	28,096,216	64,170,326	360.12
Adopted Amendments				
Increase NGF for E&G Programs	0	82,000	82,000	0.00
Increase NGF for Sponsored Programs	0	6,726,000	6,726,000	19.00
Aquaculture Genetics and Breeding Program	50,000	0	50,000	0.00
Ch. 899 CA Actions	(1,404,872)	100,000	(1,304,872)	(11.05)
October Reductions	(3,533,867)	2,627,219	(906,648)	(12.00)
Research and Public Service Centers	(20,000)	0	(20,000)	0.00
Total Adopted Amendments	(4,908,739)	9,535,219	4,626,480	(4.05)
HB 1400, As Adopted	31,165,371	37,631,435	68,796,806	356.07
% Net Change	(13.61%)	33.94%	7.21%	(1.12%)
George Mason University				
2002-04 Budget, Ch. 899	220,316,160	436,343,370	656,659,530	2,890.02
Adopted Amendments				
Increase NGF for E&G Programs	0	38,360,549	38,360,549	0.00
Increase NGF for Auxiliary Enterprises	0	6,000,000	6,000,000	10.00
Increase NGF for Sponsored Programs	0	15,000,000	15,000,000	40.00
Operating Support for New Acad. Building	535,000	0	535,000	0.00
October Reductions	(21,694,983)	0	(21,694,983)	(28.00)
Research and Public Service Centers	(127,125)	0	(127,125)	0.00
Total Adopted Amendments	(21,287,108)	59,360,549	38,073,441	22.00
HB 1400, As Adopted	199,029,052	495,703,919	694,732,971	2,912.02
% Net Change	(9.66%)	13.60%	5.80%	0.76%
James Madison University				
2002-04 Budget, Ch. 899	128,625,934	326,718,301	455,344,235	2,368.14
Adopted Amendments				
Increase NGF for E&G Programs	0	23,023,756	23,023,756	0.00
Adjust NGF for Federal Work-Study Funds	0	80,216	80,216	0.00
Program Offering Clarification	0	0	Language	0.00
October Reductions	(12,769,222)	0	(12,769,222)	(77.75)
Total Adopted Amendments	(12,769,222)	23,103,972	10,334,750	(77.75)
HB 1400, As Adopted	115,856,712	349,822,273	465,678,985	2,290.39
% Net Change	(9.93%)	7.07%	2.27%	(3.28%)
Longwood University				
2002-04 Budget, Ch. 899	40,721,664	68,702,442	109,424,106	582.56
Adopted Amendments				
Increase NGF for E&G Programs	0	4,731,047	4,731,047	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Increase NGF for Auxiliary Enterprises	0	1,104,885	1,104,885	0.00
Operating Support for Southside Virginia HEC	200,000	0	200,000	0.00
October Reductions	(3,228,400)	0	(3,228,400)	(10.00)
Research and Public Service Centers	(34,389)	0	(34,389)	0.00
Total Adopted Amendments	(3,062,789)	5,835,932	2,773,143	(10.00)
HB 1400, As Adopted	37,658,875	74,538,374	112,197,249	572.56
% Net Change	(7.52%)	8.49%	2.53%	(1.72%)
Mary Washington College				
2002-04 Budget, Ch. 899	34,031,357	75,588,342	109,619,699	627.16
Adopted Amendments				
Increase NGF for E&G Programs	0	5,979,960	5,979,960	0.00
Increase NGF for Sponsored Programs	0	432,749	432,749	0.00
October Reductions	(3,932,197)	0	(3,932,197)	(4.00)
Total Adopted Amendments	(3,932,197)	6,412,709	2,480,512	(4.00)
HB 1400, As Adopted	30,099,160	82,001,051	112,100,211	623.16
% Net Change	(11.55%)	8.48%	2.26%	(0.64%)
Melchers-Monroe Memorials				
2002-04 Budget, Ch. 899	1,048,656	220,000	1,268,656	10.00
Adopted Amendments				
Increase NGF for New Private Funds	0	50,000	50,000	0.00
Ch. 899 CA Actions	(41,946)	0	(41,946)	0.00
October Reductions	(140,864)	0	(140,864)	0.00
Total Adopted Amendments	(182,810)	50,000	(132,810)	0.00
HB 1400, As Adopted	865,846	270,000	1,135,846	10.00
% Net Change	(17.43%)	22.73%	(10.47%)	0.00%
Norfolk State University				
2002-04 Budget, Ch. 899	90,498,497	143,799,354	234,297,851	1,018.75
Adopted Amendments				
Increase NGF for E&G Programs	0	6,152,260	6,152,260	0.00
Increase NGF for Auxiliary Enterprises	0	1,650,000	1,650,000	0.00
Increase for SkillTek Program	0	250,000	250,000	0.00
October Reductions	(5,375,050)	0	(5,375,050)	(39.00)
Total Adopted Amendments	(5,375,050)	8,052,260	2,677,210	(39.00)
HB 1400, As Adopted	85,123,447	151,851,614	236,975,061	979.75
% Net Change	(5.94%)	5.60%	1.14%	(3.83%)
Old Dominion University				
2002-04 Budget, Ch. 899	172,911,303	207,948,268	380,859,571	2,318.49
Adopted Amendments				
Increase NGF for E&G Programs	0	1,848,362	1,848,362	0.00
Operating Support for Computational Science & Suffolk				
Teletechnet	385,000	0	385,000	4.00
October Reductions	(16,640,217)	0	(16,640,217)	(80.75)
Research and Public Service Centers	(290,103)	0	(290,103)	0.00
Total Adopted Amendments	(16,545,320)	1,848,362	(14,696,958)	(76.75)
HB 1400, As Adopted	156,365,983	209,796,630	366,162,613	2,241.74
% Net Change	(9.57%)	0.89%	(3.86%)	(3.31%)
Radford University				
2002-04 Budget, Ch. 899	79,867,728	127,942,108	207,809,836	1,309.04
Adopted Amendments				
Increase NGF for E&G Programs	0	8,385,888	8,385,888	0.00
October Reductions	(6,782,255)	0	(6,782,255)	(12.00)
Total Adopted Amendments	(6,782,255)	8,385,888	1,603,633	(12.00)
HB 1400, As Adopted	73,085,473	136,327,996	209,413,469	1,297.04

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
% Net Change	(8.49%)	6.55%	0.77%	(0.92%)
Southwest Va. Higher Education Center				
2002-04 Budget, Ch. 899	3,413,270	874,000	4,287,270	18.00
Adopted Amendments				
Increase NGF for new grant revenue	0	159,075	159,075	0.00
Ch. 899 CA Actions	(122,825)	0	(122,825)	0.00
October Reductions	(396,485)	0	(396,485)	0.00
Total Adopted Amendments	(519,310)	159,075	(360,235)	0.00
HB 1400, As Adopted	2,893,960	1,033,075	3,927,035	18.00
% Net Change	(15.21%)	18.20%	(8.40%)	0.00%
University of Virginia				
2002-04 Budget, Ch. 899	276,209,454	1,143,943,930	1,420,153,384	6,741.20
Adopted Amendments				
Increase NGF for E&G Programs	0	59,714,488	59,714,488	0.00
Adjust NGF for Fed. Work-Study Funds	0	300,000	300,000	0.00
Increase NGF for Addl Fin. Aid Revenue	0	1,000,000	1,000,000	0.00
Increase for Health Insurance Costs	1,329,206	0	1,329,206	0.00
October Reductions	(31,842,100)	0	(31,842,100)	(108.41)
Research and Public Service Centers	(592,750)	0	(592,750)	0.00
Total Adopted Amendments	(31,105,644)	61,014,488	29,908,844	(108.41)
HB 1400, As Adopted	245,103,810	1,204,958,418	1,450,062,228	6,632.79
% Net Change	(11.26%)	5.33%	2.11%	(1.61%)
University of Virginia Medical Center				
2002-04 Budget, Ch. 899	0	1,470,649,084	1,470,649,084	4,278.76
Adopted Amendments				
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	0	1,470,649,084	1,470,649,084	4,278.76
% Net Change	N/A	0.00%	0.00%	0.00%
University of Virginia's College at Wise				
2002-04 Budget, Ch. 899	21,061,101	19,846,242	40,907,343	242.54
Adopted Amendments				
Increase NGF for E&G Programs	0	1,640,880	1,640,880	0.00
October Reductions	(1,642,683)	0	(1,642,683)	(9.00)
Total Adopted Amendments	(1,642,683)	1,640,880	(1,803)	(9.00)
HB 1400, As Adopted	19,418,418	21,487,122	40,905,540	233.54
% Net Change	(7.80%)	8.27%	(0.00%)	(3.71%)
Virginia Commonwealth University				
2002-04 Budget, Ch. 899	331,499,422	771,366,143	1,102,865,565	4,965.17
Adopted Amendments				
Increase NGF for E&G Programs	0	41,735,000	41,735,000	0.00
Increase NGF for Auxiliary Enterprises	0	1,025,000	1,025,000	0.00
Restore Funding for the Ctr. For Public Policy	110,500	0	110,500	0.00
Modify Family Practice Language	0	0	Language	0.00
October Reductions	(31,741,240)	0	(31,741,240)	(47.83)
Research and Public Service Centers	(925,759)	0	(925,759)	0.00
Total Adopted Amendments	(32,556,499)	42,760,000	10,203,501	(47.83)
HB 1400, As Adopted	298,942,923	814,126,143	1,113,069,066	4,917.34
% Net Change	(9.82%)	5.54%	0.93%	(0.96%)
Virginia Community College System				
2002-04 Budget, Ch. 899	612,810,412	393,607,585	1,006,417,997	8,382.47
Adopted Amendments				

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Increase NGF for E&G Programs	0	55,311,855	55,311,855	0.00
Increase NGF for Federal & Private Fin. Aid	0	58,500,000	58,500,000	0.00
Operating Support for Medical Educ. Campus	417,000	0	417,000	2.00
Establish Endowment for Eminent Scholars	0	0	Language	0.00
October Reductions	(46,299,480)	0	(46,299,480)	(51.00)
Savings from Delayed Opening of Facilities	(101,973)	0	(101,973)	0.00
Total Adopted Amendments	(45,984,453)	113,811,855	67,827,402	(49.00)
HB 1400, As Adopted	566,825,959	507,419,440	1,074,245,399	8,333.47
% Net Change	(7.50%)	28.92%	6.74%	(0.58%)
Virginia Military Institute				
2002-04 Budget, Ch. 899	28,736,621	52,834,106	81,570,727	453.43
Adopted Amendments				
Increase NGF for E&G Programs	0	2,120,562	2,120,562	0.00
Increase NGF for Auxiliary Enterprises	0	1,088,728	1,088,728	0.00
Increase NGF for Unique Military Activities	0	60,000	60,000	0.00
GA: Restore State Support for UMA	686,242	0	686,242	0.00
October Reductions	(2,317,700)	0	(2,317,700)	(2.00)
Gov: Eliminate UMA for Corps of Cadets	(686,242)	0	(686,242)	0.00
Total Adopted Amendments	(2,317,700)	3,269,290	951,590	(2.00)
HB 1400, As Adopted	26,418,921	56,103,396	82,522,317	451.43
% Net Change	(8.07%)	6.19%	1.17%	(0.44%)
Virginia Tech - Instructional Division				
2002-04 Budget, Ch. 899	339,268,475	872,792,956	1,212,061,431	5,817.65
Adopted Amendments				
Increase NGF for E&G Programs	0	55,106,910	55,106,910	0.00
Increase NGF for Auxiliary Enterprises	0	2,710,000	2,710,000	0.00
Increase NGF for Sponsored Programs	0	18,000,000	18,000,000	0.00
Restore Funding for Applied Math Center	30,000	0	30,000	0.00
Increase NGF for Growth in Vet-Med Hospital	0	1,700,000	1,700,000	0.00
Adjust NGF for Federal Work-Study Funds	0	800,000	800,000	0.00
October Reductions	(36,556,682)	0	(36,556,682)	(72.51)
Transfer Health Insur. Premium to Extension	(2,001,304)	0	(2,001,304)	0.00
Savings from Delayed Opening of Facilities	(49,190)	0	(49,190)	0.00
Research and Public Service Centers	(135,125)	0	(135,125)	0.00
Total Adopted Amendments	(38,712,301)	78,316,910	39,604,609	(72.51)
HB 1400, As Adopted	300,556,174	951,109,866	1,251,666,040	5,745.14
% Net Change	(11.41%)	8.97%	3.27%	(1.25%)
Virginia Tech - Extension & Agr. Research Station				
2002-04 Budget, Ch. 899	122,779,382	34,712,846	157,492,228	1,201.12
Adopted Amendments				
Transfer Health Insur. Premium from Acad. Div.	2,001,304	0	2,001,304	0.00
Restore Extension Agents and Specialists	1,050,000	0	1,050,000	0.00
Ch. 899 CA Actions	(4,869,678)	0	(4,869,678)	0.00
Oct. Redct: Coop. Ext. Programs	(13,330,158)	0	(13,330,158)	(147.70)
Total Adopted Amendments	(15,148,532)	0	(15,148,532)	(147.70)
HB 1400, As Adopted	107,630,850	34,712,846	142,343,696	1,053.42
% Net Change	(12.34%)	0.00%	(9.62%)	(12.30%)
Virginia State University				
2002-04 Budget, Ch. 899	59,794,181	89,995,482	149,789,663	787.06
Adopted Amendments				
Increase NGF for E&G Programs	0	3,094,020	3,094,020	0.00
Increase NGF for Auxiliary Enterprises	0	4,100,000	4,100,000	0.00
October Reductions	(3,652,366)	0	(3,652,366)	(35.00)
Total Adopted Amendments	(3,652,366)	7,194,020	3,541,654	(35.00)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
HB 1400, As Adopted	56,141,815	97,189,502	153,331,317	752.06
% Net Change	(6.11%)	7.99%	2.36%	(4.45%)
Virginia State - Extension & Agr. Research Station				
2002-04 Budget, Ch. 899	5,590,950	6,966,446	12,557,396	77.75
Adopted Amendments				
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	5,590,950	6,966,446	12,557,396	77.75
% Net Change	0.00%	0.00%	0.00%	0.00%
Eastern Virginia Medical School				
2002-04 Budget, Ch. 899	26,868,050	0	26,868,050	0.00
Adopted Amendments				
Ch. 899 CA Actions	(582,073)	0	(582,073)	0.00
October Reductions	(1,975,574)	0	(1,975,574)	0.00
Total Adopted Amendments	(2,557,647)	0	(2,557,647)	0.00
HB 1400, As Adopted	24,310,403	0	24,310,403	0.00
% Net Change	(9.52%)	N/A	(9.52%)	N/A
Roanoke Higher Education Authority				
2002-04 Budget, Ch. 899	1,325,000	0	1,325,000	0.00
Adopted Amendments				
Ch. 899 CA Actions	(53,000)	0	(53,000)	0.00
October Reductions	(170,593)	0	(170,593)	0.00
Total Adopted Amendments	(223,593)	0	(223,593)	0.00
HB 1400, As Adopted	1,101,407	0	1,101,407	0.00
% Net Change	(16.87%)	N/A	(16.87%)	N/A
Southeastern Univ. Research Assoc.				
2002-04 Budget, Ch. 899	1,642,550	0	1,642,550	0.00
Adopted Amendments				
Ch. 899 CA Actions	(65,702)	0	(65,702)	0.00
October Reductions	(222,902)	0	(222,902)	0.00
Total Adopted Amendments	(288,604)	0	(288,604)	0.00
HB 1400, As Adopted	1,353,946	0	1,353,946	0.00
% Net Change	(17.57%)	N/A	(17.57%)	N/A
Virginia College Building Authority				
2002-04 Budget, Ch. 899	0	0	0	0.00
Adopted Amendments				
Prince William IIIA Equipment Allocation	0	0	Language	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	0	0	0	0.00
% Net Change	N/A	N/A	N/A	N/A
Higher Education				
2002-04 Budget, Ch. 899	2,911,645,330	6,577,744,156	9,489,389,486	46,684.33
Adopted Amendments				
Total Increases	10,241,238	463,014,344	473,255,582	77.00
Total Decreases	(289,645,499)	2,000,043	(287,645,456)	(816.55)
Total: Adopted Amendments	(279,404,261)	465,014,387	185,610,126	(739.55)
Adopted Budget	2,632,241,069	7,042,758,543	9,674,999,612	45,944.78
% Net Change	(9.60%)	7.07%	1.96%	(1.58%)
Frontier Culture Museum of Virginia				
2002-04 Budget, Ch. 899	3,042,124	1,285,392	4,327,516	47.50
Adopted Amendments				
Ch. 899 CA Actions	(121,685)	0	(121,685)	(4.00)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
October Reductions	(335,650)	0	(335,650)	(6.00)
Information Technology Savings	(6,110)	0	(6,110)	0.00
Total Adopted Amendments	(463,445)	0	(463,445)	(10.00)
HB 1400, As Adopted	2,578,679	1,285,392	3,864,071	37.50
% Net Change	(15.23%)	0.00%	(10.71%)	(21.05%)
Gunston Hall				
2002-04 Budget, Ch. 899	1,300,146	421,750	1,721,896	11.00
Adopted Amendments				
Ch. 899 CA Actions	(52,006)	0	(52,006)	0.00
October Reductions	(176,145)	184,103	7,958	0.00
Information Technology Savings	(1,820)	0	(1,820)	0.00
Total Adopted Amendments	(229,971)	184,103	(45,868)	0.00
HB 1400, As Adopted	1,070,175	605,853	1,676,028	11.00
% Net Change	(17.69%)	43.65%	(2.66%)	0.00%
Jamestown-Yorktown Foundation				
2002-04 Budget, Ch. 899	12,099,874	10,384,176	22,484,050	164.00
Adopted Amendments				
Operating Support for New Visitor Building	350,000	0	350,000	3.00
Ch. 899 CA Actions	(524,300)	494,466	(29,834)	0.00
October Reductions	(1,434,645)	0	(1,434,645)	(9.00)
Information Technology Savings	(17,418)	0	(17,418)	0.00
Total Adopted Amendments	(1,626,363)	494,466	(1,131,897)	(6.00)
HB 1400, As Adopted	10,473,511	10,878,642	21,352,153	158.00
% Net Change	(13.44%)	4.76%	(5.03%)	(3.66%)
Jamestown 2007				
2002-04 Budget, Ch. 899	998,680	10,047,130	11,045,810	5.00
Adopted Amendments				
Modify Jamestown 2007 Fee Language	0	0	Language	0.00
October Reductions	(149,802)	0	(149,802)	0.00
Total Adopted Amendments	(149,802)	0	(149,802)	0.00
HB 1400, As Adopted	848,878	10,047,130	10,896,008	5.00
% Net Change	(15.00%)	0.00%	(1.36%)	0.00%
Library of Virginia				
2002-04 Budget, Ch. 899	66,942,226	13,379,680	80,321,906	216.00
Adopted Amendments				
Adjust Funding for Rental Charges	622,969	0	622,969	0.00
Ch. 899 CA Actions	(1,218,667)	0	(1,218,667)	0.00
Oct. Redct: Reduce Aid to Local Libraries	(5,659,248)	0	(5,659,248)	0.00
Oct. Redct: Other	(3,724,543)	(619,096)	(4,343,639)	(24.00)
Information Technology Savings	(71,072)	0	(71,072)	0.00
Total Adopted Amendments	(10,050,561)	(619,096)	(10,669,657)	(24.00)
HB 1400, As Adopted	56,891,665	12,760,584	69,652,249	192.00
% Net Change	(15.01%)	(4.63%)	(13.28%)	(11.11%)
The Science Museum of Virginia				
2002-04 Budget, Ch. 899	9,419,256	9,334,926	18,754,182	113.00
Adopted Amendments				
Ch. 899 CA Actions	(166,332)	0	(166,332)	(3.00)
October Reductions	(1,331,810)	0	(1,331,810)	(14.00)
Information Technology Savings	(11,459)	0	(11,459)	0.00
Total Adopted Amendments	(1,509,601)	0	(1,509,601)	(17.00)
HB 1400, As Adopted	7,909,655	9,334,926	17,244,581	96.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
% Net Change	(16.03%)	0.00%	(8.05%)	(15.04%)
Virginia Commission for the Arts				
2002-04 Budget, Ch. 899	9,791,538	1,107,400	10,898,938	6.00
Adopted Amendments				
Ch. 899 CA Actions	(391,467)	0	(391,467)	0.00
October Reductions	(1,396,101)	0	(1,396,101)	(1.00)
Reduce Grants for Arts	(1,000,000)	0	(1,000,000)	0.00
Technical Revenue Adjustment	0	(24,000)	(24,000)	0.00
Total Adopted Amendments	(2,787,568)	(24,000)	(2,811,568)	(1.00)
HB 1400, As Adopted	7,003,970	1,083,400	8,087,370	5.00
% Net Change	(28.47%)	(2.17%)	(25.80%)	(16.67%)
Virginia Museum of Fine Arts				
2002-04 Budget, Ch. 899	15,967,342	14,631,162	30,598,504	156.50
Adopted Amendments				
Ch. 899 CA Actions	(639,183)	40,500	(598,683)	(2.00)
October Reductions	(2,165,353)	641,669	(1,523,684)	0.00
Information Technology Savings	(94,378)	0	(94,378)	0.00
Total Adopted Amendments	(2,898,914)	682,169	(2,216,745)	(2.00)
HB 1400, As Adopted	13,068,428	15,313,331	28,381,759	154.50
% Net Change	(18.16%)	4.66%	(7.24%)	(1.28%)
Other Education				
2002-04 Budget, Ch. 899	119,561,186	60,591,616	180,152,802	719.00
Adopted Amendments				
Total Increases	972,969	0	972,969	3.00
Total Decreases	(20,689,194)	717,642	(19,971,552)	(63.00)
Total: Adopted Amendments	(19,716,225)	717,642	(18,998,583)	(60.00)
Adopted Budget	99,844,961	61,309,258	161,154,219	659.00
% Net Change	(16.49%)	1.18%	(10.55%)	(8.34%)
Office of Education				
2002-04 Budget, Ch. 899	11,113,389,992	8,019,653,357	19,133,043,349	48,009.33
Adopted Amendments				
Total Increases	129,851,186	601,356,507	731,207,693	105.00
Total Decreases	(411,160,805)	57,859,614	(353,301,191)	(918.55)
Total: Adopted Amendments	(281,309,619)	659,216,121	377,906,502	(813.55)
Adopted Budget	10,832,080,373	8,678,869,478	19,510,949,851	47,195.78
% Net Change	(2.53%)	8.22%	1.98%	(1.69%)
FINANCE				
Secretary of Finance				
2002-04 Budget, Ch. 899	948,458	0	948,458	5.00
Adopted Amendments				
Financial Plan for Disparity Study	0	0	Language	0.00
October Reductions	(81,466)	0	(81,466)	0.00
Information Technology Savings	(221)	0	(221)	0.00
Total Adopted Amendments	(81,687)	0	(81,687)	0.00
HB 1400, As Adopted	866,771	0	866,771	5.00
% Net Change	(8.61%)	N/A	(8.61%)	0.00%
Department of Accounts				
2002-04 Budget, Ch. 899	146,624,839	4,173,556	150,798,395	125.00
Adopted Amendments				
Line of Duty Act from Crim. Inj. Comp. Fund	0	3,150,000	3,150,000	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Ch. 899 CA Actions	0	0	0	(10.00)
Oct. Redct: Reduce Financial Reporting	(909,690)	0	(909,690)	(12.00)
Oct. Redct: Recover Costs Employee Deductions	(202,500)	0	(202,500)	0.00
Oct. Redct: Other October Reductions	(224,902)	0	(224,902)	(1.00)
Reduce Aid to Localities	(12,658,287)	0	(12,658,287)	0.00
Information Technology Savings	(226,211)	0	(226,211)	0.00
Create New NGF Fund Detail VMFA	0	0	Language	0.00
Restore Funds-Payroll Deductions	202,500	0	202,500	0.00
Revenue Stabilization Fund Language	0	0	Language	0.00
Total Adopted Amendments	(14,019,090)	3,150,000	(10,869,090)	(23.00)
HB 1400, As Adopted	132,605,749	7,323,556	139,929,305	102.00
% Net Change	(9.56%)	75.48%	(7.21%)	(18.40%)
Department of Planning and Budget				
2002-04 Budget, Ch. 899	10,550,134	0	10,550,134	74.00
Adopted Amendments				
Ch. 899 CA Actions	(0)	0	0	(5.00)
October Reductions	(961,347)	0	(961,347)	(5.00)
Information Technology Savings	(21,912)	0	(21,912)	0.00
Total Adopted Amendments	(983,259)	0	(983,259)	(10.00)
HB 1400, As Adopted	9,566,875	0	9,566,875	64.00
% Net Change	(9.32%)	N/A	(9.32%)	(13.51%)
Department of Taxation				
2002-04 Budget, Ch. 899	121,293,407	83,485,470	204,778,877	852.00
Adopted Amendments				
New Tax Compliance Effort	11,330,478	0	11,330,478	83.00
Federal Debt Set-off Program	976,277	0	976,277	0.00
Cancellation of an Unexpired Lease	0	0	Language	0.00
Clarify Personal Prop. Tax Relief Act Lang.	0	0	Language	0.00
Ch. 899 CA Actions	(0)	0	0	0.00
Oct. Redct: Agency Reorganization	(494,251)	0	(494,251)	(9.00)
Oct. Redct: Delay Gen. Assy. Mand. Phone Service	(1,080,105)	0	(1,080,105)	0.00
Oct. Redct: Other October Reductions	(527,885)	0	(527,885)	(15.00)
Reduce Warehouse Space	(50,000)	0	(50,000)	0.00
Information Technology Savings	(4,956,887)	0	(4,956,887)	0.00
Tax Lease in Northern Va.	0	0	Language	0.00
Tax Compliance Funding	(520,575)	0	(520,575)	0.00
Taxation Partner Nonfiler Positions	250,000	0	250,000	3.50
Taxation Additional Collectors	250,000	0	250,000	4.00
Public/Private Partnership	0	0	Language	0.00
Treasury Loan to Avoid Interest	0	0	Language	0.00
Total Adopted Amendments	5,177,052	0	5,177,052	66.50
HB 1400, As Adopted	126,470,459	83,485,470	209,955,929	918.50
% Net Change	4.27%	0.00%	2.53%	7.81%
Department of the State Internal Auditor				
2002-04 Budget, Ch. 899	0	0	0	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	0	0	0	0.00
% Net Change	N/A	N/A	N/A	N/A
Department of the Treasury				
2002-04 Budget, Ch. 899	18,717,642	15,629,342	34,346,984	124.00
Adopted Amendments				
October Reductions	0	87,500	87,500	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Fees from Private College Financings	0	5,600	5,600	0.00
Transfer from Gen'l Liability Ins. Prog.	0	0	Language	0.00
Anderson Claims Bill	660,000	0	660,000	0.00
Ch. 899 CA Actions	0	0	0	(2.00)
October Reductions	(922,811)	0	(922,811)	(5.00)
Information Technology Savings	(42,793)	0	(42,793)	0.00
Total Adopted Amendments	<u>(305,604)</u>	<u>93,100</u>	<u>(212,504)</u>	<u>(7.00)</u>
HB 1400, As Adopted	18,412,038	15,722,442	34,134,480	117.00
% Net Change	(1.63%)	0.60%	(0.62%)	(5.65%)
Treasury Board				
2002-04 Budget, Ch. 899	551,054,540	14,734,038	565,788,578	0.00
Adopted Amendments				
Debt Service on Supplanted Projects	7,579,000	0	7,579,000	0.00
Debt Service for State Capitol	300,000	0	300,000	0.00
Oct. Redct: Refinance GO Bonds	(4,200,000)	0	(4,200,000)	0.00
Revised Debt Service	(1,336,821)	0	(1,336,821)	0.00
Debt Service Savings	(2,600,000)	0	(2,600,000)	0.00
Out-of-state Student Debt Service	(2,000,000)	2,000,000	0	0.00
Debt Service Savings	(965,111)	0	(965,111)	0.00
Total Adopted Amendments	<u>(3,222,932)</u>	<u>2,000,000</u>	<u>(1,222,932)</u>	<u>0.00</u>
HB 1400, As Adopted	547,831,608	16,734,038	564,565,646	0.00
% Net Change	(0.58%)	13.57%	(0.22%)	N/A
Office of Finance				
2002-04 Budget, Ch. 899	849,189,020	118,022,406	967,211,426	1,180.00
Adopted Amendments				
Total Increases	20,845,755	3,243,100	24,088,855	83.00
Total Decreases	(34,281,275)	2,000,000	(32,281,275)	(56.50)
Total: Adopted Amendments	<u>(13,435,520)</u>	<u>5,243,100</u>	<u>(8,192,420)</u>	<u>26.50</u>
Adopted Budget	835,753,500	123,265,506	959,019,006	1,206.50
% Net Change	(1.58%)	4.44%	(0.85%)	2.25%

HUMAN RESOURCES

Secretary of Human Resources				
2002-04 Budget, Ch. 899	1,602,494	324,938	1,927,432	10.00
Adopted Amendments				
CSA Improvement Plan	0	0	Language	0.00
Report on Indigent Health Care	0	0	Language	0.00
TANF Plan	0	0	Language	0.00
Transfer Office of Insp. General	(79,600)	(162,469)	(242,069)	(2.00)
Insp. General Staff Reduction	(50,000)	0	(50,000)	(1.00)
Ch. 899 CA Actions	(64,159)	0	(64,159)	0.00
October Reductions	(144,525)	0	(144,525)	(1.00)
Information Technology Savings	(1,161)	0	(1,161)	0.00
Total Adopted Amendments	<u>(339,445)</u>	<u>(162,469)</u>	<u>(501,914)</u>	<u>(4.00)</u>
HB 1400, As Adopted	1,263,049	162,469	1,425,518	6.00
% Net Change	(21.18%)	(50.00%)	(26.04%)	(40.00%)
Comprehensive Services for at-Risk Youth & Families				
2002-04 Budget, Ch. 899	296,870,675	68,433,375	365,304,050	0.00
Adopted Amendments				
Inc. Cost of Mandated Services	35,675,331	0	35,675,331	0.00
Maximize Federal Funding	0	0	Language	0.00
Local Administrative Funding	(250,000)	0	(250,000)	0.00
Improve Use of Medicaid	(1,000,000)	0	(1,000,000)	0.00
Information Technology Savings	(9,818)	0	(9,818)	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Total Adopted Amendments	34,415,513	0	34,415,513	0.00
HB 1400, As Adopted	331,286,188	68,433,375	399,719,563	0.00
% Net Change	11.59%	0.00%	9.42%	N/A
Department for the Aging				
2002-04 Budget, Ch. 899	32,728,810	49,688,840	82,417,650	28.00
Adopted Amendments				
Federal Older Amer. Act Funds	0	10,427,502	10,427,502	0.00
Restore Funds to Public Guardianship	105,000	0	105,000	0.00
Transfer Alzheimer's Disease Commission	5,000	0	5,000	0.00
Oct. Redct: Reduce AAA Funds	(2,800,766)	0	(2,800,766)	0.00
Oct. Redct: Reduce Comm. Org. Funds	(208,769)	0	(208,769)	0.00
Oct. Redct: Reduce Respite Care Grants	(186,467)	0	(186,467)	0.00
Oct. Redct: Other Reductions	(377,062)	0	(377,062)	(1.00)
Ch. 899 CA Actions	(629,144)	0	(629,144)	0.00
Information Technology Savings	(9,307)	0	(9,307)	0.00
Total Adopted Amendments	(4,101,515)	10,427,502	6,325,987	(1.00)
HB 1400, As Adopted	28,627,295	60,116,342	88,743,637	27.00
% Net Change	(12.53%)	20.99%	7.68%	(3.57%)
Department of for the Deaf & Hard of Hearing				
2002-04 Budget, Ch. 899	2,885,016	274,774	3,159,790	14.00
Adopted Amendments				
Continue Relay Center in Norton	0	0	Language	0.00
October Reductions	(390,174)	0	(390,174)	0.00
Ch. 899 CA Actions	(56,648)	0	(56,648)	0.00
Information Technology Savings	(1,927)	0	(1,927)	0.00
Total Adopted Amendments	(448,749)	0	(448,749)	0.00
HB 1400, As Adopted	2,436,267	274,774	2,711,041	14.00
% Net Change	(15.55%)	0.00%	(14.20%)	0.00%
Department of Health				
2002-04 Budget, Ch. 899	294,024,697	549,027,728	843,052,425	3,578.00
Adopted Amendments				
Fed. Bioterrorism Grant	0	29,492,000	29,492,000	0.00
Move to James Madison Bldg.	912,609	0	912,609	0.00
Rescue Squad Asst Fund Bal. for Med-flight	0	1,045,375	1,045,375	0.00
Suicide Prevention Plan	0	0	Language	0.00
Cancer Ctrs. COPN-HB 1621/SB 1226	0	67,250	67,250	1.00
Oct. Redct: Reduce Funds for AHECs	(993,721)	0	(993,721)	0.00
GA: Restore Funds for AHECs	200,000	0	200,000	0.00
Oct. Redct: Reduce Drinking Water GF	(1,125,000)	0	(1,125,000)	0.00
GA: Restore Drinking Water GF	1,125,000	0	1,125,000	0.00
Oct. Redct: Elim. Pfiesteria Monitoring	(208,660)	0	(208,660)	0.00
Oct. Redct: Reduce Community Grants	(1,159,088)	0	(1,159,088)	0.00
Oct. Redct: Eliminate Death Scene Investigators	(194,002)	0	(194,002)	(3.00)
Oct. Redct: Other Reductions	(9,002,655)	(1,349,000)	(10,351,655)	(20.00)
GOV: Supplant & Elim. EMS Funding	(5,794,191)	0	(5,794,191)	0.00
GA: Restore EMS Funding	3,185,823	0	3,185,823	0.00
NGF for GF:New Epidemiologists	(416,000)	0	(416,000)	0.00
GOV: TANF for GF in CHIP of Virginia	(446,770)	670,155	223,385	0.00
GA: Restore GF for CHIP of Virginia	125,000	(125,000)	0	0.00
TANF for GF:Teen Preg.Progs.	(400,000)	400,000	0	0.00
Supplant GF for Phys. Scholarships	(1,437,672)	1,121,136	(316,536)	0.00
Eliminate Women's Health VA	(22,500)	0	(22,500)	0.00
15% TANF Reduction for Fatherhood Program	0	(60,000)	(60,000)	0.00
Ch. 899 CA Actions	(1,501,896)	500,000	(1,001,896)	(3.00)
Information Technology Savings	(3,315,206)	0	(3,315,206)	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Total Adopted Amendments	(20,468,929)	31,761,916	11,292,987	(25.00)
HB 1400, As Adopted	273,555,768	580,789,644	854,345,412	3,553.00
% Net Change	(6.96%)	5.79%	1.34%	(0.70%)
Department of Health Professions				
2002-04 Budget, Ch. 899	0	31,958,284	31,958,284	133.00
Adopted Amendments				
Loan Repayment Progs. in Health	0	0	Language	0.00
Increase Enforcement & Adj.	0	763,600	763,600	11.00
Information Technology Savings-Part 3 Transfer	0	0	Language	0.00
Total Adopted Amendments	0	763,600	763,600	11.00
HB 1400, As Adopted	0	32,721,884	32,721,884	144.00
% Net Change	N/A	2.39%	2.39%	8.27%
Department of Medical Assistance Services				
2002-04 Budget, Ch. 899	3,509,210,967	3,744,685,848	7,253,896,815	323.00
Adopted Amendments				
Medicaid Utilization & Inflation	142,434,636	110,834,296	253,268,932	0.00
FAMIS Caseload Increase	(6,982,709)	25,881,598	18,898,889	0.00
Involuntary Mental Commitments	3,765,014	0	3,765,014	0.00
Indigent Care Payments to Teaching Hospitals	18,415,760	13,072,120	31,487,880	0.00
Add'l Mental Retardation Waiver Slots	3,500,000	3,518,239	7,018,239	0.00
Medicaid Transportation Svcs.	8,756,000	8,756,000	17,512,000	0.00
Unrealized Rev. Max. Initiatives	11,700,000	(15,600,000)	(3,900,000)	0.00
Claims Processing System	2,623,852	20,645,290	23,269,142	0.00
Reimb. Spec. Ed. Transportation	0	0	Language	0.00
Reimb. Spec. Ed. Medical Care	0	0	Language	0.00
Independence Plus Waiver	0	0	Language	0.00
Rate Increase for Adult Day Health Care	77,431	77,835	155,266	0.00
Rate Increase for Personal Care Svcs.	475,229	477,705	952,934	0.00
Medicaid Impact of Aux. Grant Increase	387,595	389,616	777,211	0.00
Prior Auth. Reporting Requirements	0	0	Language	0.00
Transportation Call Center in Norton	0	0	Language	0.00
FAMIS Changes-HB 2287/SB 1218	56,964	68,292	125,256	0.00
Medical Asst. Services for Low-Income Children	6,000,000	12,000,000	18,000,000	0.00
Revenue Max. for State Teaching Hospitals	0	0	Language	0.00
Free Standing Psychiatric Facilities Rebased	0	0	Language	0.00
Eliminate PATH Program	0	0	Language	0.00
GOV: Defer Direct Nursing Home Inflation Adj.	(8,768,125)	(8,813,838)	(17,581,963)	0.00
GA: Restore Direct Nursing Home Inflation Adj.	8,768,125	8,813,838	17,581,963	0.00
GOV: Defer Indirect Nursing Home Inflation Adj.	(7,771,451)	(7,811,968)	(15,583,419)	0.00
GA: Restore Indirect Nursing Home Inflation Adj.	2,325,094	2,337,216	4,662,310	0.00
GOV: Defer Inpat. Hospital Inflation Adj.	(4,334,052)	(4,356,647)	(8,690,699)	0.00
GA: Restore Inpat. Hospital Inflation Adj.	5,417,565	5,445,810	10,863,375	0.00
GOV: Defer HMO Inflation Adj.	(34,132,546)	(34,310,498)	(68,443,044)	0.00
GA: Restore HMO Inflation Adj.	16,040,280	16,123,907	32,164,187	0.00
GOV: Defer FAMIS HMO Inflation Adj.	(1,910,467)	(3,562,081)	(5,472,548)	0.00
GA: Restore FAMIS HMO Inflation Adj.	897,714	1,674,532	2,572,246	0.00
Reduce Payments for Outpat. Hosp.	(4,238,950)	(4,261,050)	(8,500,000)	0.00
Reduce Private Hosp. Capital Payments	(2,593,240)	(2,606,760)	(5,200,000)	0.00
Modify Outpatient Rehab. Reimbursement	(3,007,448)	(3,023,128)	(6,030,576)	0.00
GOV: Reduce Dur. Medical Equip. Paymts.	(834,032)	(838,380)	(1,672,412)	0.00
GA: Restore Dur. Medical Equip. Paymts.	200,000	201,043	401,043	0.00
GOV: Reduce Pharmacy Disp. Fee	(4,009,179)	(4,030,081)	(8,039,260)	0.00
GA: Restore Pharmacy Disp. Fee	2,004,590	2,015,041	4,019,631	0.00
GOV: Reduce Payments for Specialized Care	(1,334,521)	(1,341,479)	(2,676,000)	0.00
GA: Restore Payments for Specialized Care	325,000	326,694	651,694	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Implement Preferred Drug List	(8,976,600)	(9,023,400)	(18,000,000)	0.00
Improve Use of OTC Antihistamines	(1,000,000)	(1,005,214)	(2,005,214)	0.00
Drug Discount Program for Nonprofit Hospitals	(750,000)	(753,910)	(1,503,910)	0.00
Increase Pharmacy Copayments	(892,500)	(897,153)	(1,789,653)	0.00
Prior Auth. Certain Prescriptions	(950,000)	(798,031)	(1,748,031)	0.00
Prior Auth. Inpatient Hosp. Admissions	(4,000,000)	(4,072,160)	(8,072,160)	0.00
Prior Auth. Certain Outpatient Svcs.	(1,298,575)	(1,255,717)	(2,554,292)	0.00
Prior Auth. Certain Med. Visits	(520,112)	(523,688)	(1,043,800)	0.00
Eliminate Sub. Abuse Expansion	(1,264,063)	(1,291,150)	(2,555,213)	0.00
Accelerate Family Planning Waiver	(1,000,000)	(1,005,214)	(2,005,214)	0.00
Elim. CPI Increase for Medically Needy	(500,093)	(502,700)	(1,002,793)	0.00
Limit Exp. Counted as Patient Paymts.	(68,228)	(68,584)	(136,812)	0.00
Elim. Transitional Medicaid for TANF Recips.	(1,023,384)	(1,028,719)	(2,052,103)	0.00
Redirect GF Indigent Health Care Trust Fund	(714,169)	0	(714,169)	0.00
Decrease Funds for SLH Program	(183,563)	0	(183,563)	0.00
Oct. Redct: Reduce MR Training Centers	(2,572,316)	0	(2,572,316)	0.00
GA: Restore Funds MR Training Centers	475,000	477,475	952,475	0.00
Deceased Recipients	(49,870)	(50,130)	(100,000)	0.00
Medical Asst. Services for Low-Income Children	(6,000,000)	(12,000,000)	(18,000,000)	0.00
Oct. Redct: Other Reductions	(2,715,213)	(5,563,838)	(8,279,051)	0.00
Ch. 899 CA Actions	(1,615,679)	(1,622,140)	(3,237,819)	0.00
Information Technology Savings	(788,899)	0	(788,899)	0.00
Total Adopted Amendments	117,845,865	101,118,889	218,964,754	0.00
HB 1400, As Adopted	3,627,056,832	3,845,804,737	7,472,861,569	323.00
% Net Change	3.36%	2.70%	3.02%	0.00%
Dept. of Mental Health, Mental Retardation & Substance Abuse Services				
2002-04 Budget, Ch. 899	853,618,521	665,786,044	1,519,404,565	10,038.50
Adopted Amendments				
Acute Care Svcs. in Private Hospitals	3,623,882	0	3,623,882	0.00
Shortfall in Community Meds.	1,400,000	0	1,400,000	0.00
Implement Violent Sex. Pred. Prog.	800,000	0	800,000	0.00
Transfer & Restore Funds-Insp. Gen.	92,600	0	92,600	3.00
DMHMRSAS Restructuring & Reinvestment	0	0	Language	0.00
Relocate Jail Forensic Svcs. to CSH	(1,627,432)	0	(1,627,432)	0.00
Transfer Alzheimer's Disease Commission	(5,000)	0	(5,000)	0.00
Oct. Redct: CSB Community Svcs.	(30,801,239)	0	(30,801,239)	0.00
GA: Restore CSB Sub. Abuse Treatment	2,000,000	0	2,000,000	0.00
GA: Restore CSB Comm. Svcs.	2,250,000	0	2,250,000	0.00
Oct. Redct: Other Reductions	(11,188,720)	(1,066,696)	(12,255,416)	(110.50)
Ch. 899 CA Actions	(12,261,704)	0	(12,261,704)	(63.25)
Information Technology Savings	(475,882)	0	(475,882)	0.00
Total Adopted Amendments	(46,193,495)	(1,066,696)	(47,260,191)	(170.75)
HB 1400, As Adopted	807,425,026	664,719,348	1,472,144,374	9,867.75
% Net Change	(5.41%)	(0.16%)	(3.11%)	(1.70%)
Department of Rehabilitative Services				
2002-04 Budget, Ch. 899	55,262,598	193,867,430	249,130,028	720.00
Adopted Amendments				
Increase Indirect Cost Recoveries	0	7,090,000	7,090,000	0.00
Econ. Dev. Grants for Emp. Svcs.	0	0	Language	0.00
Minimize Service Reductions in DRS	0	0	Language	0.00
DRS Admin. Reductions for LTESS	0	0	Language	0.00
Oct. Redct: Reduce Rehab Svcs. Fund	(1,400,000)	0	(1,400,000)	0.00
Oct. Redct: Reduce Shelt. Emp. Svcs.	(972,900)	0	(972,900)	0.00
GA: Restore Shelt. Emp. Svcs.	291,000	0	291,000	0.00
Oct. Redct: Reduce Long-term Emp. Svcs.	(688,038)	0	(688,038)	0.00
GA: Restore Long-term Emp. Svcs.	195,000	0	195,000	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Oct. Redct: Reduce CIL funding	(602,673)	0	(602,673)	0.00
GA: Restore CIL funding	142,752	0	142,752	0.00
Oct. Redct: Reduce Brain Injury Svcs.	(452,148)	0	(452,148)	0.00
GA: Restore Brain Injury Svcs.	170,037	0	170,037	0.00
Oct. Redct: Other Reductions	(2,934,744)	(1,964,977)	(4,899,721)	(13.00)
Ch. 899 CA Actions	(1,084,921)	0	(1,084,921)	0.00
Total Adopted Amendments	(7,336,635)	5,125,023	(2,211,612)	(13.00)
HB 1400, As Adopted	47,925,963	198,992,453	246,918,416	707.00
% Net Change	(13.28%)	2.64%	(0.89%)	(1.81%)
Woodrow Wilson Rehab. Center				
2002-04 Budget, Ch. 899	11,121,114	38,779,166	49,900,280	365.00
Adopted Amendments				
Ch. 899 CA Actions	(218,331)	0	(218,331)	(1.00)
October Reductions	(374,357)	0	(374,357)	(1.00)
Total Adopted Amendments	(592,688)	0	(592,688)	(2.00)
HB 1400, As Adopted	10,528,426	38,779,166	49,307,592	363.00
% Net Change	(5.33%)	0.00%	(1.19%)	(0.55%)
Department of Social Services				
2002-04 Budget, Ch. 899	576,797,918	2,340,570,274	2,917,368,192	1,613.50
Adopted Amendments				
Mandated Foster Care Maintenance	4,779,864	0	4,779,864	0.00
Special Needs Adoptions	2,139,646	0	2,139,646	0.00
Auxiliary Grant Program Increase	1,062,672	0	1,062,672	0.00
Consolidation of Local DSS	0	0	Language	0.00
Federal TANF Block Grant Balance	0	0	Language	0.00
Prioritize Child Care Funding	0	0	Language	0.00
Semi-Annual Food Stamp Reporting	0	0	Language	0.00
Transitional Food Stamps	0	0	Language	0.00
Caregivers Grant Program Funding	100,000	0	100,000	0.00
Consolidate 2 Private Child Supp. Offices	0	0	0	0.00
Oct. Redct: TANF for GF in Comm. Action Agencies	(3,125,159)	3,125,159	0	0.00
GA:Restore GF in Comm. Action Agencies	1,000,000	(1,000,000)	0	0.00
Oct. Redct: TANF for GF in Healthy Families	(2,813,635)	3,813,635	1,000,000	0.00
GA:Restore GF in Healthy Families	125,000	(125,000)	0	0.00
Oct. Redct: Fed. Funds for Day Care GF	(3,500,000)	0	(3,500,000)	0.00
Oct. Redct: Sub. Pre-K for Day Care GF	(6,350,000)	0	(6,350,000)	0.00
Oct. Redct: Streamline Local Admin.	(5,099,690)	3,088,690	(2,011,000)	0.00
Oct. Redct: Other Reductions	(5,597,227)	13,600,287	8,003,060	80.00
Reduce Staff in Regional Offices	(950,000)	(950,000)	(1,900,000)	(20.00)
Reduce Staff in Central Office	(550,000)	(550,000)	(1,100,000)	(26.00)
NGF for GF in Child Support Enf.	(8,200,340)	6,719,708	(1,480,632)	0.00
NGF for GF in Day Care	(1,572,167)	1,572,167	0	0.00
15% TANF Red. - Food Bank Expansion	0	(37,500)	(37,500)	0.00
15% TANF Red. - Centers for Empl. Training	0	(112,500)	(112,500)	0.00
15% TANF Red. - St. Paul's College	0	(15,000)	(15,000)	0.00
15% TANF Red. - Domestic Violence	0	(187,500)	(187,500)	0.00
Ch. 899 CA Actions	(3,264,597)	1,677,208	(1,587,389)	0.00
Information Technology Savings	(2,448,316)	0	(2,448,316)	0.00
Total Adopted Amendments	(34,263,949)	30,619,354	(3,644,595)	34.00
HB 1400, As Adopted	542,533,969	2,371,189,628	2,913,723,597	1,647.50
% Net Change	(5.94%)	1.31%	(0.12%)	2.11%
Va. Board for People with Disabilities				
2002-04 Budget, Ch. 899	284,218	3,075,654	3,359,872	8.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Adopted Amendments				
Adjust Rent Charges	10,428	0	10,428	0.00
October Reductions	(39,540)	0	(39,540)	0.00
Ch. 899 CA Actions	(5,785)	0	(5,785)	0.00
Information Technology Savings	(2,592)	0	(2,592)	0.00
Total Adopted Amendments	(37,489)	0	(37,489)	0.00
HB 1400, As Adopted	246,729	3,075,654	3,322,383	8.00
% Net Change	(13.19%)	0.00%	(1.12%)	0.00%
Va. Dept. for the Blind & Vision Impaired				
2002-04 Budget, Ch. 899	13,973,632	42,751,460	56,725,092	170.00
Adopted Amendments				
October Reductions	(1,720,902)	(150,300)	(1,871,202)	(7.00)
Ch. 899 CA Actions	(274,533)	0	(274,533)	0.00
Information Technology Savings	(31,984)	0	(31,984)	0.00
Total Adopted Amendments	(2,027,419)	(150,300)	(2,177,719)	(7.00)
HB 1400, As Adopted	11,946,213	42,601,160	54,547,373	163.00
% Net Change	(14.51%)	(0.35%)	(3.84%)	(4.12%)
Va. Rehab. Ctr. for the Blind & Vision Impaired				
2002-04 Budget, Ch. 899	468,736	3,453,398	3,922,134	26.00
Adopted Amendments				
Ch. 899 CA Actions	(9,202)	0	(9,202)	0.00
October Reductions	(67,384)	0	(67,384)	0.00
Total Adopted Amendments	(76,586)	0	(76,586)	0.00
HB 1400, As Adopted	392,150	3,453,398	3,845,548	26.00
% Net Change	(16.34%)	0.00%	(1.95%)	0.00%
Office of Human Resources				
2002-04 Budget, Ch. 899	5,648,849,396	7,732,677,213	13,381,526,609	17,027.00
Adopted Amendments				
Total Increases	241,916,804	229,006,718	470,923,522	15.00
Total Decreases	(205,542,325)	(50,569,899)	(256,112,224)	(192.75)
Total: Adopted Amendments	36,374,479	178,436,819	214,811,298	(177.75)
Adopted Budget	5,685,223,875	7,911,114,032	13,596,337,907	16,849.25
% Net Change	0.64%	2.31%	1.61%	(1.04%)
NATURAL RESOURCES				
Secretary of Natural Resources				
2002-04 Budget, Ch. 899	1,025,305	0	1,025,305	6.00
Adopted Amendments				
Explore Park PPEA	0	0	Language	0.00
October Reductions	(71,452)	0	(71,452)	0.00
Ch. 899 CA Actions	0	0	0	(2.00)
Information Technology Savings	(203)	0	(203)	0.00
Total Adopted Amendments	(71,655)	0	(71,655)	(2.00)
HB 1400, As Adopted	953,650	0	953,650	4.00
% Net Change	(6.99%)	N/A	(6.99%)	(33.33%)
Chesapeake Bay Local Assistance Department				
2002-04 Budget, Ch. 899	3,072,282	0	3,072,282	21.00
Adopted Amendments				
GA: Restore Funds and Positions	130,000	0	130,000	2.00
October Reductions	(217,715)	0	(217,715)	(1.00)
Reduce Personnel Costs	(202,139)	0	(202,139)	(2.00)
Information Technology Savings	(9,971)	0	(9,971)	0.00
Total Adopted Amendments	(299,825)	0	(299,825)	(1.00)
HB 1400, As Adopted	2,772,457	0	2,772,457	20.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
% Net Change	(9.76%)	N/A	(9.76%)	(4.76%)
Chippokes Plantation Farm Foundation				
2002-04 Budget, Ch. 899	459,892	157,888	617,780	2.00
Adopted Amendments				
No Increases	0	0	0	0.00
October Reductions	(61,270)	(23,682)	(84,952)	0.00
Gov. Dec. Reductions	(44,398)	0	(44,398)	0.00
Total Adopted Amendments	(105,668)	(23,682)	(129,350)	0.00
HB 1400, As Adopted	354,224	134,206	488,430	2.00
% Net Change	(22.98%)	(15.00%)	(20.94%)	0.00%
Department of Conservation & Recreation				
2002-04 Budget, Ch. 899	67,766,508	36,432,428	104,198,936	414.00
Adopted Amendments				
Ch. 899 CA Actions	0	2,020,367	2,020,367	(1.00)
Oct. Redct: Supplant NGF for GF	0	931,456	931,456	0.00
GA: Restore SWCD Funding	1,400,000	0	1,400,000	0.00
GA: Restore State Park Funding	1,333,000	0	1,333,000	0.00
Dam Inspection Fees	0	100,000	100,000	0.00
Chesapeake Bay Restoration Fund	0	370,879	370,879	0.00
Best Management Practices	0	1,000,000	1,000,000	0.00
Breaks Interstate Park Funding	50,000	0	50,000	0.00
Oct. Redct: State Park Reductions	(3,666,267)	0	(3,666,267)	(10.00)
Oct. Redct: Natural Heritage Reductions	(295,124)	0	(295,124)	0.00
Oct. Redct: Soil and Water Districts	(214,615)	0	(214,615)	0.00
Oct. Redct: VOF Reduction	(120,000)	0	(120,000)	0.00
Oct. Redct: CREP Reduction	(567,371)	0	(567,371)	0.00
Oct. Redct: Other Reductions	(3,947,850)	(240,698)	(4,188,548)	(6.00)
Defer Soil Survey	(95,000)	0	(95,000)	0.00
Eliminate Pretty Lake Dredging	(100,000)	0	(100,000)	0.00
Eliminate Clean Farm Award	(4,000)	0	(4,000)	0.00
Eliminate GF for TMDL plans	(62,965)	0	(62,965)	0.00
Supplant NGF for CREP	(1,200,637)	1,200,637	0	0.00
Reduce Natural Heritage Positions	(75,098)	0	(75,098)	(2.00)
Reduce SWCD Support	(1,425,503)	0	(1,425,503)	0.00
Eliminate GF for Trib. Strategies	(280,000)	0	(280,000)	0.00
Reduce VOF Funding	(130,000)	0	(130,000)	0.00
Reduce GF for Park Enterprises	(135,000)	0	(135,000)	0.00
Reduce Park Operations	(395,500)	0	(395,500)	0.00
Eliminate Planning & Rec. Pos.	(70,402)	0	(70,402)	0.00
Eliminate GF for Scenic Rivers	(4,000)	0	(4,000)	0.00
Transfer VCLF Balances	0	0	Language	0.00
Information Technology Savings	(157,405)	0	(157,405)	0.00
Total Adopted Amendments	(10,163,737)	5,382,641	(4,781,096)	(19.00)
HB 1400, As Adopted	57,602,771	41,815,069	99,417,840	395.00
% Net Change	(15.00%)	14.77%	(4.59%)	(4.59%)
Department of Environmental Quality				
2002-04 Budget, Ch. 899	72,607,280	208,568,872	281,176,152	865.00
Adopted Amendments				
Ch. 899 CA Actions	0	2,376,464	2,376,464	0.00
Oct. Redct: Supplant NGF for GF	0	3,752,106	3,752,106	18.67
Increase GF for Water Permit	1,600,000	(1,600,000)	0	0.00
Elizabeth River Project	0	225,000	225,000	0.00
Oct. Redct: Agency Consolidations	(3,263,995)	0	(3,263,995)	(22.67)
Oct. Redct: Water Quality/Ed. Grants	(553,811)	0	(553,811)	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Oct. Redct: Small Bus. Comp. Program	(595,815)	0	(595,815)	0.00
Oct. Redct: Other	(2,727,437)	0	(2,727,437)	0.00
Water Quality Grants	(106,409)	106,000	(409)	0.00
Elim. Admin. Support Pos.	(290,948)	0	(290,948)	(4.00)
Information Technology Savings	(1,357,419)	0	(1,357,419)	0.00
Total Adopted Amendments	(7,295,834)	4,859,570	(2,436,264)	(8.00)
HB 1400, As Adopted	65,311,446	213,428,442	278,739,888	857.00
% Net Change	(10.05%)	2.33%	(0.87%)	(0.92%)
Department of Game & Inland Fisheries				
2002-04 Budget, Ch. 899	0	86,176,808	86,176,808	472.00
Adopted Amendments				
Out-of-state License Increase	0	363,000	363,000	0.00
Maintain Montebello Fish Hatchery	0	0	Language	0.00
Oct. Redct: Close Fish Hatchery	0	(255,000)	(255,000)	0.00
Oct. Redct: Reduce Part-time Positions	0	(2,196,680)	(2,196,680)	0.00
Oct. Redct: Stop License Automation	0	(1,300,000)	(1,300,000)	0.00
Oct. Redct: Other	0	(346,000)	(346,000)	0.00
Reduce Transfer to Game Fund	0	0	Language	0.00
Total Adopted Amendments	0	(3,734,680)	(3,734,680)	0.00
HB 1400, As Adopted	0	82,442,128	82,442,128	472.00
% Net Change	N/A	(4.33%)	(4.33%)	0.00%
Department of Historic Resources				
2002-04 Budget, Ch. 899	5,827,514	2,063,690	7,891,204	47.00
Adopted Amendments				
Ch. 899 CA Actions	0	0	0	(1.00)
Trans. Trust Fund Support	0	100,000	100,000	2.00
Confederate Graves (HB 1419)	65	0	65	0.00
October Reductions	(586,222)	(687)	(586,909)	(3.00)
Reduce GF for Newsletter	(20,000)	0	(20,000)	0.00
Reduce Threaten Sites Prog.	(10,000)	0	(10,000)	0.00
Reduce Operating Budget	(24,061)	0	(24,061)	0.00
Close Petersburg Office	(10,906)	0	(10,906)	0.00
Eliminate Central Office Postions	(67,170)	0	(67,170)	(2.00)
Turnover & Vacancy Savings	(127,766)	0	(127,766)	0.00
Information Technology Savings	(11,001)	0	(11,001)	0.00
Total Adopted Amendments	(857,061)	99,313	(757,748)	(4.00)
HB 1400, As Adopted	4,970,453	2,163,003	7,133,456	43.00
% Net Change	(14.71%)	4.81%	(9.60%)	(8.51%)
Marine Resources Commission				
2002-04 Budget, Ch. 899	18,632,052	9,346,938	27,978,990	154.00
Adopted Amendments				
Ch. 899 CA Actions	0	2,217,500	2,217,500	0.00
Oct. Redct: Supplant NGF for GF	0	170,000	170,000	0.00
Marine Habitat and Waterways Improvement	0	1,054,772	1,054,772	0.00
Restore GF/Failure of Fee Increase	1,200,000	0	1,200,000	0.00
NGF Technical Adjustment	0	155,000	155,000	0.00
Oct. Redct: Oyster Replenishment	(793,990)	(35,288)	(829,278)	0.00
Oct. Redct: Marine Patrol	(107,500)	0	(107,500)	0.00
Oct. Redct: Other	(982,645)	0	(982,645)	(5.00)
Reduce GF for Marine Patrol	(495,120)	31,000	(464,120)	0.00
Increase Saltwater Boat Lic. (Bill Failed)	(712,620)	712,620	0	0.00
Increase Saltwater Ind. Lic. (Bill Failed)	(429,065)	429,065	0	0.00
Incr. Seafood Landing Lic.(Bill Failed)	(11,950)	11,950	0	0.00
Incr. 10-day Saltwater Lic.(Bill Failed)	(35,350)	35,350	0	0.00
Increase Comm. Reg. Lic. (Bill Failed)	(67,925)	67,925	0	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Information Technology Savings	(24,044)	0	(24,044)	0.00
Total Adopted Amendments	(2,460,209)	4,849,894	2,389,685	(5.00)
HB 1400, As Adopted	16,171,843	14,196,832	30,368,675	149.00
% Net Change	(13.20%)	51.89%	8.54%	(3.25%)
Virginia Museum of Natural History				
2002-04 Budget, Ch. 899	4,217,688	769,202	4,986,890	38.00
Adopted Amendments				
October Reductions	(598,185)	0	(598,185)	(5.00)
Eliminate Two FTE	(56,690)	0	(56,690)	(2.00)
Reduce Operating Budget	(10,662)	0	(10,662)	0.00
Supplant GF with Fundraising	(60,000)	60,000	0	0.00
Eliminate Branch Museums	(137,000)	0	(137,000)	0.00
Information Technology Savings	(8,126)	0	(8,126)	0.00
Total Adopted Amendments	(870,663)	60,000	(810,663)	(7.00)
HB 1400, As Adopted	3,347,025	829,202	4,176,227	31.00
% Net Change	(20.64%)	7.80%	(16.26%)	(18.42%)
Office of Natural Resources				
2002-04 Budget, Ch. 899	173,608,521	343,515,826	517,124,347	2,019.00
Adopted Amendments				
Total Increases	5,713,065	13,236,544	18,949,609	20.67
Total Decreases	(27,837,717)	(1,743,488)	(29,581,205)	(66.67)
Total: Adopted Amendments	(22,124,652)	11,493,056	(10,631,596)	(46.00)
Adopted Budget	151,483,869	355,008,882	506,492,751	1,973.00
% Net Change	(12.74%)	3.35%	(2.06%)	(2.28%)
PUBLIC SAFETY				
Secretary of Public Safety				
2002-04 Budget, Ch. 899	1,342,646	0	1,342,646	7.00
Adopted Amendments				
October Reductions	(119,840)	0	(119,840)	0.00
Information Technology Savings	(384)	0	(384)	0.00
Total Adopted Amendments	(120,224)	0	(120,224)	0.00
HB 1400, As Adopted	1,222,422	0	1,222,422	7.00
% Net Change	(8.95%)	N/A	(8.95%)	0.00%
Commonwealth's Attorneys' Services Council				
2002-04 Budget, Ch. 899	1,000,000	0	1,000,000	5.00
Adopted Amendments				
Ch. 899 CA Actions	0	20,000	20,000	0.00
October Reductions	(129,134)	56,900	(72,234)	0.00
Information Technology Savings	(7,240)	0	(7,240)	0.00
Total Adopted Amendments	(136,374)	76,900	(59,474)	0.00
HB 1400, As Adopted	863,626	76,900	940,526	5.00
% Net Change	(13.64%)	N/A	(5.95%)	0.00%
Dept. of Alcoholic Beverage Control				
2002-04 Budget, Ch. 899	0	672,709,369	672,709,369	948.00
Adopted Amendments				
Increase for Point-of-Sale System	0	3,600,000	3,600,000	0.00
Open Additional ABC Stores	0	2,680,000	2,680,000	0.00
Increase Alcohol Markup	0	0	Language	0.00
Oct. Redct: Reduce Store Hours	0	(500,000)	(500,000)	0.00
Reduce Wage Employees	0	(1,000,000)	(1,000,000)	0.00
Reorganize Law Enforcement	0	(1,819,677)	(1,819,677)	(1.00)
Reduce Admin. Costs	0	(262,700)	(262,700)	(2.00)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Delay Software Purchases	0	(535,000)	(535,000)	(1.00)
Information Technology Savings	0	0	Language	0.00
Total Adopted Amendments	0	2,162,623	2,162,623	(4.00)
HB 1400, As Adopted	0	674,871,992	674,871,992	944.00
% Net Change	N/A	0.32%	0.32%	(0.42%)
Dept. of Correctional Education				
2002-04 Budget, Ch. 899	93,357,099	5,816,576	99,173,675	787.55
Adopted Amendments				
Moving Expenses	14,921	0	14,921	0.00
Oct. Redct: Close Staunton School	(730,497)	0	(730,497)	(12.00)
Oct. Redct: Reduce Teachers at Max.	(74,783)	0	(74,783)	0.00
Oct. Redct: Eliminate Vacant Positions	(632,400)	0	(632,400)	(5.00)
Oct. Redct: Other	(2,451,825)	0	(2,451,825)	0.00
Information Technology Savings	(141,300)	0	(141,300)	0.00
Reduce NGF for Out-of-State	0	(2,300,000)	(2,300,000)	0.00
Total Adopted Amendments	(4,015,884)	(2,300,000)	(6,315,884)	(17.00)
HB 1400, As Adopted	89,341,215	3,516,576	92,857,791	770.55
% Net Change	(4.30%)	(39.54%)	(6.37%)	(2.16%)
Department of Corrections				
2002-04 Budget, Ch. 899	1,476,043,404	169,921,804	1,645,965,208	12,860.25
Adopted Amendments				
Out-of-State Revenue with GF	23,996,450	(37,093,980)	(13,097,530)	0.00
Develop Re-entry Program	375,825	0	375,825	5.00
Increase Diversion Center Charge	(1,000,000)	1,000,000	0	0.00
Restore/Increase Security Staffing	2,900,000	0	2,900,000	100.00
Restore/Increase Treatment Staffing	775,000	0	775,000	15.00
Facility for Sexual Predators	729,115	0	729,115	10.00
Corr. Special Res. For HB 1576	8,402	0	8,402	0.00
Oct. Redct: Inmates Wear Own Clothing	(2,913,157)	(93,965)	(3,007,122)	0.00
Oct. Redct: Turnover and Vacancy	(13,137,272)	0	(13,137,272)	0.00
Oct. Redct: Direct Inmate Costs	(6,529,514)	0	(6,529,514)	0.00
Oct. Redct: Equipment Purchases	(4,160,634)	0	(4,160,634)	0.00
Oct. Redct: Security in Enterprise Shops	0	(1,500,000)	(1,500,000)	0.00
Oct. Redct: Institutions	(12,878,558)	(1,091,563)	(13,970,121)	(311.00)
Oct. Redct: Community Corrections	(3,914,787)	0	(3,914,787)	(120.50)
Oct. Redct: Central Office	(3,572,517)	0	(3,572,517)	(27.00)
Oct. Redct: Medical Care	(642,573)	0	(642,573)	0.00
Oct. Redct: Other	(275,970)	0	(275,970)	0.00
Information Technology Savings	(1,097,721)	0	(1,097,721)	0.00
Discount Prescription Drug Prices	(800,000)	0	(800,000)	0.00
Total Adopted Amendments	(22,137,911)	(38,779,508)	(60,917,419)	(328.50)
HB 1400, As Adopted	1,453,905,493	131,142,296	1,585,047,789	12,531.75
% Net Change	(1.50%)	(22.82%)	(3.70%)	(2.55%)
Department of Criminal Justice Services				
2002-04 Budget, Ch. 899	462,515,821	98,893,058	561,408,879	375.00
Adopted Amendments				
Asset Forfeiture Fund	0	400,000	400,000	0.00
Private Security Regualtion	0	400,000	400,000	0.00
Provide GF for Breathalyzer	805,998	(805,998)	0	0.00
Drug Court Matching Funds	520,000	0	520,000	0.00
Oct. Redct: Employee Layoffs	(755,577)	0	(755,577)	(13.00)
Oct. Redct: Forensic Lab	(3,083,100)	0	(3,083,100)	0.00
Oct. Redct: Turnover and Vacancy	(135,000)	(120,000)	(255,000)	0.00
Oct. Redct: Nonpersonal Services	(700,000)	0	(700,000)	0.00
Oct. Redct: Victim-Witness Balances	0	0	Language	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Oct. Redct: Asset Forfeiture Balances	0	0	0	0.00
Oct. Redct: CASA Program	(280,731)	0	(280,731)	0.00
Oct. Redct: Community Corrections	(930,000)	0	(930,000)	0.00
Oct. Redct: Regional Police Academies	(345,530)	(345,530)	(691,060)	0.00
Oct. Redct: ICJIS	(1,600,000)	0	(1,600,000)	0.00
Oct. Redct: Supplant NGF for GF	(2,400,000)	0	(2,400,000)	0.00
Oct. Redct: HB 599 Funding	(11,000,000)	0	(11,000,000)	0.00
Oct. Redct: Other	(403,750)	(390,000)	(793,750)	0.00
Reduce GF for Research Center	(300,000)	0	(300,000)	0.00
Reduce GF for Crime Prevention	(500,000)	0	(500,000)	0.00
Eliminate NGF for VIFSM	0	(2,000,000)	(2,000,000)	0.00
Information Technology Savings	(232,618)	0	(232,618)	0.00
Total Adopted Amendments	(21,340,308)	(2,861,528)	(24,201,836)	(13.00)
HB 1400, As Adopted	441,175,513	96,031,530	537,207,043	362.00
% Net Change	(4.61%)	(2.89%)	(4.31%)	(3.47%)
Department of Emergency Management				
2002-04 Budget, Ch. 899	6,429,054	18,693,482	25,122,536	78.00
Adopted Amendments				
October Reductions	(320,235)	(298,278)	(618,513)	3.00
Reduce Hazmat Funding	0	(69,000)	(69,000)	0.00
Information Technology Savings	(44,226)	0	(44,226)	0.00
Total Adopted Amendments	(364,461)	(367,278)	(731,739)	3.00
HB 1400, As Adopted	6,064,593	18,326,204	24,390,797	81.00
% Net Change	(5.67%)	(1.96%)	(2.91%)	3.85%
Department of Fire Programs				
2002-04 Budget, Ch. 899	5,000	26,841,938	26,846,938	29.00
Adopted Amendments				
Increase NGF for Federal Funds	0	250,000	250,000	0.00
Sales of Training Materials	0	200,000	200,000	0.00
Increase in Insurance Revenues	0	271,200	271,200	0.00
October Reductions	0	(205,373)	(205,373)	(2.00)
Eliminate GF for Thermal Imaging	(5,000)	0	(5,000)	0.00
Total Adopted Amendments	(5,000)	515,827	510,827	(2.00)
HB 1400, As Adopted	0	27,357,765	27,357,765	27.00
% Net Change	(100.00%)	1.92%	1.90%	(6.90%)
Department of Juvenile Justice				
2002-04 Budget, Ch. 899	374,586,795	27,538,716	402,125,511	2,728.50
Adopted Amendments				
Operating Funds for Culpeper JCC	850,000	0	850,000	0.00
Oct. Redct: Terminate KYDS Contract	(3,000,000)	0	(3,000,000)	0.00
Oct. Redct: Terminate TEP Contract	(970,000)	0	(970,000)	0.00
Oct. Redct: Terminate Boot Camp Funds	(4,600,000)	0	(4,600,000)	0.00
Oct. Redct: Discontinue Drug Screening	(1,210,000)	(873,360)	(2,083,360)	0.00
Oct. Redct: Local Detention Funding	(7,411,348)	0	(7,411,348)	0.00
Oct. Redct: Central Office & Other	(1,242,202)	0	(1,242,202)	(115.00)
Reduce Parole Services	(400,000)	0	(400,000)	0.00
Local Detention Funding	(445,480)	0	(445,480)	0.00
Reduce NGF for Culpeper Det.	0	(2,208,374)	(2,208,374)	0.00
Reduce Title IV-E Program	0	(7,500,000)	(7,500,000)	0.00
Information Technology Savings	(364,929)	0	(364,929)	0.00
Eliminate Unfunded Positions	0	0	0	(186.50)
Total Adopted Amendments	(18,793,959)	(10,581,734)	(29,375,693)	(301.50)
HB 1400, As Adopted	355,792,836	16,956,982	372,749,818	2,427.00
% Net Change	(5.02%)	(38.42%)	(7.31%)	(11.05%)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Department of Military Affairs				
2002-04 Budget, Ch. 899	14,528,979	32,171,466	46,700,445	266.50
Adopted Amendments				
Increase in Federal Funds	0	3,000,000	3,000,000	0.00
October Reductions	(652,834)	0	(652,834)	(4.00)
Information Technology Savings	(2,291)	0	(2,291)	0.00
Total Adopted Amendments	<u>(655,125)</u>	<u>3,000,000</u>	<u>2,344,875</u>	<u>(4.00)</u>
HB 1400, As Adopted	13,873,854	35,171,466	49,045,320	262.50
% Net Change	(4.51%)	9.33%	5.02%	(1.50%)
Department of State Police				
2002-04 Budget, Ch. 899	338,926,448	101,117,534	440,043,982	2,730.00
Adopted Amendments				
Restore GF for Med-Flight	1,045,375	(1,045,375)	0	0.00
Federal Highway Funds for DUI	0	105,464	105,464	0.00
Retention Initiative	300,000	1,200,000	1,500,000	0.00
Across-the-Board Reduction	(13,205,974)	1,458,198	(11,747,776)	(26.00)
Supplant Med-Flight Ops.	(90,750)	90,750	0	0.00
Information Technology Savings	(676,113)	0	(676,113)	0.00
Total Adopted Amendments	<u>(12,627,462)</u>	<u>1,809,037</u>	<u>(10,818,425)</u>	<u>(26.00)</u>
HB 1400, As Adopted	326,298,986	102,926,571	429,225,557	2,704.00
% Net Change	(3.73%)	1.79%	(2.46%)	(0.95%)
Virginia Parole Board				
2002-04 Budget, Ch. 899	1,375,434	0	1,375,434	6.00
Adopted Amendments				
October Reductions	(89,595)	0	(89,595)	0.00
Total Adopted Amendments	<u>(89,595)</u>	<u>0</u>	<u>(89,595)</u>	<u>0.00</u>
HB 1400, As Adopted	1,285,839	0	1,285,839	6.00
% Net Change	(6.51%)	N/A	(6.51%)	0.00%
Office of Public Safety				
2002-04 Budget, Ch. 899	2,770,110,680	1,153,703,943	3,923,814,623	20,820.80
Adopted Amendments				
Total Increases	31,321,086	(25,818,689)	5,502,397	130.00
Total Decreases	(111,607,389)	(21,506,972)	(133,114,361)	(823.00)
Total: Adopted Amendments	<u>(80,286,303)</u>	<u>(47,325,661)</u>	<u>(127,611,964)</u>	<u>(693.00)</u>
Adopted Budget	2,689,824,377	1,106,378,282	3,796,202,659	20,127.80
% Net Change	(2.90%)	(4.10%)	(3.25%)	(3.33%)

TECHNOLOGY

Secretary of Technology				
2002-04 Budget, Ch. 899	1,060,469	0	1,060,469	6.00
Adopted Amendments				
Ch. 899 CA Reductions	(0)	0	0	(1.00)
October Reductions	(84,932)	84,932	0	0.00
Information Technology Savings	(1,004)	0	(1,004)	0.00
Total Adopted Amendments	<u>(85,936)</u>	<u>84,932</u>	<u>(1,004)</u>	<u>(1.00)</u>
HB 1400, As Adopted	974,533	84,932	1,059,465	5.00
% Net Change	(8.10%)	N/A	(0.09%)	(16.67%)
Department of Information Technology				
2002-04 Budget, Ch. 899	0	0	0	339.00
Adopted Amendments				
Gov. IT Plan: Consolidate Agency	0	0	0	(339.00)
15% Across-the-Board Reduction	0	0	Language	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Total Adopted Amendments	0	0	0	(339.00)
HB 1400, As Adopted	0	0	0	0.00
% Net Change	N/A	N/A	N/A	(100.00%)
Department of Technology Planning				
2002-04 Budget, Ch. 899	5,722,311	86,087,298	91,809,609	28.00
Adopted Amendments				
Ch. 899 CA Reductions	0	0	0	0.00
October Reductions	(793,512)	(11,699,371)	(12,492,883)	0.00
Technical Correction	0	0	Language	0.00
Gov. IT Plan: Consolidate Agency	(2,426,222)	(26,900,551)	(29,326,773)	(28.00)
Wireless E-911 Fund balance	0	0	Language	0.00
Wireless E-911 Surcharge	0	0	Language	0.00
Release of VGIN Data	0	0	Language	0.00
Total Adopted Amendments	(3,219,734)	(38,599,922)	(41,819,656)	(28.00)
HB 1400, As Adopted	2,502,577	47,487,376	49,989,953	0.00
% Net Change	(56.27%)	(44.84%)	(45.55%)	(100.00%)
Innovative Technology Authority				
2002-04 Budget, Ch. 899	18,337,437	0	18,337,437	0.00
Adopted Amendments				
October Reductions	(2,375,412)	0	(2,375,412)	0.00
Information Technology Savings	(89,303)	0	(89,303)	0.00
Access to Advanced Electronic Communications	0	0	Language	0.00
CIT Budget	0	0	Language	0.00
Total Adopted Amendments	(2,464,715)	0	(2,464,715)	0.00
HB 1400, As Adopted	15,872,722	0	15,872,722	0.00
% Net Change	(13.44%)	N/A	(13.44%)	N/A
Va. Information Providers Network Authority				
2002-04 Budget, Ch. 899	0	12,083,836	12,083,836	2.00
Adopted Amendments				
October Reductions	0	(1,579,000)	(1,579,000)	0.00
Gov. IT Plan: Consolidate Agency	0	(5,139,918)	(5,139,918)	(2.00)
Total Adopted Amendments	0	(6,718,918)	(6,718,918)	(2.00)
HB 1400, As Adopted	0	5,364,918	5,364,918	0.00
% Net Change	N/A	(55.60%)	(55.60%)	(100.00%)
Virginia Information Technologies Agency				
2002-04 Budget, Ch. 899	0	0	0	0.00
Adopted Amendments				
Gov. IT Plan: New Agency	2,426,222	32,040,469	34,466,691	369.00
Statewide Technology Reforms	13,985,000	0	13,985,000	0.00
Note: Governor Warner vetoed the new item 471.10, which included the following language amendments and the sum sufficient appropriation for administrative support.				
Technology Reform SB 1247 and HB 1926	0	0	Language	0.00
Report on Consolidations	0	0	Language	0.00
Report on Draft Memoranda of Agreement	0	0	Language	0.00
Technology Investment Board	0	0	Language	0.00
Quarterly Activity Reports	0	0	Language	0.00
Transfer Technology Costs to Central Accounts	(13,985,906)	0	(13,985,906)	0.00
Eliminate the Science and Technology Division	(67,500)	0	(67,500)	(2.00)
Information Technology Savings	(13,360)	0	(13,360)	0.00
Total Adopted Amendments	2,344,456	32,040,469	34,384,925	367.00
HB 1400, As Adopted	2,344,456	32,040,469	34,384,925	367.00
% Net Change	N/A	N/A	N/A	N/A

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
2002-04 Budget, Ch. 899	25,120,217	98,171,134	123,291,351	375.00
Adopted Amendments				
Total Increases	2,425,316	32,040,469	34,465,785	369.00
Total Decreases	(5,851,245)	(45,233,908)	(51,085,153)	(372.00)
Total: Adopted Amendments	(3,425,929)	(13,193,439)	(16,619,368)	(3.00)
Adopted Budget	21,694,288	84,977,695	106,671,983	372.00
% Net Change	(13.64%)	(13.44%)	(13.48%)	(0.80%)

TRANSPORTATION

Secretary of Transportation

2002-04 Budget, Ch. 899	0	968,853	968,853	4.00
Adopted Amendments				
Bridge Replacement & Rehab.	0	0	Language	0.00
Roadside Memorials	0	0	Language	0.00
Transportation Planning	0	0	Language	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	0	968,853	968,853	4.00
% Net Change	N/A	0.00%	0.00%	0.00%

Department of Aviation

2002-04 Budget, Ch. 899	100,198	47,936,619	48,036,817	32.00
Adopted Amendments				
Discretionary Grant Restrictions	0	0	Language	0.00
VA SATSLab-NASA Project	0	0	Language	0.00
GA: Wash. Airports Task Force	0	0	Language	0.00
October Reductions	(10,337)	(6,459,547)	(6,469,884)	(1.00)
Washington Airports Task Force	0	(350,000)	(350,000)	0.00
Wash. Airport Authority	0	(600,000)	(600,000)	0.00
Transp. Trust Fund Reforecast	0	(1,769,500)	(1,769,500)	0.00
Total Adopted Amendments	(10,337)	(9,179,047)	(9,189,384)	(1.00)
HB 1400, As Adopted	89,861	38,757,572	38,847,433	31.00
% Net Change	(10.32%)	(19.15%)	(19.13%)	(3.13%)

Department of Motor Vehicles

2002-04 Budget, Ch. 899	0	408,936,448	408,936,448	2,028.00
Adopted Amendments				
GA: Vehicle Rental Taxes	0	3,680,000	3,680,000	0.00
GA: Service Restorations	0	17,358,878	17,358,878	302.00
Legal Presence	0	0	Language	0.00
DMV Licensing Agents	0	0	Language	0.00
Cost Allocation Plan (Auditor)	0	0	Language	0.00
October Reductions	0	(37,416,454)	(37,416,454)	(346.00)
Total Adopted Amendments	0	(16,377,576)	(16,377,576)	(44.00)
HB 1400, As Adopted	0	392,558,872	392,558,872	1,984.00
% Net Change	N/A	(4.00%)	(4.00%)	(2.17%)

Dept. of Rail & Public Transportation

2002-04 Budget, Ch. 899	0	304,266,413	304,266,413	32.00
Adopted Amendments				
Special Project Funding	0	0	Language	0.00
GRTC Initiative	0	0	Language	0.00
Fed. Appropriation Adjustment	0	8,152,000	8,152,000	0.00
Dulles Corridor Project Positions	0	0	0	5.00
October Reductions	0	(1,006,018)	(1,006,018)	(1.00)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Transp. Trust Fund Reforecast	0	(40,487,352)	(40,487,352)	0.00
Total Adopted Amendments	0	(33,341,370)	(33,341,370)	4.00
HB 1400, As Adopted	0	270,925,043	270,925,043	36.00
% Net Change	N/A	(10.96%)	(10.96%)	12.50%
Department of Transportation				
2002-04 Budget, Ch. 899	213,533,786	5,702,734,005	5,916,267,791	10,645.00
Adopted Amendments				
Soil Stabilizers & Rural Roads	0	0	Language	0.00
Dynamic Traffic Signals	0	0	Language	0.00
Route 58 Program	0	0	Language	0.00
Tolls on Interstate 81	0	0	Language	0.00
VDOT Permits	0	0	Language	0.00
FRANS debt service	0	0	Language	0.00
Dec '02 Revenue Forecast	0	180,716,492	180,716,492	0.00
Asset Mgt. System Contract	0	(11,800,000)	(11,800,000)	0.00
Sheet Metal/Auto/Carpen. Shop	0	(1,122,744)	(1,122,744)	(18.00)
Traffic Mgt. Data Collections	0	(5,759,583)	(5,759,583)	0.00
Safety Service Patrols	0	(6,000,000)	(6,000,000)	0.00
Advertising Budget	0	(150,000)	(150,000)	0.00
Turnover/Vacancy	0	(6,931,500)	(6,931,500)	(100.00)
Transp. Trust Fund Reforecast	0	(477,036,434)	(477,036,434)	0.00
Dulles Corridor Project Positions	0	0	0	(5.00)
Oct. Redct: Information Technology Savings	0	(12,768,326)	(12,768,326)	0.00
Oct. Redct: Consultant Savings	0	(4,450,000)	(4,450,000)	0.00
Oct. Redct: Personnel Actions	0	(8,315,920)	(8,315,920)	0.00
Oct. Redct: Other Savings	0	(6,277,052)	(6,277,052)	0.00
Total Adopted Amendments	0	(359,895,067)	(359,895,067)	(123.00)
HB 1400, As Adopted	213,533,786	5,342,838,938	5,556,372,724	10,522.00
% Net Change	0.00%	(6.31%)	(6.08%)	(1.16%)
Motor Vehicle Dealer Board				
2002-04 Budget, Ch. 899	0	3,099,084	3,099,084	26.00
Adopted Amendments				
Transaction Recovery Fund	0	0	Language	0.00
October Reductions	0	(415,250)	(415,250)	(4.00)
Total Adopted Amendments	0	(415,250)	(415,250)	(4.00)
HB 1400, As Adopted	0	2,683,834	2,683,834	22.00
% Net Change	N/A	(13.40%)	(13.40%)	(15.38%)
Virginia Port Authority				
2002-04 Budget, Ch. 899	0	99,410,864	99,410,864	136.00
Adopted Amendments				
NIT South Project Rev. Bonds	0	0	Language	0.00
NIT South Project - Security	0	0	Language	0.00
October Reductions	0	(2,291,627)	(2,291,627)	0.00
Funding for Local Ports	0	(100,000)	(100,000)	0.00
Transp. Trust Fund Reforecast	0	(350,500)	(350,500)	0.00
Total Adopted Amendments	0	(2,742,127)	(2,742,127)	0.00
HB 1400, As Adopted	0	96,668,737	96,668,737	136.00
% Net Change	N/A	(2.76%)	(2.76%)	0.00%
Office of Transportation				
2002-04 Budget, Ch. 899	213,633,984	6,567,352,286	6,780,986,270	12,903.00
Adopted Amendments				
Total Increases	0	209,907,370	209,907,370	307.00
Total Decreases	(10,337)	(631,857,807)	(631,868,144)	(475.00)
Total: Adopted Amendments	(10,337)	(421,950,437)	(421,960,774)	(168.00)

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Adopted Budget	213,623,647	6,145,401,849	6,359,025,496	12,735.00
% Net Change	(0.00%)	(6.42%)	(6.22%)	(1.30%)
CENTRAL APPROPRIATIONS				
Reversion Clearing Account				
2002-04 Budget, Ch. 899	(105,936,210)	0	(105,936,210)	74.00
Adopted Amendments				
Restore Funding for At-will Positions	3,869,422	0	3,869,422	0.00
Restore Building Operating & Maintenance Funds	1,805,228	0	1,805,228	0.00
Correct Position Level	0	0	0	(74.00)
DGS Operation & Maintenance of Buildings	(3,499,730)	0	(3,499,730)	0.00
Total Adopted Amendments	<u>2,174,920</u>	<u>0</u>	<u>2,174,920</u>	<u>(74.00)</u>
HB 1400, As Adopted	(103,761,290)	0	(103,761,290)	0.00
% Net Change	N/A	N/A	N/A	(100.00%)
Personnel Management Services				
2002-04 Budget, Ch. 899	88,299,721	0	88,299,721	0.00
Adopted Amendments				
State Health Insurance Premiums	15,056,129	0	15,056,129	0.00
Health Insurance Program Language	0	0	0	0.00
Workforce Transition Act Funding	(4,700,000)	0	(4,700,000)	0.00
Total Adopted Amendments	<u>10,356,129</u>	<u>0</u>	<u>10,356,129</u>	<u>0.00</u>
HB 1400, As Adopted	98,655,850	0	98,655,850	0.00
% Net Change	11.73%	N/A	11.73%	N/A
Commission on Efficiency and Effectiveness				
2002-04 Budget, Ch. 899	(6,250,000)	0	(6,250,000)	0.00
Adopted Amendments				
Offset Expected Savings	6,250,000	0	6,250,000	0.00
Total Adopted Amendments	<u>6,250,000</u>	<u>0</u>	<u>6,250,000</u>	<u>0.00</u>
HB 1400, As Adopted	0	0	0	0.00
% Net Change	N/A	N/A	N/A	N/A
Student Financial Assistance				
2002-04 Budget, Ch. 899	0	0	0	0.00
Adopted Amendments				
Increase Student Financial Aid	4,500,000	0	4,500,000	0.00
Total Adopted Amendments	<u>4,500,000</u>	<u>0</u>	<u>4,500,000</u>	<u>0.00</u>
HB 1400, As Adopted	4,500,000	0	4,500,000	0.00
% Net Change	N/A	N/A	N/A	N/A
Across the Board Reductions				
2002-04 Budget, Ch. 899	(46,950,192)	0	(46,950,192)	0.00
Adopted Amendments				
Transfer Reductions to Agencies	24,235,220	0	24,235,220	0.00
Total Adopted Amendments	<u>24,235,220</u>	<u>0</u>	<u>24,235,220</u>	<u>0.00</u>
HB 1400, As Adopted	(22,714,972)	0	(22,714,972)	0.00
% Net Change	N/A	N/A	N/A	N/A
Legislative Branch Reductions				
2002-04 Budget, Ch. 899	(2,600,000)	0	(2,600,000)	0.00
Adopted Amendments				
Transfer Reductions to the Legislative Reversion Account	2,600,000	0	2,600,000	0.00
Total Adopted Amendments	<u>2,600,000</u>	<u>0</u>	<u>2,600,000</u>	<u>0.00</u>
HB 1400, As Adopted	0	0	0	0.00
% Net Change	N/A	N/A	N/A	N/A

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Other Education Reductions				
2002-04 Budget, Ch. 899	(20,700,425)	0	(20,700,425)	0.00
Adopted Amendments				
Transfer Reductions to Agencies	10,550,975	0	10,550,975	0.00
Total Adopted Amendments	10,550,975	0	10,550,975	0.00
HB 1400, As Adopted	(10,149,450)	0	(10,149,450)	0.00
% Net Change	N/A	N/A	N/A	N/A
Revenue Administration Services				
2002-04 Budget, Ch. 899	0	0	0	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	0	0	0	0.00
% Net Change	N/A	N/A	N/A	N/A
Tobacco Settlement				
2002-04 Budget, Ch. 899	0	166,571,695	166,571,695	0.00
Adopted Amendments				
Revised Tobacco Settlement Revenues	0	3,781,245	3,781,245	0.00
Tobacco Securitization	Language	0	0	0.00
Total Adopted Amendments	0	3,781,245	3,781,245	0.00
HB 1400, As Adopted	0	170,352,940	170,352,940	0.00
% Net Change	N/A	2.27%	2.27%	N/A
Personal Property Tax Relief				
2002-04 Budget, Ch. 899	1,667,156,445	0	1,667,156,445	0.00
Adopted Amendments				
Increased Cost of Personal Property Tax Relief	127,570,054	0	127,570,054	0.00
Correct Sum Sufficient Designation	Language	0	0	0.00
Total Adopted Amendments	127,570,054	0	127,570,054	0.00
HB 1400, As Adopted	1,794,726,499	0	1,794,726,499	0.00
% Net Change	7.65%	N/A	7.65%	N/A
Technology Reform				
2002-04 Budget, Ch. 899	0	0	0	0.00
Adopted Amendments				
Technology Reform	Language	0	0	0.00
Technology Reform	13,985,906	0	13,985,906	0.00
Total Adopted Amendments	13,985,906	0	13,985,906	0.00
HB 1400, As Adopted	13,985,906	0	13,985,906	0.00
% Net Change	N/A	N/A	N/A	N/A
Compensation Supplements				
2002-04 Budget, Ch. 899	137,134,058	0	137,134,058	0.00
Adopted Amendments				
State and State Supported Local Salary Increase	38,512,809	0	38,512,809	0.00
Special Pay Plan	Language	0	0	0.00
Oct. Redct: Eliminate Yr 2 Compensation Reserve	(101,400,000)	0	(101,400,000)	0.00
VRS Administrative Savings	(2,606,871)	0	(2,606,871)	0.00
Restore VRS Administrative Savings	2,606,871	0	2,606,871	0.00
Total Adopted Amendments	(62,887,191)	0	(62,887,191)	0.00
HB 1400, As Adopted	74,246,867	0	74,246,867	0.00
% Net Change	(45.86%)	N/A	(45.86%)	N/A
Economic Contingency				
2002-04 Budget, Ch. 899	41,537,275	3,450,000	44,987,275	0.00

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Adopted Amendments				
Unbudgeted Cost Increases	3,216,986	0	3,216,986	0.00
Operation of the New Veterans' Cemetery	175,504	0	175,504	0.00
Property Insurance Premiums	605,444	0	605,444	0.00
Indemnification of Poultry Growers	1,500,000	0	1,500,000	0.00
Unbudgeted Postage Rate Increase	600,000	0	600,000	0.00
Poultry Indemnification	Language	0	0	0.00
Governor's Opportunity Fund	Language	0	0	0.00
Major League Baseball Stadium	Language	0	0	0.00
Virginia Horse Center	851,280	0	851,280	0.00
Technology Research Fund	Language	0	0	0.00
World War II Memorial	334,000	0	334,000	0.00
Sexually Violent Predator Prog. (HB 2445/SB1149)	1,202,323	0	1,202,323	0.00
Homeland Security & Military Pay	Language	0	0	0.00
Eliminate Student Financial Aid Funding	(2,000,000)	0	(2,000,000)	0.00
Tech Research Fund	(1,275,000)	0	(1,275,000)	0.00
Total Adopted Amendments	5,210,537	0	5,210,537	0.00
HB 1400, As Adopted	46,747,812	3,450,000	50,197,812	0.00
% Net Change	12.54%	0.00%	11.58%	N/A
Deferred Compensation Match				
2002-04 Budget, Ch. 899	0	0	0	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	0	0	0	0.00
% Net Change	N/A	N/A	N/A	N/A
Oil Overcharge				
2002-04 Budget, Ch. 899	0	0	0	0.00
Adopted Amendments				
No Funding or Position Changes	0	0	0	0.00
Total Adopted Amendments	0	0	0	0.00
HB 1400, As Adopted	0	0	0	0.00
% Net Change	N/A	N/A	N/A	N/A
Note: Governor Warner vetoed the new item 513.10.				
Economic Development Consolidation				
2002-04 Budget, Ch. 899	0	0	0	0.00
Adopted Amendments				
Economic Development Consolidation	(500,000)	0	(500,000)	0.00
Total Adopted Amendments	(500,000)	0	(500,000)	0.00
HB 1400, As Adopted	(500,000)	0	(500,000)	0.00
% Net Change	N/A	N/A	N/A	N/A
Central Appropriations				
2002-04 Budget, Ch. 899	1,751,690,672	170,021,695	1,921,712,367	74.00
Adopted Amendments				
Total Increases	260,028,151	3,781,245	263,809,396	0.00
Total Decreases	(115,981,601)	0	(115,981,601)	(74.00)
Total: Adopted Amendments	144,046,550	3,781,245	147,827,795	(74.00)
Adopted Budget	1,895,737,222	173,802,940	2,069,540,162	0.00
% Net Change	8.22%	2.22%	7.69%	(100.00%)
Executive Branch				
2002-04 Budget, Ch. 899	23,982,012,402	25,730,795,122	49,712,807,524	106,409.13
Adopted Amendments				
Total Increases	713,255,202	1,152,003,125	1,865,258,327	1,378.67

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Total Decreases	(1,027,492,829)	(703,339,357)	(1,730,832,186)	(3,257.09)
Total: Adopted Amendments	(314,237,627)	448,663,768	134,426,141	(1,878.42)
Adopted Budget	23,667,774,775	26,179,458,890	49,847,233,665	104,530.71
% Net Change	(1.31%)	1.74%	0.27%	(1.77%)

INDEPENDENT AGENCIES

State Corporation Commission

2002-04 Budget, Ch. 899 0 185,648,126 185,648,126 653.00
 Adopted Amendments

Curtail Consumer Education Program 0 0 Language 0.00

Total Adopted Amendments 0 0 0 0.00

HB 1400, As Adopted 0 185,648,126 185,648,126 653.00

% Net Change N/A 0.00% 0.00% 0.00%

State Lottery Department

2002-04 Budget, Ch. 899 0 151,275,286 151,275,286 309.00

Adopted Amendments

No Funding or Position Changes 0 0 0 0.00

Total Adopted Amendments 0 0 0 0.00

HB 1400, As Adopted 0 151,275,286 151,275,286 309.00

% Net Change N/A 0.00% 0.00% 0.00%

Va. College Savings Plan

2002-04 Budget, Ch. 899 0 7,466,735 7,466,735 50.00

Adopted Amendments

Ch 899 CA Actions 0 0 Language 0.00

Total Adopted Amendments 0 0 0 0.00

HB 1400, As Adopted 0 7,466,735 7,466,735 50.00

% Net Change N/A 0.00% 0.00% 0.00%

Virginia Retirement System

2002-04 Budget, Ch. 899 250,000 59,181,984 59,431,984 233.00

Adopted Amendments

No Funding or Position Changes 0 0 0 0.00

Total Adopted Amendments 0 0 0 0.00

HB 1400, As Adopted 250,000 59,181,984 59,431,984 233.00

% Net Change 0.00% 0.00% 0.00% 0.00%

Workers' Compensation Commission

2002-04 Budget, Ch. 899 0 38,472,264 38,472,264 184.00

Adopted Amendments

Reduce Funding (FY 03: 7.5%/ FY 04: 15%) 0 0 Language 0.00

Line of Duty Act from Criminal Injuries Compensation Fund 0 0 Language 0.00

Total Adopted Amendments 0 0 0 0.00

HB 1400, As Adopted 0 38,472,264 38,472,264 184.00

% Net Change N/A 0.00% 0.00% 0.00%

Va. Office for Protection & Advocacy

2002-04 Budget, Ch. 899 423,690 3,960,682 4,384,372 25.00

Adopted Amendments

New Subprogram 0 0 0 0.00

Total Adopted Amendments 0 0 0 0.00

HB 1400, As Adopted 423,690 3,960,682 4,384,372 25.00

% Net Change 0.00% 0.00% 0.00% 0.00%

SUMMARY OF ADOPTED AMENDMENTS IN HB 1400

	2002-04 BIENNIAL TOTAL			
	Gen. Fund	Nongen Fund	Total	Total FTE
Independent Agencies				
2002-04 Budget, Ch. 899	673,690	446,005,077	446,678,767	1,454.00
Adopted Amendments				
Total Increases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Adopted Amendments	0	0	0	0.00
Adopted Budget	673,690	446,005,077	446,678,767	1,454.00
% Net Change	0.00%	0.00%	0.00%	0.00%

NON-STATE AGENCIES

Non-State Agencies				
2002-04 Budget, Ch. 899	6,250,000	0	6,250,000	0.00
Adopted Amendments				
Oct. Redct: 15% Reductions	(937,540)	0	(937,540)	0.00
Reversion of Windsor Castle Balance	(24,115)	0	(24,115)	0.00
Total Adopted Amendments	(961,655)	0	(961,655)	0.00
HB 1400, As Adopted	5,288,345	0	5,288,345	0.00
% Net Change	(15.39%)	N/A	(15.39%)	N/A

Non-State Agencies				
2002-04 Budget, Ch. 899	6,250,000	0	6,250,000	0.00
Adopted Amendments				
Total Increases	0	0	0	0.00
Total Decreases	(961,655)	0	(961,655)	0.00
Total: Adopted Amendments	(961,655)	0	(961,655)	0.00
Adopted Budget	5,288,345	0	5,288,345	0.00
% Net Change	(15.39%)	N/A	(15.39%)	N/A

Total: Operating Expenses				
2002-04 Budget, Ch. 899	24,679,768,522	26,206,531,427	50,886,299,949	111,380.34
Adopted Amendments				
Total Increases	717,960,202	1,153,144,554	1,871,104,756	1,380.67
Total Decreases	(1,032,919,349)	(703,271,316)	(1,736,190,665)	(3,265.09)
Total: Adopted Amendments	(314,959,147)	449,873,238	134,914,091	(1,884.42)
Adopted Budget	24,364,809,375	26,656,404,665	51,021,214,040	109,495.92
% Net Change	(1.28%)	1.72%	0.27%	(1.69%)

APPENDIX D

Capital Outlay

Capital Outlay

2002-2004 Biennial Total							
Title	GF	NGF	Supplant GF VPBA/ VCBA	New or Supplemental Appropriations			Total
				VPBA/ VCBA	9(c)	9(d)	
Office of Administration							
Department of General Services							
Renovate James Monroe Building	0	0	428,284	0	0	0	428,284
Replace Capitol Square water and sewer systems	0	0	282,859	0	0	0	282,859
Provide additional funds for renovation of General Assembly Building	0	0	0	671,973	0	0	671,973
Renovate Capitol Square	0	5,972,000	0	118,570,000	0	0	124,542,000
Total: Department of General Services	0	5,972,000	711,143	119,241,973	0	0	125,925,116
Total: Office of Administration	0	5,972,000	711,143	119,241,973	0	0	125,925,116
Office of Education							
School for the Deaf & Blind at Staunton							
Provide handicapped access	0	0	333,208	0	0	0	333,208
Replace campus steam line	0	0	12,150	0	0	0	12,150
Install fire alarms	0	0	208,000	0	0	0	208,000
Install sprinklers in Battle Hall Dormitory	0	0	301,358	0	0	0	301,358
Install sprinklers in Byrd Hall	0	0	510,580	0	0	0	510,580
Install air conditioning in Healy Hall	0	0	185,000	0	0	0	185,000
Install boilers	0	0	0	1,179,520	0	0	1,179,520
Total: School for the Deaf & Blind at Staunton	0	0	1,550,296	1,179,520	0	0	2,729,816
Christopher Newport University							
Construct Performing Arts Center	0	0	1,695,978	0	0	0	1,695,978
Acquire Master Plan Properties	0	4,000,000	0	0	0	0	4,000,000
Renovate Library / Technology Center	0	2,000,000	0	0	0	0	2,000,000
Total: Christopher Newport University	0	6,000,000	1,695,978	0	0	0	7,695,978
William & Mary							
Renovate Swem Library	0	0	3,540,057	4,500,000	0	0	8,040,057
Renovate Rogers Hall	0	0	0	5,200,000	0	0	5,200,000
Renovate Marshall Wythe Law Library	0	3,800,000	0	0	0	1,200,000	5,000,000
Replace and upgrade heating, ventilation and air conditioning systems (HVAC)	0	0	3,006,723	0	0	0	3,006,723
Renovate and expand Millington Hall	0	0	994,883	0	0	0	994,883
Renovate Lake Matoaka Amphitheater	0	4,000,000	0	0	0	0	4,000,000
Construct nuclear magnetic resonance spectrometer lab	0	0	0	0	0	2,500,000	2,500,000
Renovate Office of Undergraduate Admissions	0	2,400,000	0	0	0	0	2,400,000
Total: William and Mary	0	10,200,000	7,541,663	9,700,000	0	3,700,000	31,141,663
Virginia Institute of Marine Science							
Construct Marine Research Building Complex (Planning)	0	200,000	0	0	0	0	200,000
Replace Gloucester Point bulkhead	0	0	560,785	0	0	0	560,785

Capital Outlay

Title	2002-2004 Biennial Total						Total
	GF	NGF	Supplant GF VPBA/ VCBA	New or Supplemental Appropriations			
				VPBA/ VCBA	9(c)	9(d)	
Total: Virginia Institute of Marine Science	0	200,000	560,785	0	0	0	760,785
George Mason University							
Improve handicapped access	0	0	165,760	0	0	0	165,760
Construct Parking Deck II	0	0	0	0	0	2,856,000	2,856,000
Construct Academic II Parking, Arlington	0	0	0	0	0	1,825,000	1,825,000
Construct Fairfax Research I	0	0	0	0	0	1,000,000	1,000,000
Construct Fairfax Aquatic and Fitness Center addition	0	0	0	0	0	1,700,000	1,700,000
Renovate Patriot Center	0	0	0	0	0	7,000,000	7,000,000
Improve Handicapped Accessibility	0	1,470,000	0	0	0	0	1,470,000
Construct Conflict Analysis Facility	0	7,000,000	0	0	0	0	7,000,000
Total: George Mason University	0	8,470,000	165,760	0	0	14,381,000	23,016,760
James Madison University							
Construct Center for the Arts	0	5,000,000	0	0	0	0	5,000,000
Property Exchange with City of Harrisonburg	Language	0	0	0	0	0	0
Develop Auxiliary Enterprise Facilities (Alternative Financing)	0	Language	0	0	0	0	0
Construct Music Recital Hall	0	5,000,000	0	0	0	0	5,000,000
Improve Handicapped Accessibility	0	543,000	0	0	0	0	543,000
Acquire Small Property	0	1,000,000	0	0	0	0	1,000,000
Total: James Madison University	0	11,543,000	0	0	0	0	11,543,000
Longwood University							
Renovate East, West, and Main Ruffner Complex	0	0	6,968,502	0	0	0	6,968,502
Develop Auxiliary Enterprise Facilities (Alternative Financing)	0	Language	0	0	0	0	0
Construct new science building	0	0	648,946	0	0	0	648,946
Renovate student housing facilities	0	0	0	0	10,500,000	0	10,500,000
Total: Longwood University	0	0	7,617,448	0	10,500,000	0	18,117,448
Mary Washington University							
Renovate Combs Hall	0	0	1,609,343	0	0	0	1,609,343
Total: Mary Washington University	0	0	1,609,343	0	0	0	1,609,343
Norfolk State University							
Renovate education building	0	0	147,064	0	0	0	147,064
Improve handicapped accessibility	0	0	169,953	0	0	0	169,953
Improve heating, ventilation, and air conditioning (HVAC) systems	0	0	2,459,469	0	0	0	2,459,469
Renovate and expand student center	0	0	0	0	0	20,220,000	20,220,000
Construct RISE I Facility	Language	0	0	0	0	0	0
Develop Auxiliary Enterprise Facilities (Alternative Financing)	0	Language	0	0	0	0	0
Acquire hospital property	0	0	0	3,000,000	0	0	3,000,000
Total: Norfolk state University	0	0	2,776,486	3,000,000	0	20,220,000	25,996,486

Capital Outlay

Title	2002-2004 Biennial Total						Total
	GF	NGF	Supplant GF VPBA/ VCBA	New or Supplemental Appropriations			
				VPBA/ VCBA	9(c)	9(d)	
Old Dominion University							
Renovate and construct an addition to Constant Hall	0	0	564,704	0	0	0	564,704
Comply with federal and state regulations	0	0	2,005,354	0	0	0	2,005,354
Construct Tri-Cities Higher Education Center	0	2,250,000	0	0	0	0	2,250,000
Total: Old Dominion University	0	2,250,000	2,570,058	0	0	0	4,820,058
Radford							
Renovate Walker Hall	0	0	391,749	0	0	0	391,749
Acquire 905 East Main Street	0	300,000	0	0	0	0	300,000
Renovate Dalton Dining Hall & Terrace Shops	0	2,500,000	0	0	0	0	2,500,000
Total: Radford University	0	2,800,000	391,749	0	0	0	3,191,749
University of Virginia - Academic							
Construct Medical Research Building (MR-6)	0	31,800,000	0	0	0	0	31,800,000
Renovate Rouss Hall	0	3,100,000	0	0	0	33,000,000	36,100,000
Auxiliary Enterprises Maintenance Reserve	0	3,000,000	0	0	0	0	3,000,000
Construct Swing Space	0	1,500,000	0	0	0	0	1,500,000
Construct Concert Hall	0	22,000,000	0	0	0	0	22,000,000
Construct Materials Science Technology & Nanotechnology Building	0	14,000,000	0	0	0	0	14,000,000
Renovate and construct addition to Clark Hall	0	0	0	530,000	0	0	530,000
Upgrade Heating Plant	0	2,000,000	0	0	0	0	2,000,000
Construct New Arena & Parking	0	8,800,000	0	0	0	0	8,800,000
Renovate Jordan Hall	0	3,600,000	0	0	0	0	3,600,000
Renovate Bice House	0	7,000,000	0	0	0	0	7,000,000
Construct special collections library	0	0	324,012	0	0	0	324,012
Improve fire and life safety	0	0	303,791	0	0	0	303,791
Renovate Fayerweather Hall and construct art studio	0	0	1,183,260	0	0	0	1,183,260
Replace Davis Hall electrical vault	0	0	1,050,219	0	0	0	1,050,219
Install fire sprinkler system in chemistry building	0	0	762,726	0	0	0	762,726
Repair law school cables	0	0	1,325,896	0	0	0	1,325,896
Construct Storm Water Management: McCormick & North	0	1,000,000	0	0	0	0	1,000,000
Replace Campbell Hall Chiller	0	700,000	0	0	0	0	700,000
Total: University of Virginia - Academic	0	98,500,000	4,949,904	530,000	0	33,000,000	136,979,904
University of Virginia Medical Center							
Expand University Hospital	0	0	0	0	0	7,600,000	7,600,000
Total: University of Virginia Medical Center	0	0	0	0	0	7,600,000	7,600,000
University of Virginia's College at Wise							
Renovate science building	0	0	3,367,652	0	0	0	3,367,652
Improve lighted walkways and various safety projects	0	0	332,186	0	0	0	332,186

Capital Outlay

Title	2002-2004 Biennial Total						Total
	GF	NGF	Supplant GF VPBA/ VCBA	New or Supplemental Appropriations			
				VPBA/ VCBA	9(c)	9(d)	
Student Center Supplement	0	500,000	0	0	0	0	500,000
Total: University of Virginia's College at Wise	0	500,000	3,699,838	0	0	0	4,199,838
Virginia Commonwealth University							
Construct academic housing III	0	0	0	0	0	11,850,000	11,850,000
Renovate West Hospital for life and fire safety compliance	0	0	574,560	0	0	0	574,560
Life, health, and safety code renovations	0	0	1,510,049	0	0	0	1,510,049
Renovate Sanger Hall research lab	0	1,995,367	0	0	0	1,517,633	3,513,000
Acquire West Grace Street Property	0	1,050,000	0	0	0	0	1,050,000
Construct parking deck at 11th and Broad Streets	0	0	0	0	0	13,200,000	13,200,000
Virginia Commonwealth University	0	3,045,367	2,084,609	0	0	26,567,633	31,697,609
Virginia Community College System							
Blue Ridge: Construct Fine & Performing Arts Building.	0	180,000	0	0	0	0	180,000
Central Va.: Construct Manufacturing Technologies Building	0	1,304,365	0	0	0	0	1,304,365
Dabney S. Lancaster: Renovate Facilities	0	120,000	0	0	0	0	120,000
Danville: Property Conveyance	Language	0	0	0	0	0	0
Eastern Shore: Construct Business Development & Workforce Training Center	0	260,000	0	0	0	0	260,000
Germanna: Construct Advanced Technology & Workforce Development Center	0	1,720,000	0	0	0	0	1,720,000
J. Sargeant Reynolds: Renovate Nursing Education Space	0	1,000,000	0	0	0	0	1,000,000
John Tyler: Renovate Instructional Labs	0	200,000	0	0	0	0	200,000
Lord Fairfax (Middletown): Construct Workforce Services Development Center	0	1,264,000	0	0	0	0	1,264,000
Lord Fairfax (Middletown): Construct Science Laboratory	0	1,250,000	0	0	0	0	1,250,000
Lord Fairfax(Middletown): Property Conveyance	Language	0	0	0	0	0	0
Northern Va: Construct Medical Education Campus	0	0	13,348,901	0	0	0	13,348,901
Northern Va (Alexandria): Construct Phase II Building & Renovate Phase I & II Buildings	0	817,000	0	0	0	0	817,000
Northern Va (Loudoun): Replace Greenhouses	0	20,000	0	0	0	0	20,000
Northern Va (Woodbridge): Construct Addition to HVAC Building	0	75,000	0	0	0	0	75,000
Piedmont: Construct Science & Technology Building	0	400,000	0	0	0	0	400,000
Reynolds (Parham): Construct Phase IV	0	1,010,000	180,188	0	0	0	1,190,188
Reynolds: Construct Workforce Training & Technology Center	0	495,000	0	0	0	1,000,000	1,495,000
Systemwide: Construct Maintenance Buildings	0	500,000	313,545	0	0	0	813,545
Systemwide: Improve ADA Accessibility	0	113,082	0	0	0	0	113,082
Systemwide: Improve Handicapped Accessibility	0	0	229,208	0	0	0	229,208
Systemwide: Renovate Campus Post ISS Buildings	0	214,000	0	0	0	0	214,000
Thomas Nelson: Construct Historic Triangle Campus	0	2,128,000	0	0	0	0	2,128,000
Thomas Nelson: Upgrade Fire Alarm Systems	0	0	573,000	0	0	0	573,000
Tidewater (Va. Beach): Construct New Academic Building	0	0	3,168,782	0	0	0	3,168,782
Tidewater (Va. Beach): Construct Sciences Building I	0	1,545,000	0	0	0	0	1,545,000
Tidewater: Construct Regional Automotive Technology/Workforce Development Center	0	1,553,000	0	0	0	0	1,553,000
Tidewater (Portsmouth): Relocate Portsmouth Campus	0	10,000,000	0	0	0	0	10,000,000
Virginia Highlands: Construct Greenhouse	0	500,000	0	0	0	0	500,000

Capital Outlay

Title	2002-2004 Biennial Total						
	GF	NGF	Supplant GF VPBA/ VCBA	New or Supplemental Appropriations			Total
				VPBA/ VCBA	9(c)	9(d)	
Virginia Western: Renovate & Expand Webber Hall	0	150,000	0	0	0	0	150,000
Wytheville: Construct Snyder Auditorium	0	900,000	0	0	0	0	900,000
Wytheville: Renovate Instructional Buildings	0	209,265	0	0	0	0	209,265
Total: Virginia Community College System	0	27,927,712	17,813,624	0	0	1,000,000	46,741,336
Virginia Military Institute							
Renovate Patchin Field House	0	887,000	0	0	0	0	887,000
Renovate Scott Shipp Hall	0	0	521,761	0	0	0	521,761
Total: Virginia Military Institute	0	887,000	521,761	0	0	0	1,408,761
Virginia Tech							
Construct New Vivarium Facility	0	0	0	0	0	4,750,000	4,750,000
Improve Soccer / Lacrosse Complex	0	750,000	0	0	0	0	750,000
Construct Building Construction Facility	0	4,000,000	0	0	0	0	4,000,000
Construct Henderson Hall and Fine Arts Center	0	0	0	0	0	40,000,000	40,000,000
Replace Dairy Science Center	0	0	387,614	0	0	0	387,614
Provide Life, Health and Safety Code Renovations	0	0	2,222,501	0	0	0	2,222,501
Total: Virginia Tech	0	4,750,000	2,610,115	0	0	44,750,000	52,110,115
Virginia Tech - Experiment Station							
Replace Hampton Roads Facility	0	0	1,207,767	0	0	0	1,207,767
Total: Virginia Tech - Experiment Station	0	0	1,207,767	0	0	0	1,207,767
Virginia State University							
Maintenance Reserve	0	440,000	0	0	0	0	440,000
Renovate Owens Hall	0	0	464,732	0	0	0	464,732
Renovate Virginia Hall Auditorium	0	0	314,323	0	0	0	314,323
Total: Virginia State University	0	440,000	779,055	0	0	0	1,219,055
Jamestown-Yorktown Foundation							
Construct park entry for Jamestown's 2007 Commemoration	0	0	688,582	0	0	0	688,582
Construct Jamestown entrance plaza, parking lots, and roadways	0	0	542,050	0	0	0	542,050
Construct Jamestown central support complex	0	0	172,081	0	0	0	172,081
Replace Jamestown ships	0	0	273,450	0	0	0	273,450
Total: Jamestown-Yorktown Foundation	0	0	1,676,163	0	0	0	1,676,163
Virginia Museum of Fine Arts							
Expand and renovate museum	0	0	0	2,000,000	0	0	2,000,000
Parking deck	0	3,000,000	0	0	0	0	3,000,000
Total: Virginia Museum of Fine Arts	0	3,000,000	0	2,000,000	0	0	5,000,000
Total: Office of Education	0	180,513,079	61,822,402	16,409,520	10,500,000	151,218,633	420,463,634

Capital Outlay

Title	2002-2004 Biennial Total						Total
	GF	NGF	Supplant GF VPBA/ VCBA	New or Supplemental Appropriations			
				VPBA/ VCBA	9(c)	9(d)	
Office of Health & Human Resources							
Mental Health, Mental Retardation & Substance Abuse Services							
Renovate boilers, steam lines and HVAC, phase I	0	0	194,485	0	0	0	194,485
Improve handicapped access	0	0	926,801	0	0	0	926,801
Provide life safety code renovations, phase II	0	0	874,325	0	0	0	874,325
Provide asbestos abatement	0	0	474,412	0	0	0	474,412
Plan boiler plant replacement	0	0	224,173	0	0	0	224,173
Provide life safety code renovations	0	0	266,972	0	0	0	266,972
Comply with life safety code	0	0	394,709	0	0	0	394,709
Total: Mental Health, Mental Retardation & Substance Abuse Services	0	0	3,355,877	0	0	0	3,355,877
Woodrow Wilson Rehab Center							
Renovate Carter Hall	0	0	2,326,212	0	0	0	2,326,212
Renovate Barnett Hall	0	0	319,456	0	0	0	319,456
Repair water and sewer systems	0	0	804,367	0	0	0	804,367
Provide asbestos abatement	0	0	848,672	0	0	0	848,672
Total: Woodrow Wilson Rehab Center	0	0	4,298,707	0	0	0	4,298,707
Department for the Blind and Vision Impaired							
Renovate Charlottesville Workshop	0	(1,007,880)	0	0	0	0	(1,007,880)
Provide asbestos abatement, Charlottesville and Richmond facilities	0	0	890,333	0	0	0	890,333
Total: Department for the Blind and Vision Impaired	0	(1,007,880)	890,333	0	0	0	(117,547)
Total: Office of Human Resources	0	(1,007,880)	8,544,917	0	0	0	7,537,037
Office of Public Safety							
Department of Corrections							
Improve fire safety	0	0	150,923	0	0	0	150,923
Upgrade electrical systems in field units	0	0	1,212,912	0	0	0	1,212,912
Upgrade water systems	0	0	224,310	900,000	0	0	1,124,310
Renovate HVAC and electrical systems at VCCW	0	0	1,625,508	0	0	0	1,625,508
Upgrade wastewater treatment systems at Powhatan CC	0	0	256,860	0	0	0	256,860
Improve heating systems	0	0	1,303,670	0	0	0	1,303,670
Upgrade Coffeewood water and wastewater treatment systems	0	0	400,000	0	0	0	400,000
Install fire safety systems and exits	0	0	775,000	0	0	0	775,000
Relocate James River wastewater discharge	0	0	354,147	0	0	0	354,147
Install auger/grinder collection systems	0	0	181,912	0	0	0	181,912
Construct new James River water treatment plant	0	0	711,249	0	0	0	711,249
Roof Repairs at Powhatan, Southampton, Brunswick, Bland & Staunton	0	0	25,187	0	0	0	25,187
Replace maintenance reserve funds	0	4,067,920	0	0	0	0	4,067,920

Capital Outlay

Title	2002-2004 Biennial Total						Total
	GF	NGF	Supplant GF VPBA/ VCBA	New or Supplemental Appropriations			
				VPBA/ VCBA	9(c)	9(d)	
Construct New Women's Multi-custody Correctional Center	0	0	432,329	1,000,000	0	0	1,432,329
Install emergency generators	0	0	1,000,000	0	0	0	1,000,000
Construct perimeter detection systems	0	0	953,602	0	0	0	953,602
Install emergency generators at Bland	0	0	975,775	0	0	0	975,775
Total: Department of Corrections	0	4,067,920	10,583,384	1,900,000	0	0	16,551,304
Department of Criminal Justice Services							
Construct Driver Training Facility	0	0	299,473	0	0	0	299,473
Total: Department of Criminal Justice Services	0	0	299,473	0	0	0	299,473
Department of Emergency Management							
Fund the environmental cleanup of the emergency fuel storage facility	0	0	2,723,585	0	0	0	2,723,585
Total: Department of Emergency Management	0	0	2,723,585	0	0	0	2,723,585
Department of Juvenile Justice							
Install security upgrades at various juvenile correctional centers	0	0	301,414	0	0	0	301,414
Improve fire safety systems at various juvenile correctional centers	0	0	1,278,038	0	0	0	1,278,038
Renovate Hanover Juvenile Correctional Center Cottages	0	0	300,383	0	0	0	300,383
Construct new kitchen and dining hall at Beaumont Juvenile Correctional Center	0	0	278,544	0	0	0	278,544
Renovate Beaumont Juvenile Correctional Center cottages	0	0	1,214,902	0	0	0	1,214,902
Total: Department of Juvenile Justice	0	0	3,373,281	0	0	0	3,373,281
Department of Military Affairs							
Improve handicapped access	0	0	241,909	0	0	0	241,909
Total: Department of Military Affairs	0	0	241,909	0	0	0	241,909
Department of State Police							
Clifton Forge Area Office	0	Language	0	0	0	0	0
Total: Department of Military Affairs	0	0	0	0	0	0	0
Total: Public Safety	0	4,067,920	17,221,632	1,900,000	0	0	23,189,552
Office of Transportation							
Department of Transportation							
Equipment Division Building (Fulton)	0	(6,744,000)	0	0	0	0	(6,744,000)
Renovate and Expand Dulles Toll Road Administration Building	0	2,211,000	0	0	0	0	2,211,000
Land Acquisition in Fairfax County	0	Language	0	0	0	0	0
Total: Department of Transportation	0	(4,533,000)	0	0	0	0	(4,533,000)
Virginia Port Authority							
Land Acquisition (Port Authority Revenue Bonds)	0	805,593	0	0	0	0	805,593
Construct Security Facilities	Language	0	0	0	0	0	0

Capital Outlay

2002-2004 Biennial Total							
Title	GF	NGF	Supplant GF VPBA/ VCBA	New or Supplemental Appropriations			Total
				VPBA/ VCBA	9(c)	9(d)	
Norfolk International Terminal (South) Phase II	Language	0	0	0	0	0	0
Equipment Acquisition (Master Equipment Lease Program)	Language	0	0	0	0	0	0
Total: Virginia Port Authority		0	805,593	0	0	0	805,593
Total: Office of Transportation		0	(3,727,407)	0	0	0	(3,727,407)
Central Capital Outlay							
Central Capital Outlay							
Central Maintenance Reserve	(24,921,269)	0	0	0	0	0	(24,921,269)
Statewide Energy Efficiency Projects	(251,143)	251,143	0	0	0	0	0
Total: Central Capital Outlay	(25,172,412)	251,143	0	0	0	0	(24,921,269)
Total: Central Capital Outlay	(25,172,412)	251,143	0	0	0	0	(24,921,269)
Total: Capital Outlay	(25,172,412)	186,068,855	88,300,094	137,551,493	10,500,000	151,218,633	548,466,663

APPENDIX E

Detailed Employment Summary

**Summary of Employment Level Changes In Approved Budget
2002-2004**

	Chapter 899-FY 2004			HB 1400/SB 700			Difference		
	GF	NGF	Total	GF	NGF	Total	GF	NGF	Total
Legislative Department	590	31	620	578	35	612	(13)	4	(8)
Judicial Department	2,817	81	2,897	2,817	83	2,899	0	2	2
Executive Department									
Executive Offices	313	71	384	271	74	345	(42)	3	(39)
Administration	508	456	964	456	680	1,136	(52)	224	172
Commerce and Trade	1,075	1,578	2,653	1,021	1,570	2,590	(54)	(8)	(63)
Public Education	476	125	600	438	150	587	(39)	25	(13)
Higher Education	18,834	27,851	46,684	18,025	27,919	45,944	(809)	68	(740)
Other Education	506	219	725	449	215	664	(57)	(4)	(61)
Finance	1,083	97	1,180	1,110	97	1,207	27	0	27
Health and Human Resource:	9,290	7,737	17,027	9,106	7,744	16,849	(184)	7	(178)
Natural Resources	1,036	983	2,019	950	1,023	1,973	(86)	40	(46)
Public Safety	18,103	2,718	20,821	18,191	1,937	20,128	88	(781)	(693)
Technology	18	357	375	27	345	372	9	(12)	(3)
Transportation	0	12,903	12,903	0	12,735	12,735	0	(168)	(168)
Central Appropriations	74	0	74	0	0	0	(74)	0	(74)
Independent Agencies*	2	1,452	1,454	2	1,452	1,454	0	0	0
Totals	54,723	56,657	111,380	53,438	56,057	109,495	(1,286)	(602)	(1,885)

Note: Secretary of Education FTE data are included in Other Education

**Pursuant to Chapters 905 and 1046, 1996 Acts of Assembly, employees at MCV Hospital Authority are no longer included in the Budget*