



Report of the Subcommittee on
Education

(Amendments to SB 29
And SB 30 as Introduced)

Senate Finance Committee
Virginia General Assembly

February 19, 2006

**2006 REPORT OF THE EDUCATION SUBCOMMITTEE
JOHN H. CHICHESTER, CHAIRMAN**

Members of the Committee:

The members of the Education Subcommittee are pleased to present to you our package of budget recommendations. I would like to bring your attention first to our recommendations in Public Education.

Public Education

As you well know, last biennium the General Assembly stepped up to the plate on Standards of Quality (SOQ) costs, making a strong commitment to the Commonwealth's funding partnership in Public Education, laying the groundwork for decades to come.

This session the introduced budget for Direct Aid to Public Education included an additional \$1.5 billion over the base budget, including:

- \$1.3 billion for the biennial re-benchmarking of formula-driven cost updates; and
- \$167.6 million for the state's share of a 3.0 percent salary increase, effective December 1, 2006.

The budget comes to us in very good shape, requiring only marginal adjustments. Sometimes, it is efforts on the margin that make all the difference. The Education Subcommittee hopes that will be the case in the area of teacher recruitment and retention, and offers the following recommendations:

- Provide an additional \$39.6 million to take the first year teacher salary increase to 4.0 percent rather than 3.0 percent;
- Endorse the \$6.1 million in the introduced budget for salary incentives for highly qualified teachers in “hard-to-staff” schools;
- Include \$6.0 million to begin addressing the reality that cost of competing issues traditionally associated with Northern Virginia have expanded beyond Planning District 8 into the larger Washington Metropolitan Statistical Area; and
- Add \$647,000 to fully fund awards for all teachers projected to achieve National Board Certification.

With these changes, we believe local school divisions will be better equipped to meet their common goal: attracting and retaining excellent teachers.

But teacher compensation does not stop with salaries. Equally important is the security provided by the Virginia Retirement System. We have a fiduciary responsibility to ensure that the system is strong. With that in mind, the Subcommittee recommends we avoid the lure of reduced contributions by stringing out the timeline for making payments.

We recommend a 26-year actuarial period, rather than the maximum allowable 30-year period proposed in the introduced budget. The VRS Board's own plan would have us make payments over a 21-year period. Our recommendation is a reasonable and prudent position between those two points, and it will leave some measure of flexibility for those hard times that inevitably arrive about every 10 years. It makes no sense to shirk on the retirement obligation at a time when our economic future is bright!

Continuing on the same path, during good times, we need to revitalize the Literary Fund for school construction. Accordingly, we recommend an additional \$30.0 million for school construction loans from the Literary Fund, which should make good progress on the First Priority Waiting List.

In economic downturns, the Literary Fund has served as an important buffer that lets us avoid cutting public education operating costs. But we must continue to wean ourselves from the \$100 million per year dependency on Literary Fund revenues for SOQ operating costs.

Lastly, the Subcommittee recommends updating the At-Risk Four-Year-Old Preschool per pupil amount. This per pupil amount has never been updated since the program began ten years ago. Our recommendations add \$9.9 million to increase the per pupil amount from \$5,400 to \$6,000 by FY08. We are proud of the investment Virginia makes in early childhood education through this program, and we remain convinced that we get the biggest bang for the buck by targeting these dollars to at-risk children who would not otherwise have access to quality preschool.

Finally, let me cover several recommended savings that help fund the actions just mentioned:

- \$33.6 million by moderating the effects of an average inflation rate of 7.30 percent (up from 4.66 percent last biennium); and
- \$12.6 million across a handful of other savings in Direct Aid and \$5.0 million in DOE due to the lower cost of the new SOL testing contract.

Obviously, the Subcommittee continues to be vigilant about promoting efficiency and effectiveness. In addition to supporting the efforts of the School Efficiency Reviews that help school divisions find ways to put more dollars in the classroom, I have asked a workgroup of education finance folks to analyze K-12 cost drivers and trends and report back to us this Fall.

This information will help us reach the goal of the Education Subcommittee, which is nothing less than a quality education for every student in Virginia, from Petersburg to Southside and every other corner of the State.

In total, our recommendations add \$54.6 million over the increase that was included in the introduced budget for Public Education.

Other Education

In the area of Other Education, the Subcommittee recommends an increase of \$3.0 million for Aid to Public Libraries; endorses the proposed \$4.1 million increase for grants to arts organizations; and looks forward to welcoming the world to Jamestown in 2007.

Higher Education

Turning to higher education, the Subcommittee's recommendations reflect its continued efforts to meet the Commonwealth's core commitments to teaching and learning, while embracing opportunities to make new investments that will stimulate Virginia's economic growth and vitality.

As you know, state support for higher education has fluctuated over time. During the lean times, this body has

had to go -- too often -- to the higher education “well” to cover shortfalls in other areas of state government. However, during economic good times, the General Assembly has endeavored to make up for lost ground and to ensure that our colleges and universities are funded adequately to meet their core academic missions.

Towards this end, the Subcommittee recommends providing almost \$58 million from the general fund on top of the \$203 million included in the introduced budget for enrollment growth and degrees awarded. However, we recommend allocating these funds among the colleges and universities to reflect three goals:

1. Move all institutions towards full funding of the “base adequacy” guidelines;
2. Provide funding in the second year to cover the marginal cost associated with the growing number of Virginia students expected to enroll this Fall; and
3. Reduce pressure to raise tuition for in-state students by targeting funds to those institutions where Virginia students shoulder the biggest share of costs.

I am pleased to tell you that the Subcommittee’s recommendations put us within striking distance of reaching our goals.

Specifically, by the end of the biennium, Virginia's public colleges and universities are estimated to be funded, on average, at or above 95 percent of the base adequacy guidelines. Our recommendations, coupled with reasonable tuition increases, will also make substantial progress in re-balancing the share of costs borne by the state and students.

Another area in which we continue to see improvement is in funding faculty salaries. Only three years ago, our institutions hovered around the 35th percentile, on average, among peer institutions nationally.

With the average 3.65 percent increase included in the introduced budget for FY 2007, salaries for teaching and research faculty at our four-year institutions are expected to exceed the 50th percentile this coming year and to approach that marker at the community colleges.

To ensure that we continue to gain additional ground over the course of the biennium, the Subcommittee recommends \$12.9 million GF to establish a three-percent reserve for faculty salary increases in FY 2008.

Further, we recommend continued support for student financial aid programs at both public and private institutions. State-supported aid keeps the doors of opportunity open for many qualified Virginia students. The introduced budget contains biennial increases of:

- \$21.7 million GF for undergraduate, need-based aid at public colleges and universities; and
- \$13.3 million GF for the Tuition Assistance Grant program, which will increase average undergraduate awards from \$2,500 to an estimated \$3,000 by FY 2008.

The Subcommittee recommends adopting these measures.

In addition to financial aid, the Subcommittee supports two new investments included in the introduced budget:

- Expanding higher education opportunities in Southside Virginia; and
- Leveraging state dollars to strengthen higher education's capacity in biomedical research and modeling and simulation.

Specifically, the Subcommittee recommends \$1.4 million GF over the biennium to address educational concerns in Southside. With these funds, we hope the region will build on its community college programs and establish partnerships with existing four-year institutions to provide the last two years of a baccalaureate education.

In the area of research, the Subcommittee recommends adopting a three-year investment strategy that more closely

mirrors national norms in research funding. Using this approach, we can:

- Give faculty time to develop stable sources of grant funding in these fields;
- Establish expectations for annual assessments of the state's return on investment; and
- Redirect funds to support our core commitments - particularly in base adequacy.

In total, the Subcommittee's recommendations provide an additional \$22.5 million GF over the \$451.3 million provided in the introduced budget for higher education.

For details on these and other recommendations of the Subcommittee, summary tables and selected language amendments in Public Education, Other Education, and Higher Education are attached. We offer them to the Committee for its consideration.

Respectfully Submitted,

The Honorable John H. Chichester, Chairman

The Honorable Charles J. Colgan

The Honorable Benjamin J. Lambert III

The Honorable William C. Wampler, Jr.

The Honorable R. Edward Houck

The Honorable Charles R. Hawkins

The Honorable Richard L. Saslaw

The Honorable Thomas K. Norment, Jr.

Public Education and Other Education

**Budget Recommendations
and
Related Language Amendments**

Public Education
Senate Finance, Education Subcommittee's Recommended Changes to Senate Bill 29 and 30, As Introduced

	GF \$ FY06	GF \$ FY07	GF \$ FY08	GF \$ Biennial
Direct Aid to Public Education				
Increase teacher salary increase from 3.0 to 4.0 percent (effective Dec. 1, 2006)	-	14,447,478	25,141,158	39,588,636
Restore Literary Funds for school construction loans on Waiting List	-	15,000,000	15,000,000	30,000,000
VRS rate - reduce amortization from max. to 26 yrs. (Rate = 9.20% to 9.58%)	-	9,929,589	10,204,393	20,133,982
Early childhood - At-Risk 4-Yr-Olds Preschool to \$6000 Per Pupil, <i>Language</i>	-	3,272,189	6,605,528	9,877,717
Washington Area MSA Cost of Competing Adjustment	-	-	1,119,514	1,119,514
Fund inflation rates above 10-year average of 5.0% at a 35% scale	-	(16,789,458)	(16,827,356)	(33,616,814)
Fund School Construction Grants (rather than SOQ Intervention) with Lottery	-	(3,081,247)	(3,081,247)	(6,162,494)
Eliminate proposed Advanced Placement fees for Early College Scholars	-	(1,626,823)	(2,127,383)	(3,754,206)
Capture anticipated savings in Teacher Mentor & Corps based on FY06 levels	-	(900,000)	(450,000)	(1,350,000)
Communities in Schools - fund new program in Grants to Non-State Agencies	-	(500,000)	-	(500,000)
Capture anticipated savings in School Breakfast based on FY06 levels	-	(280,000)	(140,000)	(420,000)
Project Discovery - maintains annual grant of \$800,000	-	(100,000)	(100,000)	(200,000)
Capture FY05 discretionary carryforward balance	(1,954,475)	-	-	-
Technical - Census data and K-3 correction	(415,253)	(43,869)	(121,881)	(165,750)
Technical workgroup to analyze K-12 cost trends and drivers	-	<i>Language</i>	-	-
Add Visually Impaired caseloads in SOQ in next re-benchmarking	-	-	<i>Language</i>	-
Subtotal, Direct Aid	(2,369,728)	19,327,859	35,222,726	54,550,585
Virginia Schools for the Deaf and Blind				
Staunton - Transfer special pay actions to Central Appropriations account	-	(38,132)	(70,398)	(108,530)
Hampton - Transfer special pay actions to Central Appropriations account	-	(31,696)	(58,515)	(90,211)
Department of Education, Central Office				
Fully fund teacher awards for National Board Certification projections	-	34,125	613,277	647,402
2.0 FTE positions for Schools for Students with Disabilities Fund (SB544)	-	93,104	143,236	236,340
SOL testing contract procurement	-	(2,000,000)	(3,000,000)	(5,000,000)
Kuder on-line career planning system - may use balances to continue	-	(487,200)	(487,200)	(974,400)
GED - may use balances to replace "dried up" federal funds	-	(204,795)	(204,795)	(409,590)
Turnaround Specialists - may use balances to replace "dried up" private funds	-	(71,844)	(71,844)	(143,688)
Civics Education Commission - may use balances for expenses	-	-	-	-
Required school efficiency reviews (Petersburg)	<i>Language</i>	<i>Language</i>	-	-
Subtotal, DOE	-	(2,636,610)	(3,007,326)	(5,643,936)
Secretary of Education				
No changes recommended	-	-	-	-

Other Education
Senate Finance, Education Subcommittee's Recommended Changes to Senate Bill 29 and 30, As Introduced

	GF \$ FY06	GF \$ FY07	GF \$ FY08	GF \$ Biennial
Library of Virginia				
Aid to Public Libraries - achieves 77% of full formula funding	-	1,000,000	2,000,000	3,000,000
Public Library Internet Protection Fund (SB176)	-	300,000	200,000	500,000
Jamestown 2007				
National advertising	-	500,000	-	500,000
Matching funds for event transportation plan	-	347,000	-	347,000
Authorize Governor to reimburse for needed public safety services (in C.A.)	-	<i>Language</i>	-	-
Jamestown-Yorktown Foundation				
Energy costs and temperature and humidity standards	-	261,000	298,103	559,103
Authorize donation of Discovery replica to UK	-	<i>Language</i>	-	-
Science Museum of Virginia				
Transfer special pay actions to Central Appropriations account	-	(13,812)	(25,500)	(39,312)
Virginia Commission for the Arts				
No changes recommended	-	-	-	-
Virginia Museum of Fine Arts				
No changes recommended	-	-	-	-
Museum of Frontier Culture				
No changes recommended	-	-	-	-
Gunston Hall				
No changes recommended	-	-	-	-

Education: Elementary & Secondary

Department Of Education, Central Office Operations

Language

Language:

Page 104, after line 5, insert:

"C. Notwithstanding the provisions of §2.2-1502.1, *Code of Virginia*, the Board of Education, in cooperation with the Department of Planning and Budget, is authorized to require a school division to participate in the school efficiency review program described in §2.2-1502.1, *Code of Virginia*, as a component of a division level academic review pursuant to §22.1-253.13:3, *Code of Virginia*. When a school division is required to undergo a school efficiency review pursuant to this provision, the school division shall not be charged for any of the costs of such review."

Explanation:

(This amendment authorizes the Board of Education, in cooperation with the Department of Planning and Budget, to require a school division to participate in the school efficiency review program as a component of a division level academic review. Currently, Petersburg City Public Schools is the only school system in division level academic review. The Department of Education has \$200,000 from FY 2005 discretionary carryforward funds available to cover the costs of a school efficiency review for Petersburg.)

Education: Elementary & Secondary

Direct Aid To Public Education

FY 06-07

\$14,447,478

FY 07-08

\$25,141,157 GF

Language:

Page 108, line 9, strike "\$5,870,354,889" and insert "\$5,884,802,367".

Page 108, line 9, strike "\$6,000,814,369" and insert "\$6,025,955,526".

Page 121, strike lines 33 through 53 and insert:

"a. The appropriation in this item includes \$75,883,348 the first year and \$131,320,885 the second year from the general fund for an equivalent payment for the following salary increase and related fringe benefit costs for funded SOQ instructional and support positions and other funded incentive program positions:

- 1) For the first year, the state share of a payment equivalent to a 3.0 percent salary increase effective December 1, 2006, for all funded positions.
 - 2) For the first year, the state share of a payment equivalent to an additional 1.0 percent salary increase effective December 1, 2006, for funded SOQ instructional positions only. Funded SOQ instructional positions shall include the teacher, guidance counselor, librarian, aide, principal, and assistant principal positions funded through the SOQ staffing standards for each school division in both years of the biennium.
 - 3) It is the intent that the average instructional position salaries be improved throughout the state by at least 4.0 percent the first year. Sufficient funds are appropriated in this act to finance, on a statewide basis, the state share of a 3.0 percent salary increase for all funded positions and an additional 1.0 percent for funded SOQ instructional positions effective December 1, 2006, to school divisions which certify to the state Department of Education, no later than March 1, 2007, that equivalent increases have been granted in the first year.
- b. These funds shall be matched by the local government, based on the composite index of local ability-to-pay."

Explanation:

(This amendment raises the proposed salary adjustment for instructional staff from three percent to four percent, effective December 1, 2006, to help school divisions remain competitive in recruiting highly qualified teachers.)

Education: Elementary & Secondary

FY 06-07

FY 07-08

Direct Aid To Public Education

\$15,000,000
(\$15,000,000)

\$15,000,000
(\$15,000,000)

GF
NGF

Language:

Page 118, line 36, strike "\$125,854,700" and insert "\$110,854,700".

Page 118, line 37, strike "\$125,854,700" and insert "\$110,854,799".

Explanation:

(This amendment replaces \$15.0 million each year of the total \$125.9 million in Literary Fund proceeds, which currently are diverted to support SOQ retirement costs. The restored Literary Fund proceeds will be used for direct loans for school construction projects on the First Priority Waiting List.)

Education: Elementary & Secondary	FY 06-07	FY 07-08	
Direct Aid To Public Education	\$3,272,189	\$6,605,528	GF

Language:

Page 108, line 9, strike "\$5,870,354,889" and insert "\$5,873,627,078".
 Page 108, line 9, strike "\$6,000,814,369" and insert "\$6,007,419,897".
 Page 131, line 43, strike "\$5,400" and insert "\$5,700 the first year and \$6,000 the second year".
 Page 133, line 27, after "projected" insert "The Department is also authorized to expend unobligated balances in this program for grants to qualifying schools and community-based groups for one-time expenses, other than capital, related to start-up or expansion of programs."

Explanation:

(This amendment increases from \$5,400 to \$5,700 the first year and to \$6,000 the second year the basis for calculating the state's share of the funding for the Virginia Preschool Initiative for at-risk four-year-olds unserved by Head Start programs. The per pupil amount has never been updated since the program began in FY 1996. In addition, this amendment authorizes the Department of Education to provide one-time start-up or expansion grants out of any unobligated balances in the program based on non-participation.)

Education: Elementary & Secondary	FY 06-07	FY 07-08	
Direct Aid To Public Education	\$0	\$1,119,514	GF

Language:

Page 108, line 9, strike "\$6,000,814,369" and insert "\$6,001,933,883".
 Page 119, strike lines 7 through 22 and insert:
 "This appropriation includes funding to recognize the common labor market in the Washington DC Metropolitan Statistical Area. Standards of Quality salary payments for instructional and support positions in school divisions of the localities set out below have been adjusted for the equivalent portion of the Cost of Competing Adjustment (COCA) rates that are paid to local school divisions in Planning District 8. For Stafford and Fauquier, SOQ payments have been increased by 10 percent the

first year and 25 percent the second year of the COCA rates paid to school divisions in Planning District 8. For Fredericksburg and Spotsylvania, SOQ payments have been increased by 10 percent the second year of the COCA rates paid to school divisions in Planning District 8."

Explanation:

(This amendment adds \$1.1 million to extend the cost of competing adjustment to Fredericksburg and Spotsylvania at 10 percent of the full amount the second year. The introduced budget included funding to extend the COCA to Stafford and Fauquier at 10 percent of the full amount the first year and 25 percent the second year. Currently, a cost of competing adjustment of 9.83 percent for instructional positions and 24.61 percent for support positions is provided for the nine Northern Virginia localities that comprise Planning District 8. From 1971 through 1990, Planning District 8 and the Virginia localities in the Washington DC Metropolitan Statistical Area were identical. In 1990, Stafford was added to the MSA. In 1993, Fauquier, Fredericksburg, Spotsylvania, Warren, and Clark were added to the MSA.)

Education Subcommittee

Item 135 #12s

**Education: Elementary &
Secondary**

Direct Aid To Public Education

Language

Language:

Page 117, after line 51, insert:

"The Department of Education shall convene a technical work group to include appropriate staff of the Department of Planning and Budget, the Senate Finance and House Appropriations Committees, and the Joint Legislative and Audit Review Commission as well as representatives of appropriate stakeholder groups.

The group shall: 1) study re-benchmarking cost trends and drivers; 2) review Standards of Quality (SOQ), incentive, and categorical funding streams within Direct Aid to Public Education, as well as the Literary Fund, and identify options for efficiencies and cost savings and for greater funding flexibility, especially to better prepare the state and localities for future economic downturns; 3) consider alternatives to across-the-board compensation supplements to better target state funds; 4) review funding streams for programs for students at-risk of academic failure, and assess whether such programs should be incorporated into the SOQ; and 5) examine special education funding issues.

The technical work group shall provide to the Governor and the Chairmen of House Appropriations and Senate Finance: a) a detailed project workplan no later than July 15, 2006, and b) a summary of their work by October 15, 2006."

Explanation:

(This amendment is self-explanatory.)

Education Subcommittee

Item 135 #13s

**Education: Elementary &
Secondary**

Direct Aid To Public Education

Language

Language:

Page 122, after line 41, insert:

"In recalculating the cost of the Standards of Quality effective with the 2008-2010 biennium, the Department of Education shall include visually impaired students in the calculation consistent with the caseloads for other special education categories."

Explanation:

(This amendment directs the Department of Education to include visually impaired students in the Standards of Quality calculation consistent with the caseload standards for other disability categories in the next biennial rebenchmarking. Currently, funding for visually impaired caseloads is based on available funding in the Department of Blind and Vision Impaired, so there would be an offsetting savings in that agency. This action would fund visually impaired caseloads in a manner consistent with other special education categories and thus reduce the caseloads for teachers of visually impaired students. The net cost for 2006-08 was estimated to be about \$2.5 million per year.)

Education Subcommittee

Item 232 #2s

Education: Other

Jamestown-Yorktown Foundation

Language

Language:

Page 194, after line 14, insert:

"D. The Jamestown-Yorktown Foundation is authorized to transfer ownership of the current *Discovery* replica ship to parties in the United Kingdom "as is and without

warranties" without compensation as an official element of the British portion of the commemoration of the founding of Jamestown."

Explanation:

(This amendment authorizes the transfer of ownership of the *Discovery* to parties in the United Kingdom.)

General Government Subcommittee

Item 4-6.01 #1s

Positions and Employment

Employee Compensation

Language

Language:

Page 513, line 17, strike "prior approval".

Page 513, line 21, strike "of the Director or Librarian of Virginia. The" and insert "and the".

Explanation:

(This amendment is intended to clarify that prior approved increases in NGF salary amounts for museum directors and the state librarian are part of a base salary and not subject to re-approval each year.)

General Government Subcommittee

Item 462 #17s

Central Appropriations

Central Appropriations

Language

Language:

Page 408, following line 29, insert:

"T. The Governor is authorized to expend from the unappropriated general fund balance in this Act such amounts as are required to reimburse Virginia state and local law enforcement and emergency services agencies for their necessary expenses in excess of amounts appropriated in this Act, for the provision of essential security and emergency services for the Jamestown 2007 commemorative events, including the Yorktown 225th Anniversary (October 19-22, 2006); the Jamestown 400th Anniversary Weekend (May 11-15, 2007); and the Democracy Conference (September 16-19, 2007). Reimbursement under this Item may be provided to, but is not limited to, the Departments of Emergency Management, Military Affairs, State Police, and Transportation and the Marine Resources Commission, as well as local police and Sheriffs' departments, fire departments, and emergency medical services

agencies and volunteer rescue squads. Any reimbursement authorized herein shall be based on a review of actual expenses incurred in the course of these events as documented in a manner to be determined in advance by the Departments of Planning and Budget and Emergency Management. The Governor shall provide interim reports by December 31, 2006 and December 31, 2007, and a final report by June 30, 2008, to the Chairmen of the Senate Finance and House Appropriations Committees, on the expenses reimbursed."

Explanation:

(This amendment provides authority for the Governor to reimburse state and local law enforcement and emergency services agencies out of unappropriated balances for costs incurred during the Jamestown 2007 commemorative events.)

FY 2007 - Report the Education Subcommittee of the Senate Finance Committee - Recommended Amendments to SB30, As Introduced

Division	2006-2008 Composite Index	Governor's Introduced FY 2007 ADM	Governor's Introduced FY 2007 Distribution	<i>Increase Instructional Salaries From 3.0 to 4.0% (Dec. 1, 2006)</i>	<i>VRS Rate: Reduce Amortization Period (Rate = 9.58%)</i>	<i>At-Risk Fours Preschool - Increase PPA to \$5,700</i>	<i>Inflation at 100% up to 5%; 35% above 5%</i>	<i>Fund Source Adjustments Using Lottery Proceeds</i>	Estimated Senate Distributions
ACCOMACK	0.3255	5,196	31,816,583	85,176	59,711	34,400	(93,708)	(16,015)	31,886,147
ALBEMARLE	0.6095	12,315	45,593,288	107,333	69,096	17,221	(123,566)	(21,976)	45,641,396
ALLEGHANY	0.2423	2,965	18,763,842	47,197	32,199	7,273	(60,525)	(10,266)	18,779,720
AMELIA	0.3431	1,780	9,806,554	25,757	16,794	1,379	(30,332)	(5,343)	9,814,809
AMHERST	0.2870	4,599	27,078,653	72,235	47,248	16,043	(85,273)	(14,986)	27,113,920
APPOMATTOX	0.2696	2,261	13,522,559	34,686	25,344	6,573	(42,906)	(7,547)	13,538,709
ARLINGTON	0.8000	17,163	46,173,614	87,359	62,572	37,680	(79,527)	(15,687)	46,266,011
AUGUSTA	0.3320	10,913	59,509,992	146,512	104,586	26,052	(187,714)	(33,313)	59,566,115
BATH	0.8000	781	2,178,004	3,749	2,501	360	(4,334)	(714)	2,179,566
BEDFORD	0.3632	9,954	49,379,858	126,894	83,944	18,721	(150,649)	(28,969)	49,429,799
BLAND	0.3059	894	5,495,971	14,264	9,495	417	(16,035)	(2,834)	5,501,278
BOTETOURT	0.3957	4,885	24,842,280	62,049	41,666	5,076	(75,603)	(13,492)	24,861,976
BRUNSWICK	0.2540	2,134	15,302,214	41,320	28,641	13,875	(45,698)	(7,276)	15,333,076
BUCHANAN	0.3205	3,402	21,601,359	57,787	38,753	13,047	(60,573)	(10,563)	21,639,810
BUCKINGHAM	0.2591	2,105	14,465,212	37,448	24,070	12,003	(44,604)	(7,128)	14,487,001
CAMPBELL	0.2612	8,678	50,060,233	128,556	92,187	38,787	(165,700)	(29,298)	50,124,765
CAROLINE	0.3495	4,074	22,221,498	55,752	38,377	5,855	(66,165)	(12,110)	22,243,207
CARROLL	0.2842	3,987	24,078,124	61,662	42,297	19,971	(71,691)	(13,044)	24,117,319
CHARLES CITY	0.4128	889	5,177,484	13,043	8,678	2,113	(15,176)	(2,385)	5,183,757
CHARLOTTE	0.2234	2,233	15,113,838	39,965	25,019	5,358	(45,502)	(7,926)	15,130,752
CHESTERFIELD	0.3616	57,771	282,086,478	743,321	489,610	92,696	(910,660)	(168,547)	282,332,898
CLARKE	0.5580	2,140	8,565,883	19,083	12,396	1,061	(25,183)	(4,323)	8,568,917
CRAIG	0.3184	745	4,574,538	11,676	7,781	0	(13,063)	(2,320)	4,578,612
CULPEPER	0.4062	7,353	34,783,008	88,635	58,602	6,948	(108,394)	(19,954)	34,808,845
CUMBERLAND	0.2859	1,397	8,815,158	20,003	13,669	9,855	(28,503)	(4,560)	8,825,622
DICKENSON	0.2344	2,436	15,990,694	42,895	30,661	1,607	(51,798)	(8,522)	16,005,537
DINWIDDIE	0.2669	4,611	27,245,178	74,479	48,081	9,676	(87,716)	(15,449)	27,274,249
ESSEX	0.4019	1,567	8,807,199	20,680	14,695	3,230	(24,578)	(4,284)	8,816,942
FAIRFAX	0.7456	158,193	454,385,631	926,690	633,074	134,171	(955,019)	(183,916)	454,940,631
FAUQUIER	0.6443	11,091	37,795,936	84,441	52,678	1,921	(100,729)	(18,029)	37,816,218
FLOYD	0.3212	2,086	12,100,327	31,257	20,342	5,091	(38,020)	(6,470)	12,112,527
FLUVANNA	0.3749	3,729	18,857,016	48,552	31,569	5,813	(56,723)	(10,652)	18,875,575
FRANKLIN	0.3950	7,283	38,161,328	92,936	67,932	24,140	(109,996)	(20,136)	38,216,204
FREDERICK	0.3925	12,601	62,037,411	152,863	116,047	13,487	(179,011)	(34,598)	62,106,199
GILES	0.2755	2,630	15,585,479	41,917	27,308	0	(47,258)	(8,707)	15,598,739
GLOUCESTER	0.3323	6,000	32,237,343	76,180	57,334	3,606	(107,592)	(18,310)	32,248,561
GOOCHLAND	0.8000	2,326	5,559,096	9,801	6,619	960	(11,482)	(2,126)	5,562,868
GRAYSON	0.2780	2,120	14,006,994	36,775	23,450	8,664	(42,252)	(6,996)	14,026,635
GREENE	0.3334	2,717	15,915,937	38,301	29,759	5,000	(48,449)	(8,277)	15,932,271
GREENSVILLE	0.2199	1,596	11,183,131	29,906	20,788	11,935	(33,395)	(5,688)	11,206,677
HALIFAX	0.2380	5,840	39,286,794	111,441	68,845	34,062	(113,545)	(20,338)	39,367,259
HANOVER	0.4352	18,874	83,150,412	202,931	150,183	9,488	(262,156)	(48,715)	83,202,143
HENRICO	0.4604	48,053	220,862,076	550,723	346,542	125,457	(668,860)	(118,497)	221,097,441
HENRY	0.2553	7,443	47,789,081	124,407	88,319	46,246	(141,465)	(25,331)	47,881,257
HIGHLAND	0.6380	299	2,059,555	3,577	2,489	217	(5,406)	(495)	2,059,937
ISLE OF WIGHT	0.3753	5,151	27,322,154	64,469	46,134	13,306	(83,289)	(14,705)	27,348,069
JAMES CITY	0.5499	9,487	36,239,979	81,562	57,010	8,777	(105,662)	(19,513)	36,262,153
KING GEORGE	0.4034	3,770	17,911,892	42,773	32,218	1,611	(60,045)	(10,277)	17,918,172
KING & QUEEN	0.4073	788	5,014,654	11,678	7,656	7,290	(14,077)	(2,134)	5,025,067
KING WILLIAM	0.3267	2,096	12,223,682	32,876	22,034	6,059	(33,752)	(6,448)	12,244,451
LANCASTER	0.6844	1,335	4,609,788	8,850	6,160	3,787	(10,696)	(1,925)	4,615,964

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Division	2006-2008 Composite Index	Governor's Introduced FY 2007 ADM	Governor's Introduced FY 2007 Distribution	<i>Increase Instructional Salaries From 3.0 to 4.0% (Dec. 1, 2006)</i>	<i>VRS Rate: Reduce Amortization Period (Rate = 9.58%)</i>	<i>At-Risk Fours Preschool - Increase PPA to \$5,700</i>	<i>Inflation at 100% up to 5%; 35% above 5%</i>	<i>Fund Source Adjustments Using Lottery Proceeds</i>	Estimated Senate Distributions
LEE	0.1769	3,526	27,850,248	81,274	53,856	0	(84,777)	(13,264)	27,887,337
LOUDOUN	0.6895	50,488	153,692,775	316,276	252,526	19,748	(381,497)	(70,815)	153,829,013
LOUISA	0.5542	4,362	17,941,612	42,872	29,860	10,566	(48,513)	(8,888)	17,967,509
LUNENBURG	0.2399	1,699	11,790,057	29,886	22,962	8,665	(34,477)	(5,901)	11,811,192
MADISON	0.4362	1,859	9,559,972	24,169	15,014	507	(29,041)	(4,789)	9,565,832
MATHEWS	0.4701	1,233	5,846,744	14,370	9,332	0	(16,861)	(2,985)	5,850,600
MECKLENBURG	0.3056	4,834	28,943,371	77,404	51,808	26,040	(85,481)	(15,340)	28,997,802
MIDDLESEX	0.5923	1,275	5,226,605	12,497	7,436	734	(13,510)	(2,376)	5,231,386
MONTGOMERY	0.3737	9,542	51,080,270	140,169	87,223	29,875	(147,905)	(27,311)	51,162,321
NELSON	0.4874	1,952	9,669,217	22,106	14,582	2,768	(28,111)	(4,572)	9,675,990
NEW KENT	0.4044	2,622	12,777,702	32,802	21,878	1,073	(38,419)	(7,136)	12,787,900
NORTHAMPTON	0.3925	1,845	11,415,158	29,193	19,487	10,023	(33,926)	(5,121)	11,434,814
NORTHUMBERLAND	0.6517	1,413	5,411,411	10,871	7,731	4,284	(13,458)	(2,248)	5,418,591
NOTTOWAY	0.2429	2,256	15,629,930	43,755	28,359	12,265	(44,429)	(7,806)	15,662,074
ORANGE	0.4323	4,960	24,188,046	59,272	37,621	0	(75,471)	(12,868)	24,196,600
PAGE	0.2882	3,610	20,819,995	56,686	36,928	16,229	(64,132)	(11,744)	20,853,962
PATRICK	0.2592	2,556	16,163,782	43,928	27,841	8,223	(49,699)	(8,651)	16,185,424
PITTSYLVANIA	0.2573	9,027	54,574,345	149,268	97,172	28,966	(167,036)	(30,637)	54,652,078
POWHATAN	0.3722	4,376	21,839,864	56,246	39,207	754	(72,591)	(12,555)	21,850,925
PRINCE EDWARD	0.2776	2,531	16,969,074	40,298	29,363	23,622	(50,324)	(8,355)	17,003,678
PRINCE GEORGE	0.2304	5,928	36,064,889	95,902	60,864	21,241	(118,199)	(20,848)	36,103,849
PRINCE WILLIAM	0.4287	68,925	353,892,393	864,197	621,260	123,915	(935,696)	(179,952)	354,386,117
PULASKI	0.2995	4,842	28,218,814	74,752	49,032	11,348	(84,933)	(15,502)	28,253,511
RAPPAHANNOCK	0.7463	984	3,136,751	5,741	3,499	0	(6,669)	(1,140)	3,138,182
RICHMOND	0.3593	1,242	6,956,458	17,679	11,495	2,691	(19,911)	(3,638)	6,964,774
ROANOKE	0.3757	15,023	75,345,581	198,728	124,231	21,913	(221,180)	(42,861)	75,426,412
ROCKBRIDGE	0.4546	2,718	13,110,814	31,158	21,244	5,890	(38,433)	(6,774)	13,123,899
ROCKINGHAM	0.3299	11,421	60,942,115	147,705	110,486	35,180	(181,949)	(34,974)	61,018,563
RUSSELL	0.2292	4,056	26,393,166	71,564	48,452	14,568	(76,954)	(14,286)	26,436,510
SCOTT	0.1962	3,770	25,953,551	72,142	45,494	0	(84,600)	(13,849)	25,972,738
SHENANDOAH	0.3419	6,168	32,960,501	77,983	54,511	13,227	(104,564)	(18,550)	32,983,108
SMYTH	0.2184	4,982	33,606,467	89,754	63,891	16,649	(97,830)	(17,794)	33,661,137
SOUTHAMPTON	0.2671	2,789	17,842,506	44,974	29,363	6,816	(55,332)	(9,342)	17,858,985
SPOTSYLVANIA	0.3455	24,381	123,542,484	306,290	211,893	29,256	(393,654)	(72,926)	123,623,343
STAFFORD	0.3503	26,495	129,771,870	332,197	228,395	0	(405,898)	(78,668)	129,847,896
SURRY	0.7842	1,020	3,041,896	5,062	3,445	971	(6,034)	(1,006)	3,044,334
SUSSEX	0.2912	1,419	9,373,412	23,167	15,897	637	(28,312)	(4,595)	9,380,206
TAZEWELL	0.2500	6,772	41,001,933	116,850	73,032	30,150	(123,310)	(23,212)	41,075,443
WARREN	0.3956	5,342	26,040,507	64,982	46,328	10,698	(79,851)	(14,754)	26,067,910
WASHINGTON	0.3351	7,272	38,988,831	101,629	64,640	16,356	(115,835)	(22,096)	39,033,525
WESTMORELAND	0.4076	1,762	10,277,720	25,415	15,964	14,040	(29,483)	(4,770)	10,298,886
WISE	0.2036	6,564	41,703,838	112,025	76,879	28,909	(126,328)	(23,889)	41,771,434
WYTHE	0.3086	4,182	23,582,154	64,453	44,841	10,578	(71,991)	(13,214)	23,616,821
YORK	0.3749	13,225	62,168,776	158,751	100,629	0	(202,788)	(37,779)	62,187,589
ALEXANDRIA	0.8000	10,083	29,057,682	52,536	36,836	46,440	(47,190)	(9,216)	29,137,088
BRISTOL	0.3366	2,306	14,443,880	37,594	24,240	9,553	(36,939)	(6,991)	14,471,337
BUENA VISTA	0.2172	1,122	7,268,019	21,093	13,481	0	(20,855)	(4,014)	7,277,724
CHARLOTTESVILLE	0.6061	4,078	19,797,063	37,559	26,981	16,544	(39,231)	(7,341)	19,831,575
COLONIAL HEIGHTS	0.4565	2,880	12,868,652	31,554	23,641	5,217	(35,503)	(7,153)	12,886,408
COVINGTON	0.2918	813	5,317,078	14,399	9,412	5,524	(13,370)	(2,631)	5,330,412
DANVILLE	0.2655	6,690	42,355,277	113,711	78,446	26,221	(112,672)	(22,456)	42,438,527

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FALLS CHURCH	0.8000	1,863	4,752,891	9,110	5,685	360	(8,418)	(1,703)	4,757,925
FREDERICKSBURG	0.7538	2,460	7,134,059	12,952	10,215	2,216	(14,739)	(2,768)	7,141,935
GALAX	0.2944	1,338	7,604,090	20,722	13,477	3,599	(21,038)	(4,314)	7,616,536
HAMPTON	0.2410	22,305	138,923,019	374,171	245,886	111,573	(426,434)	(77,366)	139,150,849
HARRISONBURG	0.4361	4,422	22,459,082	56,953	36,624	25,206	(60,857)	(11,396)	22,505,612
HOPEWELL	0.2515	3,882	24,365,186	64,288	45,422	18,637	(71,435)	(13,277)	24,408,821
LYNCHBURG	0.3500	8,508	48,761,242	129,634	82,385	58,500	(134,434)	(25,272)	48,872,055
MARTINSVILLE	0.2470	2,491	15,722,868	41,752	27,638	6,551	(42,386)	(8,573)	15,747,850
NEWPORT NEWS	0.2577	30,699	190,600,049	486,573	313,103	229,593	(574,410)	(104,139)	190,950,769
NORFOLK	0.2693	32,980	207,400,155	511,388	383,858	325,965	(592,370)	(110,129)	207,918,867
NORTON	0.3299	707	3,966,408	9,956	6,328	0	(10,988)	(2,167)	3,969,537
PETERSBURG	0.2188	4,636	33,065,390	84,415	62,065	35,154	(96,186)	(16,552)	33,134,286
PORTSMOUTH	0.2185	15,240	99,789,981	262,200	175,153	131,996	(291,876)	(54,429)	100,013,025
RADFORD	0.2947	1,538	8,341,264	22,558	15,393	0	(22,291)	(4,904)	8,352,020
RICHMOND CITY	0.4329	22,825	135,864,994	326,992	248,014	165,367	(339,004)	(59,155)	136,207,208
ROANOKE CITY	0.3763	12,161	74,163,114	170,989	114,633	96,736	(220,585)	(34,663)	74,290,224
STAUNTON	0.3925	2,580	16,910,498	36,023	24,252	10,206	(36,654)	(7,162)	16,937,163
SUFFOLK	0.3014	13,538	76,578,689	189,304	136,914	41,497	(236,277)	(43,220)	76,666,907
VIRGINIA BEACH	0.3492	72,163	378,325,043	942,817	671,427	232,921	(1,171,125)	(214,624)	378,786,459
WAYNESBORO	0.3160	2,993	16,565,578	43,365	29,651	13,133	(49,424)	(9,357)	16,592,946
WILLIAMSBURG	0.8000	807	3,354,285	3,264	2,341	240	(4,160)	(738)	3,355,232
WINCHESTER	0.5602	3,764	15,747,547	35,910	22,867	7,256	(38,083)	(7,565)	15,767,932
FAIRFAX CITY	0.8000	2,638	6,743,231	12,763	8,456	2,280	(13,103)	(2,412)	6,751,215
FRANKLIN CITY	0.2728	1,283	9,125,919	22,416	14,715	5,018	(22,764)	(4,262)	9,141,042
CHESAPEAKE CITY	0.3186	40,422	223,796,997	553,151	392,985	113,862	(681,253)	(125,875)	224,049,867
LEXINGTON	0.3982	660	3,124,924	8,369	5,694	0	(7,801)	(1,816)	3,129,370
EMPORIA	0.2836	970	6,043,425	16,027	10,959	0	(18,507)	(3,174)	6,048,730
SALEM	0.3768	3,825	18,259,906	50,198	31,260	4,861	(51,818)	(10,893)	18,283,514
BEDFORD CITY	0.2889	881	4,820,507	12,566	8,373	3,413	(15,062)	(2,863)	4,826,934
POQUOSON	0.3299	2,576	12,649,666	32,867	22,483	1,005	(38,932)	(7,889)	12,659,200
MANASSAS CITY	0.4335	6,202	32,647,989	80,538	50,831	8,498	(80,926)	(16,057)	32,690,873
MANASSAS PARK	0.3650	2,233	12,998,534	31,827	23,025	7,811	(34,054)	(6,482)	13,020,661
COLONIAL BEACH	0.3131	563	3,585,965	8,959	6,358	618	(9,373)	(1,766)	3,590,761
WEST POINT	0.2683	815	4,837,614	13,151	8,968	878	(13,484)	(2,726)	4,844,401
TOTAL:		1,196,914	5,852,790,361	14,447,478	9,929,589	3,272,189	(16,789,458)	(3,080,385)	5,860,569,774

Note: This analysis includes state funds for the Standards of Quality, Incentive, Categorical, and School Facilities service areas. Federal funds are not included in this analysis.

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ACCOMACK	0.3255	5,211	32,257,419	145,970	60,033	69,608	0	(93,982)	(15,956)	32,423,092
ALBEMARLE	0.6095	12,369	46,550,253	181,544	69,715	35,379	0	(124,127)	(21,930)	46,690,834
ALLEGHANY	0.2423	2,976	19,180,673	87,985	32,327	15,003	0	(58,464)	(10,237)	19,247,287
AMELIA	0.3431	1,793	9,979,548	44,831	16,925	2,759	0	(30,563)	(5,349)	10,008,151
AMHERST	0.2870	4,612	27,447,965	121,846	46,979	33,368	0	(85,415)	(14,930)	27,549,813
APPOMATTOX	0.2696	2,257	13,655,545	60,998	25,299	13,585	0	(41,166)	(7,483)	13,706,778
ARLINGTON	0.8000	16,856	46,791,907	146,571	64,799	76,920	0	(78,107)	(15,305)	46,986,785
AUGUSTA	0.3320	11,005	60,694,617	266,112	105,559	54,108	0	(181,899)	(33,375)	60,905,122
BATH	0.8000	779	2,224,228	6,394	2,695	840	0	(4,171)	(707)	2,229,279
BEDFORD	0.3632	10,001	50,208,445	216,754	90,504	38,208	0	(151,353)	(28,913)	50,373,645
BLAND	0.3059	890	5,545,509	24,696	9,454	1,250	0	(16,623)	(2,804)	5,561,482
BOTETOURT	0.3957	4,935	25,369,598	110,437	42,092	10,152	0	(73,372)	(13,538)	25,445,369
BRUNSWICK	0.2540	2,082	15,123,145	69,060	27,791	27,751	0	(44,600)	(7,051)	15,196,096
BUCHANAN	0.3205	3,330	21,407,529	99,570	37,887	26,500	0	(59,290)	(10,274)	21,501,922
BUCKINGHAM	0.2591	2,084	14,504,361	61,771	27,088	24,450	0	(44,133)	(7,008)	14,566,529
CAMPBELL	0.2612	8,693	50,758,778	225,688	85,075	80,234	0	(166,018)	(29,159)	50,954,598
CAROLINE	0.3495	4,235	23,281,104	102,081	39,882	11,709	0	(71,591)	(12,507)	23,350,678
CARROLL	0.2842	3,974	24,346,972	106,164	42,428	41,230	0	(74,376)	(12,916)	24,449,502
CHARLES CITY	0.4128	907	5,332,382	22,380	8,172	4,227	0	(15,498)	(2,419)	5,349,244
CHARLOTTE	0.2234	2,248	15,348,307	68,245	26,991	11,183	0	(47,607)	(7,927)	15,399,192
CHESTERFIELD	0.3616	58,820	290,002,244	1,288,119	536,577	187,307	0	(889,475)	(170,478)	290,954,294
CLARKE	0.5580	2,168	8,829,172	32,992	13,560	2,122	0	(25,523)	(4,351)	8,847,972
CRAIG	0.3184	767	4,745,797	20,386	8,013	0	0	(13,977)	(2,374)	4,757,845
CULPEPER	0.4062	7,845	37,466,123	166,644	67,651	14,608	0	(115,713)	(21,150)	37,578,163
CUMBERLAND	0.2859	1,408	8,950,852	37,291	15,787	19,710	0	(27,676)	(4,564)	8,991,400
DICKENSON	0.2344	2,390	15,872,180	73,176	30,424	3,215	0	(50,826)	(8,305)	15,919,864
DINWIDDIE	0.2669	4,663	27,820,135	130,065	45,556	19,794	0	(88,696)	(15,519)	27,911,335
ESSEX	0.4019	1,557	8,916,550	34,578	15,538	6,818	0	(24,438)	(4,229)	8,944,817
FAIRFAX	0.7456	158,241	464,885,577	1,563,213	634,451	271,394	0	(955,384)	(182,764)	466,216,487
FAUQUIER	0.6443	11,363	39,712,015	144,480	62,126	4,268	0	(103,214)	(18,350)	39,701,325
FLOYD	0.3212	2,088	12,245,781	55,463	20,365	10,182	0	(38,072)	(6,436)	12,287,283
FLUVANNA	0.3749	3,826	19,497,812	84,676	34,753	12,002	0	(58,182)	(10,858)	19,560,203
FRANKLIN	0.3950	7,333	38,948,226	165,380	77,531	49,731	0	(115,301)	(20,141)	39,105,426
FREDERICK	0.3925	13,072	65,113,272	278,217	120,651	28,066	0	(185,740)	(35,655)	65,318,811
GILES	0.2755	2,666	15,947,311	73,402	29,617	0	0	(45,957)	(8,770)	15,995,603
GLOUCESTER	0.3323	5,960	32,462,136	135,405	56,980	7,212	0	(106,938)	(18,066)	32,536,729
GOOCHLAND	0.8000	2,406	5,812,697	17,413	7,343	1,920	0	(12,365)	(2,185)	5,824,823
GRAYSON	0.2780	2,085	13,930,341	63,291	24,752	17,761	0	(41,517)	(6,834)	13,987,794
GREENE	0.3334	2,750	16,307,869	70,240	28,330	10,399	0	(49,041)	(8,321)	16,359,476
GREENSVILLE	0.2199	1,575	11,217,185	47,993	20,522	24,339	0	(32,997)	(5,579)	11,271,463
HALIFAX	0.2380	5,819	39,599,449	191,196	77,522	68,580	0	(117,730)	(20,131)	39,798,886
HANOVER	0.4352	19,216	85,571,530	358,797	152,894	20,333	0	(266,905)	(49,272)	85,787,377
HENRICO	0.4604	49,194	228,507,036	941,011	408,272	256,418	0	(684,801)	(120,515)	229,307,421
HENRY	0.2553	7,254	47,394,843	199,384	85,592	91,151	0	(138,232)	(24,525)	47,608,213
HIGHLAND	0.6380	299	2,082,153	6,083	2,602	434	0	(5,617)	(492)	2,085,163
ISLE OF WIGHT	0.3753	5,210	28,007,029	114,160	43,428	26,237	0	(80,953)	(14,777)	28,095,124
JAMES CITY	0.5499	9,927	38,192,040	161,693	59,683	18,634	0	(110,566)	(20,285)	38,301,199
KING GEORGE	0.4034	3,990	19,063,988	78,619	34,082	3,221	0	(61,152)	(10,806)	19,107,952
KING & QUEEN	0.4073	770	4,993,277	20,093	7,940	14,936	0	(13,756)	(2,073)	5,020,417
KING WILLIAM	0.3267	2,180	12,798,396	59,914	25,774	12,119	0	(36,555)	(6,662)	12,852,986
LANCASTER	0.6844	1,314	4,645,895	14,941	5,653	7,764	0	(10,949)	(1,884)	4,661,420

FY 2008 - Report the Education Subcommittee of the Senate Finance Committee - Recommended Amendments to SB30, As Introduced

Division	2006-2008 Composite Index	Governor's Introduced FY 2008 ADM	Governor's Introduced FY 2008 Distribution	<i>Increase Instructional Salaries From 3.0 to 4.0% (Dec. 1, 2006)</i>	<i>VRS Rate: Reduce Amortization Pd. (Rate = 9.58%)</i>	<i>At-Risk Fours Preschool - Increase PPA to \$6,000</i>	<i>Washington Area MSA Cost of Competing Adj.</i>	<i>Inflation at 100% up to 5%; 35% above 5%</i>	<i>Fund Source Adjustments Using Lottery Proceeds</i>	Estimated Senate Distributions
LEE	0.1769	3,473	27,714,473	131,495	50,291	0	0	(80,415)	(12,977)	27,802,867
LOUDOUN	0.6895	54,333	165,729,841	597,653	255,849	39,682	0	(393,946)	(75,707)	166,153,372
LOUISA	0.5542	4,398	18,393,463	74,674	26,195	21,398	0	(46,911)	(8,901)	18,459,918
LUNENBURG	0.2399	1,695	11,887,074	53,292	20,379	16,874	0	(34,374)	(5,849)	11,937,396
MADISON	0.4362	1,864	9,710,176	41,148	17,178	1,353	0	(29,128)	(4,771)	9,735,956
MATHEWS	0.4701	1,216	5,854,124	24,476	9,202	0	0	(16,642)	(2,924)	5,868,236
MECKLENBURG	0.3056	4,847	29,319,248	135,049	52,940	51,664	0	(85,719)	(15,281)	29,457,901
MIDDLESEX	0.5923	1,261	5,286,183	20,597	7,872	1,468	0	(12,841)	(2,334)	5,300,945
MONTGOMERY	0.3737	9,633	52,172,574	240,016	89,184	60,125	0	(149,247)	(27,389)	52,385,263
NELSON	0.4874	1,936	9,746,989	39,856	15,283	5,536	0	(27,846)	(4,505)	9,775,313
NEW KENT	0.4044	2,655	13,074,080	55,359	25,319	2,145	0	(40,488)	(7,179)	13,109,236
NORTHAMPTON	0.3925	1,791	11,315,173	45,797	18,628	20,047	0	(32,936)	(4,939)	11,361,770
NORTHUMBERLAND	0.6517	1,401	5,471,769	18,142	7,668	8,986	0	(13,349)	(2,215)	5,491,001
NOTTOWAY	0.2429	2,229	15,600,002	73,955	29,212	24,530	0	(43,742)	(7,662)	15,676,295
ORANGE	0.4323	5,315	26,109,128	108,885	42,985	0	0	(80,873)	(13,699)	26,166,426
PAGE	0.2882	3,653	21,295,285	96,526	37,389	32,886	0	(64,901)	(11,805)	21,385,380
PATRICK	0.2592	2,549	16,294,051	76,383	31,257	16,001	0	(49,546)	(8,573)	16,359,573
PITTSYLVANIA	0.2573	9,029	55,188,391	257,966	103,931	57,485	0	(167,057)	(30,444)	55,410,272
POWHATAN	0.3722	4,490	22,607,166	95,281	43,031	1,507	0	(74,479)	(12,798)	22,659,708
PRINCE EDWARD	0.2776	2,471	16,820,382	67,979	26,389	47,678	0	(49,185)	(8,106)	16,905,137
PRINCE GEORGE	0.2304	5,883	36,182,617	163,132	69,397	43,405	0	(117,090)	(20,554)	36,320,907
PRINCE WILLIAM	0.4287	71,444	373,156,982	1,587,810	607,203	249,886	0	(1,011,581)	(185,303)	374,404,997
PULASKI	0.2995	4,826	28,433,730	125,346	52,814	21,856	0	(88,068)	(15,350)	28,530,328
RAPPAHANNOCK	0.7463	969	3,183,459	9,594	3,941	0	0	(6,325)	(1,117)	3,189,552
RICHMOND	0.3593	1,251	7,094,892	30,785	12,392	5,766	0	(20,058)	(3,640)	7,120,137
ROANOKE	0.3757	15,300	77,610,070	347,457	136,247	44,950	0	(225,278)	(43,366)	77,870,080
ROCKBRIDGE	0.4546	2,674	13,136,984	52,555	22,369	12,108	0	(36,406)	(6,621)	13,180,989
ROCKINGHAM	0.3299	11,678	62,930,928	270,410	105,229	70,360	0	(186,071)	(35,528)	63,155,328
RUSSELL	0.2292	4,042	26,608,612	122,382	51,699	29,136	0	(76,569)	(14,143)	26,721,117
SCOTT	0.1962	3,800	26,450,755	126,379	45,778	482	0	(82,133)	(13,866)	26,527,395
SHENANDOAH	0.3419	6,342	34,303,981	152,541	56,316	26,851	0	(107,552)	(18,947)	34,413,190
SMYTH	0.2184	4,985	34,012,645	156,290	60,073	33,765	0	(97,888)	(17,690)	34,147,195
SOUTHAMPTON	0.2671	2,793	18,157,620	77,786	31,450	13,632	0	(53,314)	(9,294)	18,217,880
SPOTSYLVANIA	0.3455	25,237	129,489,630	537,778	237,120	62,047	1,075,809	(407,680)	(74,991)	130,919,713
STAFFORD	0.3503	27,103	136,293,712	577,675	252,983	0	320	(415,487)	(79,945)	136,629,258
SURRY	0.7842	1,000	3,074,712	8,633	3,594	1,813	0	(5,915)	(979)	3,081,858
SUSSEX	0.2912	1,440	9,594,926	40,884	17,155	851	0	(29,823)	(4,635)	9,619,358
TAZEWELL	0.2500	6,723	41,169,194	181,572	73,351	60,750	0	(122,503)	(22,892)	41,339,472
WARREN	0.3956	5,429	26,756,018	118,958	50,408	21,396	0	(77,854)	(14,897)	26,854,029
WASHINGTON	0.3351	7,303	39,597,074	175,005	64,932	33,511	0	(116,338)	(22,046)	39,732,138
WESTMORELAND	0.4076	1,727	10,260,270	43,391	16,701	28,435	0	(28,932)	(4,645)	10,315,220
WISE	0.2036	6,532	41,918,200	196,377	87,090	59,730	0	(125,586)	(23,617)	42,112,194
WYTHE	0.3086	4,164	23,755,763	110,850	44,646	21,986	0	(68,800)	(13,069)	23,851,376
YORK	0.3749	13,541	64,274,898	273,737	111,464	375	0	(207,616)	(38,428)	64,414,430
ALEXANDRIA	0.8000	9,876	29,407,757	88,330	35,960	94,920	0	(46,211)	(8,967)	29,571,789
BRISTOL	0.3366	2,303	14,614,703	62,639	25,704	19,106	0	(36,905)	(6,937)	14,678,310
BUENA VISTA	0.2172	1,127	7,378,333	35,298	14,419	0	0	(20,940)	(4,004)	7,403,106
CHARLOTTESVILLE	0.6061	4,041	20,182,313	66,581	25,170	33,088	0	(37,228)	(7,226)	20,262,698
COLONIAL HEIGHTS	0.4565	2,902	13,116,502	57,132	22,220	10,435	0	(35,770)	(7,160)	13,163,359
COVINGTON	0.2918	796	5,293,789	24,235	9,215	11,048	0	(13,715)	(2,558)	5,322,014
DANVILLE	0.2655	6,542	42,007,448	188,711	76,748	50,240	0	(110,056)	(21,814)	42,191,277

FY 2008 - Report the Education Subcommittee of the Senate Finance Committee - Recommended Amendments to SB30, As Introduced

Division	2006-2008 Composite Index	Governor's Introduced FY 2008 ADM	Governor's Introduced FY 2008 Distribution	<i>Increase Instructional Salaries From 3.0 to 4.0% (Dec. 1, 2006)</i>	<i>VRS Rate: Reduce Amortization Pd. (Rate = 9.58%)</i>	<i>At-Risk Fours Preschool - Increase PPA to \$6,000</i>	<i>Washington Area MSA Cost of Competing Adj.</i>	<i>Inflation at 100% up to 5%; 35% above 5%</i>	<i>Fund Source Adjustments Using Lottery Proceeds</i>	Estimated Senate Distributions
FALLS CHURCH	0.8000	1,865	4,874,865	15,583	5,693	720	0	(8,427)	(1,694)	4,886,730
FREDERICKSBURG	0.7538	2,483	7,343,697	23,076	9,718	4,579	43,385	(14,881)	(2,776)	7,406,798
GALAX	0.2944	1,346	7,795,862	36,184	13,715	7,197	0	(21,192)	(4,312)	7,827,454
HAMPTON	0.2410	22,140	139,650,167	642,003	244,544	223,146	0	(423,279)	(76,290)	140,260,291
HARRISONBURG	0.4361	4,565	23,477,081	98,870	40,640	52,105	0	(65,519)	(11,687)	23,591,490
HOPEWELL	0.2515	3,909	24,792,285	111,909	45,448	37,724	0	(75,002)	(13,283)	24,899,081
LYNCHBURG	0.3500	8,463	49,182,553	218,814	92,801	120,510	0	(133,784)	(24,975)	49,455,919
MARTINSVILLE	0.2470	2,454	15,708,823	71,256	27,298	12,650	0	(41,720)	(8,390)	15,769,917
NEWPORT NEWS	0.2577	30,491	191,875,188	829,415	311,223	459,187	0	(547,981)	(102,758)	192,824,274
NORFOLK	0.2693	32,604	207,677,872	867,523	377,846	652,369	0	(560,776)	(108,159)	208,906,675
NORTON	0.3299	710	4,013,288	17,119	6,822	0	0	(10,514)	(2,159)	4,024,556
PETERSBURG	0.2188	4,456	32,158,753	141,157	59,663	68,901	0	(92,343)	(15,805)	32,320,326
PORTSMOUTH	0.2185	15,106	100,255,357	448,983	186,071	263,522	0	(290,047)	(53,596)	100,810,290
RADFORD	0.2947	1,545	8,474,727	39,950	16,553	0	0	(23,496)	(4,896)	8,502,838
RICHMOND CITY	0.4329	22,462	136,133,187	554,710	230,540	327,671	0	(333,503)	(57,831)	136,854,774
ROANOKE CITY	0.3763	11,920	73,886,766	283,510	120,401	196,091	0	(216,125)	(33,753)	74,236,890
STAUNTON	0.3925	2,557	17,147,249	61,299	25,473	21,141	0	(36,290)	(7,051)	17,211,821
SUFFOLK	0.3014	13,704	78,372,609	344,944	138,611	82,994	0	(239,182)	(43,464)	78,656,512
VIRGINIA BEACH	0.3492	71,148	379,008,646	1,627,353	661,679	470,919	0	(1,155,623)	(210,215)	380,402,759
WAYNESBORO	0.3160	3,008	16,839,401	74,747	31,963	26,266	0	(47,552)	(9,340)	16,915,485
WILLIAMSBURG	0.8000	840	3,483,358	5,782	2,606	480	0	(4,331)	(763)	3,487,132
WINCHESTER	0.5602	3,832	16,381,741	63,048	25,102	14,777	0	(38,790)	(7,650)	16,438,228
FAIRFAX CITY	0.8000	2,584	6,846,742	21,277	8,297	4,560	0	(12,878)	(2,346)	6,865,652
FRANKLIN CITY	0.2728	1,257	9,122,796	38,444	16,542	10,036	0	(22,388)	(4,149)	9,161,281
CHESAPEAKE CITY	0.3186	40,725	229,000,283	1,005,563	368,798	232,630	0	(658,523)	(125,987)	229,822,764
LEXINGTON	0.3982	643	3,109,308	13,582	5,555	0	0	(7,675)	(1,757)	3,119,013
EMPORIA	0.2836	984	6,213,726	27,582	11,823	0	0	(18,782)	(3,200)	6,231,149
SALEM	0.3768	3,795	18,365,133	83,035	36,089	10,095	0	(53,770)	(10,737)	18,429,845
BEDFORD CITY	0.2889	865	4,789,977	20,970	8,845	6,827	0	(15,433)	(2,792)	4,808,394
POQUOSON	0.3299	2,595	12,912,886	57,523	24,394	2,010	0	(39,219)	(7,895)	12,949,699
MANASSAS CITY	0.4335	6,074	32,873,260	137,838	60,991	16,995	0	(82,845)	(15,621)	32,990,618
MANASSAS PARK	0.3650	2,232	13,171,660	56,332	24,561	16,002	0	(32,541)	(6,435)	13,229,579
COLONIAL BEACH	0.3131	559	3,616,243	15,879	5,941	1,236	0	(9,317)	(1,745)	3,628,237
WEST POINT	0.2683	829	4,964,028	23,703	8,513	1,756	0	(13,708)	(2,754)	4,981,538
TOTAL:		1,208,149	5,982,104,789	25,141,157	10,204,393	6,605,528	1,119,514	(16,827,356)	(3,084,691)	6,005,263,334

Note: This analysis includes state funds for the Standards of Quality, Incentive, Categorical, and School Facilities service areas. Federal funds are not included in this analysis.

Higher Education
Budget Recommendations
and
Related Language Amendments

HIGHER EDUCATION BASE ADEQUACY ALLOCATIONS
As Recommended by the Education Subcommittee

Institution	Funding Recommended Above FY 2006 Levels		
	FY 2007	FY 2008	2006-08 Biennium
Christopher Newport	\$486,240	\$1,738,209	\$2,224,449
George Mason	11,610,640	24,853,983	36,464,623
James Madison	2,300,200	6,356,334	8,656,534
Longwood	770,033	2,331,453	3,101,486
Mary Washington	2,700,843	4,554,434	7,255,277
Norfolk State	707,650	1,485,869	2,193,519
Old Dominion	7,854,978	20,202,893	28,057,871
Radford	3,529,838	8,140,497	11,670,335
Richard Bland	433,958	900,174	1,334,132
University of Virginia	4,275,429	8,412,509	12,687,938
UVA - Wise	904,000	2,167,582	3,071,582
Virginia Commonwealth	11,845,539	29,544,416	41,389,955
Va. Community Colleges	23,273,141	55,438,862	78,712,003
Virginia Military Institute	123,165	523,243	646,408
Virginia State	1,490,040	3,665,081	5,155,121
Virginia Tech	3,600,880	9,233,204	12,834,084
William & Mary	941,970	3,245,186	4,187,156
TOTAL	\$76,848,545	\$182,793,930	\$259,642,473

Education Subcommittee's Recommended Higher Education Amendments to Senate Bill 30

Agency/Institution	FY 2007		FY 2008		2006-08 Biennium	
	GF \$	NGF \$	GF \$	NGF \$	GF \$	NGF \$
Auditor of Public Accounts						
Clarification of Reporting of Private Gifts to Higher Education	<i>Language Only</i>	-	-	-	-	-
APA Study on Institutional Debt Capacity	<i>Language Only</i>	-	-	-	-	-
Subtotal, Auditor of Public Accounts	Language Only					
State Council of Higher Education for Virginia						
Maintain Eligibility for Military Dependent Tuition Waiver at One-Year	(\$2,500,000)	-	(\$2,500,000)	-	(\$5,000,000)	-
Add One Position to Coordinate Restructuring	112,400	-	121,300	-	233,700	-
Establish Performance Criteria for Nursing Programs	<i>Language Only</i>	-	-	-	-	-
Require Faculty Salary Peer Group Updates	<i>Language Only</i>	-	-	-	-	-
Require Student Financial Aid Recommendations	<i>Language Only</i>	-	-	-	-	-
Subtotal, State Council of Higher Education for Virginia	(2,387,600)	-	(2,378,700)	-	(4,766,300)	-
Christopher Newport University						
Redirect Funding for Enrollment Growth and Degrees	(859,302)	-	(859,302)	-	(1,718,604)	-
Remove Discretionary Base Funding	(143,846)	-	(143,846)	-	(287,692)	-
Allocate Funding for Base Adequacy and Enrollment Growth	486,240	-	1,738,209	-	2,224,449	-
Subtotal, Christopher Newport University	(516,908)	-	735,061	-	218,153	-
College of William and Mary						
Redirect Funding for Enrollment Growth and Degrees	(1,167,264)	-	(1,167,264)	-	(2,334,528)	-
Allocate Funding for Base Adequacy and Enrollment Growth	941,970	-	3,245,186	-	4,187,156	-
Provide Sum Sufficient Appropriation for Nongeneral Fund Revenues	<i>Language Only</i>	-	-	-	-	-
Subtotal, College of William and Mary	(225,294)	-	2,077,922	-	1,852,628	-
Richard Bland College						
Redirect Funding for Enrollment Growth and Degrees	(657,728)	-	(657,728)	-	(1,315,456)	-
Allocate Funding for Base Adequacy and Enrollment Growth	433,958	-	900,174	-	1,334,132	-
Subtotal, Richard Bland College	(223,770)	-	242,446	-	18,676	-
Virginia Institute of Marine Science						
Transfer Chesapeake Bay Assessment Funds to DEQ	(1,098,814)	-	(1,819,307)	-	(2,918,121)	-
Subtotal, Virginia Institute of Marine Science	(1,098,814)	-	(1,819,307)	-	(2,918,121)	-
George Mason University						
Redirect Funding for Enrollment Growth and Degrees	(17,077,891)	-	(17,077,891)	-	(34,155,782)	-
Allocate Funding for Base Adequacy and Enrollment Growth	11,610,640	-	24,853,983	-	36,464,623	-
Subtotal, George Mason University	(5,467,251)	-	7,776,092	-	2,308,841	-

Education Subcommittee's Recommended Higher Education Amendments to Senate Bill 30

Agency/Institution	FY 2007		FY 2008		2006-08 Biennium	
	GF \$	NGF \$	GF \$	NGF \$	GF \$	NGF \$
James Madison University						
Redirect Funding for Enrollment Growth and Degrees	(3,423,885)	-	(3,423,885)	-	(6,847,770)	-
Allocate Funding for Base Adequacy and Enrollment Growth	2,300,200	-	6,356,334	-	8,656,534	-
<i>Subtotal, James Madison University</i>	(1,123,685)	-	2,932,449	-	1,808,764	-
Longwood University						
Redirect Funding for Enrollment Growth and Degrees	(1,493,697)	-	(1,493,697)	-	(2,987,394)	-
Allocate Funding for Base Adequacy and Enrollment Growth	770,033	-	2,331,453	-	3,101,486	-
Increase Debt Service for Information Systems Upgrade	462,000	-	874,000	-	1,336,000	-
<i>Subtotal, Longwood University</i>	(261,664)	-	1,711,756	-	1,450,092	-
Norfolk State University						
Redirect Funding for Enrollment Growth and Degrees	(284,545)	-	(284,545)	-	(569,090)	-
Allocate Funding for Base Adequacy and Enrollment Growth	707,650	-	1,485,869	-	2,193,519	-
Remove Funding for Materials Research	(832,719)	-	(752,719)	-	(1,585,438)	-
Increase Student Financial Aid	15,000	-	15,000	-	30,000	-
<i>Subtotal, Norfolk State University</i>	(394,614)	-	463,605	-	68,991	-
Old Dominion University						
Redirect Funding for Enrollment Growth and Degrees	(9,823,193)	-	(9,823,193)	-	(19,646,386)	-
Allocate Funding for Base Adequacy and Enrollment Growth	7,854,978	-	20,202,893	-	28,057,871	-
<i>Subtotal, Old Dominion University</i>	(1,968,215)	-	10,379,700	-	8,411,485	-
Radford University						
Redirect Funding for Enrollment Growth and Degrees	(1,649,265)	-	(1,649,265)	-	(3,298,530)	-
Allocate Funding for Base Adequacy and Enrollment Growth	3,529,838	-	8,140,497	-	11,670,335	-
Technical Adjustment for Faculty Salaries	40,520	-	74,804	-	115,324	-
<i>Subtotal, Radford University</i>	1,921,093	-	6,566,036	-	8,487,129	-
University of Mary Washington						
Redirect Funding for Enrollment Growth and Degrees	(1,960,417)	-	(1,960,417)	-	(3,920,834)	-
Allocate Funding for Base Adequacy and Enrollment Growth	2,700,843	-	4,554,434	-	7,255,277	-
Provide Staffing for New Graduate Center	1,608,000	792,000	1,943,000	957,000	3,551,000	1,749,000
<i>Subtotal, University of Mary Washington</i>	2,348,426	792,000	4,537,017	957,000	6,885,443	1,749,000
University of Virginia						
Redirect Funding for Enrollment Growth and Degrees	(3,917,107)	-	(3,917,107)	-	(7,834,214)	-
Allocate Funding for Base Adequacy and Enrollment Growth	4,275,429	-	8,412,509	-	12,687,938	-
Replace Federal Funds at the Center for Politics	130,000	-	130,000	-	260,000	-
Provide Sum Sufficient Appropriation for Nongeneral Fund Revenues	-	-	-	-	-	-
<i>Subtotal, University of Virginia</i>	488,322	-	4,625,402	-	5,113,724	-

Education Subcommittee's Recommended Higher Education Amendments to Senate Bill 30

Agency/Institution	FY 2007		FY 2008		2006-08 Biennium	
	GF \$	NGF \$	GF \$	NGF \$	GF \$	NGF \$
University of Virginia - College at Wise						
Provide Full Funding for Software Engineering Program	550,000	-	590,000	-	1,140,000	-
Allocate Funding for Base Adequacy and Enrollment Growth	904,000	-	2,167,582	-	3,071,582	-
Redirect Funding for Enrollment Growth and Degrees	(1,833,528)	-	(1,833,528)	-	(3,667,056)	-
Direct Software Engineering Program Review by SCHEV	<i>Language Only</i>	-	-	-	-	-
Subtotal, University of Virginia - College at Wise	(379,528)	-	924,054	-	544,526	-
Virginia Commonwealth University						
Redirect Funding for Enrollment Growth and Degrees	(16,456,482)	-	(16,456,482)	-	(32,912,964)	-
Allocate Funding for Base Adequacy and Enrollment Growth	11,845,539	-	29,544,416	-	41,389,955	-
Increase NGF Support for Palliative Care Education	-	600,000	-	600,000	-	1,200,000
Subtotal, Virginia Commonwealth University	(4,610,943)	600,000	13,087,934	600,000	8,476,991	1,200,000
Virginia Community College System						
Redirect Funding for Enrollment Growth and Degrees	(36,195,779)	-	(36,195,779)	-	(72,391,558)	-
Allocate Funding for Base Adequacy and Enrollment Growth	23,273,141	-	55,438,862	-	78,712,003	-
Limit Proposed Expansion of Middle College Program	(1,346,000)	-	(3,804,500)	-	(5,150,500)	-
Southside Va. Heavy Equipment Operator Program	100,000	-	100,000	-	200,000	-
Cover Admin Costs of the Community College Transfer Grant Program	-	-	50,000	-	50,000	-
Subtotal, Virginia Community College System	(14,168,638)	-	15,588,583	-	1,419,945	-
Virginia Military Institute						
Redirect Funding for Enrollment Growth and Degrees	(297,706)	-	(297,706)	-	(595,412)	-
Allocate Funding for Base Adequacy and Enrollment Growth	123,165	-	523,243	-	646,408	-
Subtotal, Virginia Military Institute	(174,541)	-	225,537	-	50,996	-
Virginia Tech						
Redirect Funding for Enrollment Growth and Degrees	(1,765,930)	-	(1,765,930)	-	(3,531,860)	-
Allocate Funding for Base Adequacy and Enrollment Growth	3,600,880	-	9,233,204	-	12,834,084	-
Provide Sum Sufficient Appropriation for Nongeneral Fund Revenues	-	-	-	-	-	-
Subtotal, Virginia Tech	1,834,950	-	7,467,274	-	9,302,224	-
Virginia Tech Cooperative Extension						
Support Phase-In of Commonwealth Staffing Initiative	540,000	-	1,080,000	-	1,620,000	-
Subtotal, Virginia Tech Cooperative Extension	540,000	-	1,080,000	-	1,620,000	-

Education Subcommittee's Recommended Higher Education Amendments to Senate Bill 30

Agency/Institution	FY 2007		FY 2008		2006-08 Biennium	
	GF \$	NGF \$	GF \$	NGF \$	GF \$	NGF \$
Virginia State University						
Redirect Funding for Enrollment Growth and Degrees	(2,496,268)	-	(2,496,268)	-	(4,992,536)	-
Allocate Funding for Base Adequacy and Enrollment Growth	1,490,040	-	3,665,081	-	5,155,121	-
<i>Subtotal, Virginia State University</i>	(1,006,228)	-	1,168,813	-	162,585	-
New College Institute						
Base Operating Costs	(1,625,000)	-	(1,470,000)	-	(3,095,000)	-
<i>Subtotal, Base Operating Costs</i>	(1,625,000)	-	(1,470,000)	-	(3,095,000)	-
Roanoke Higher Education Center						
Increase Operating Support	498,000	-	498,000	-	996,000	-
<i>Subtotal, Roanoke Higher Education Center</i>	498,000	-	498,000	-	996,000	-
Higher Education Research Initiative						
Adopt Three-Year Phased Implementation	(47,030,969)	(42,333,683)	21,092,428	(26,723,760)	(25,938,541)	(69,057,443)
<i>Subtotal, Higher Education Research Initiative</i>	(47,030,969)	(42,333,683)	21,092,428	(26,723,760)	(25,938,541)	(69,057,443)
General Provisions						
Maintain Military Tuition Waiver Eligibility at One Year	<i>Language Only</i>	-	-	-	-	-
Restore Review Process for Level 2 MOUs	<i>Language Only</i>	-	-	-	-	-
Provide for NGF Salary Supplement of SCHEV Exec. Director	<i>Language Only</i>	-	-	-	-	-
Remove Unnecessary Management Agreement Language	<i>Language Only</i>	-	-	-	-	-
Revise Institutional Performance Measures	<i>Language Only</i>	-	-	-	-	-
<i>Subtotal, General Provisions</i>	<i>Language Only</i>	-	-	-	-	-
TOTAL, ALL HIGHER EDUCATION	(\$75,032,871)	(\$40,941,683)	\$97,512,102	(\$25,166,760)	\$22,479,231	(\$66,108,443)

Education: Higher Education	FY 06-07	FY 07-08	
Higher Education Research Initiative	(\$47,030,969)	\$21,092,428	GF
	(\$42,333,683)	(\$26,723,760)	NGF

Language:

Page 205, line 3, strike "\$145,798,901" and insert "\$56,434,249".

Page 205, line 3, strike "\$73,018,013" and insert "\$67,386,681".

Page 205, strike lines 1 through 54.

Page 206, strike lines 1 through 53.

Page 207, strike lines 1 through 57.

Page 208, strike lines 1 through 55.

Page 205, line 1, insert:

§ 1-79. HIGHER EDUCATION RESEARCH INITIATIVE (989)

250.	Financial Assistance for Educational and General Services (11000)	\$56,434,249	\$67,386,681
	Sponsored Programs (11004)	\$56,434,249	\$67,386,681
Fund Sources:	General	\$40,057,396	\$36,369,829
	Higher Education Operating	\$16,376,853	\$31,016,852

Authority: Discretionary Inclusion.

1.a. Out of this appropriation, \$22,540,682 the first year and \$22,048,752 the second year from the general fund is provided for the first two years of seed money intended to strengthen leading research programs in the areas of biomedical research, biomaterials engineering, and modeling and simulation at public institutions of higher education in Virginia. It is the intent of the General Assembly that general fund support be provided for a three-year period during which time institutions shall attract federal, private, and other nongeneral fund grants to support long-term development in these areas.

1.b. Nongeneral fund amounts included in this Item represent the institutions' minimum contributions to enhancing their research programs during this biennium. These ongoing amounts shall be invested in support of research programs including

but not limited to those identified in this Item.

1.c. The Director, Department of Planning and Budget, shall transfer amounts for this purpose to the institutions of higher education as specified below.

2. Out of this appropriation, \$8,000,000 the first year from the general fund and \$8,000,000 the first year from nongeneral funds is designated for the Commonwealth Technology Research Fund pursuant to §2.2-2233.1., *Code of Virginia* . These funds shall be used primarily for component (iv) of the Fund, to enhance the capability of institutions of higher education to commercialize technologies developed through their research. Specifically, these funds shall support collaborative, translational research aimed at commercialization of discoveries, including pre-investment funding to support prototyping and proof-of-concept testing. Awards from the Fund shall be matched on at least a dollar-for-dollar basis by the respective institution of higher education with institutional funds, private funds, local funds or combinations thereof.

Institution or Agency	Research Area	FY 2007 General Fund	FY 2007 Nongeneral Fund	FY 2008 General Fund	FY 2008 Nongeneral Funds
Biomedical Research and Biomaterials Engineering					
Virginia Polytechnic Institute	Host-Pathogen-Environment Interactions	\$3,007,485	\$2,855,530	\$3,007,485	\$5,711,060
Virginia Polytechnic Institute	Advanced Biomaterials & Nanotechnology	\$2,931,788	\$3,194,400	\$2,931,788	\$6,388,880
University of Virginia	Drug Discovery, Bio. Engineering & Morphogenesis	\$5,333,333	\$4,312,720	\$5,333,333	\$8,625,440

Virginia Commonwealth University	Cancer, Neurological & Metabolic Diseases	\$4,166,667	\$1,737,155	\$4,166,667	\$1,737,155
University of Virginia & Virginia Commonwealth University	Regenerative Medicine	\$1,400,000	\$700,000	\$1,400,000	\$1,400,000
George Mason University	Integrated Biosciences	\$1,833,333	\$1,937,790	\$1,833,333	\$3,875,580
Subtotal, Biomedical		\$18,672,606	\$14,737,595	\$18,672,606	\$27,738,335
Modeling and Simulation Research					
Old Dominion University	Virginia Modeling, Analysis & Simulation (VMASC) Center	\$751,480	\$616,183	\$751,480	\$1,232,367
Old Dominion University	Instructional Game Simulation	\$449,637	\$132,126	\$449,637	\$264,252
Old Dominion University	Course Sharing in Modeling & Simulation	\$42,293	\$133,543	\$42,293	\$267,086

Eastern Virginia Medical School	Medical Modeling and Simulation	\$1,391,333	\$350,000	\$1,391,333	\$700,000
Virginia Economic Development Partnership	Emergency Management Training Simulation	\$1,233,333	\$0	\$0	\$0
Subtotal, Modeling and Simulation		\$3,868,076	\$1,231,852	\$3,376,146	\$2,463,705
Research Commercialization Fund					
Commonwealth Technology Research Fund	Technology Transfer	\$8,000,000	\$0	\$0	\$0
Subtotal, Research Commercialization Fund		\$8,000,000	\$0	\$0	\$0
TOTAL		\$30,540,682	\$15,969,447	\$22,048,752	\$30,202,040

3. Out of this appropriation, \$9,516,714 the first year and \$14,321,077 from the general fund and \$407,406 from nongeneral funds the second year is provided to enhance related instructional programs, increase graduate student financial aid, supplement research equipment, and expand research programs in Southside Virginia. The Director, Department of Planning and Budget, shall transfer amounts for these purposes to the institutions of higher education or agency specified below.

Institution or Agency	Research Area	2007 General Fund	2007 Nongeneral Funds	2008 General Fund	2008 Nongeneral Funds
Program Enhancements					

Old Dominion University	Virginia Modeling, Analysis and Simulation Center (VMASC)	\$1,301,434	\$0	\$1,301,434	\$0
Old Dominion University	Gaming Technology and Course Sharing in Modeling and Simulation	\$1,119,668	\$0	\$1,119,668	\$0
Institute for Advanced Learning and Research	Advanced Materials, Vehicle Dynamics, Robotics, High Value Horticulture, and Nanotechnology	\$2,095,612	\$0	\$2,349,975	\$0
Treasury Board	Debt Service on Higher Education Equipment Trust Fund Supplement for Doctoral Institutions	\$0	\$0	\$4,550,000	\$0
Subtotal, Program Enhancements		\$4,516,714	\$0	\$9,321,077	\$0
Graduate Student Financial Aid					
Virginia Polytechnic Institute	Graduate Student Fellowships	\$1,599,628	\$0	\$1,599,628	\$0

University of Virginia	Graduate Student Fellowships	\$1,586,859	\$0	\$1,586,859	\$0
Virginia Commonwealth University	Graduate Student Fellowships	\$946,017	\$0	\$946,017	\$0
George Mason University	Graduate Student Fellowships	\$395,469	\$0	\$395,469	\$0
Old Dominion University	Graduate Student Fellowships	\$176,715	\$0	\$176,715	\$0
Virginia Institute of Marine Science	Graduate Student Fellowships	\$150,655	\$0	\$150,655	\$0
College of William and Mary	Graduate Student Fellowships	\$144,657	\$0	\$144,657	\$0
Subtotal, Graduate Aid		\$5,000,000	\$0	\$5,000,000	\$0
TOTAL		\$9,516,714	\$0	\$14,321,077	\$0

	2007 General Fund	2007 Nongeneral Funds	2007 General Fund	2007 Nongeneral Funds
Total Research Operating Funds	\$40,057,396	\$15,969,447	\$36,369,829	\$30,202,040

4. Authorization for the Higher Education Equipment Trust Fund Research Supplement shall be allocated to the following institutions:

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Equipment Allocation from Higher Education Equipment Trust Fund	
Institution	FY 2007
Virginia Polytechnic Institute	\$8,140,000
University of Virginia	\$7,240,000
Virginia Commonwealth University	\$5,730,000
George Mason University	\$3,040,000
College of William and Mary	\$1,200,000
Old Dominion University	\$763,120
Virginia Institute of Marine Science	\$300,000
Institute for Advanced Learning and Research	\$79,946
Total	\$26,493,066

5. General fund balances from this Item remaining in the institutions or agencies on June 30, 2006 shall be reappropriated on July 1, 2007.

6.a. Beginning October 1, 2007, each institution receiving funds under this Item shall report annually to the Secretary of Education and the chairmen of the House Appropriations and Senate Finance Committees on how general fund appropriations were spent the prior fiscal year and spending plans for the upcoming fiscal year.

b. These reports shall include, but need not be limited to: 1) the number of junior and senior faculty recruited in each field, 2) the amount of federal or other grant funds received as the result of those recruitments, 3) additional grants or contracts being pursued, 4) the level of instructional activity conducted by these faculty, 5) the impact of research activities on undergraduate instruction, 6) the use of graduate student aid funds, and 7) the expansion of collaborative efforts with other institutions

of higher education, government entities, or private business and industry.

c. The State Council of Higher Education for Virginia shall review these reports, and work collaboratively with the institutions to identify the Commonwealth's short-term return on this investment as well as anticipated long-term prospects. Upon recommendation by the Governor in the next biennial budget and upon approval by the General Assembly, those institutions demonstrating a positive return on the Commonwealth's investment shall be eligible to receive interest earnings on sponsored programs and indirect cost recovery balances, which currently accrue to the general fund.

Explanation:

(This amendment provides \$40.1 million the first year and \$36.4 million the second year from the general fund for the first two-years of a three-year higher education research initiative.)