



## Resources

Senate Finance Committee  
Virginia General Assembly

February 3, 2013

**Proposed Changes in Resources to SB 800, as Introduced  
February 3, 2013**

	<u>FY 2013</u>	<u>FY 2014</u>	<u>2013-14</u>
<b>Unappropriated Balance, SB 800 as Introduced</b>	\$ 426,850,858	\$ (416,045,329)	\$ 10,805,529
<b>Changes to Resources</b>	16,360,731	53,422,293	69,783,024
<b>Net Spending</b>	<u>(11,292,380)</u>	<u>76,508,852</u>	<u>65,216,472</u>
<b>Ending Balance/Unappropriated Balance</b>	<b>\$ 454,503,969</b>	<b>\$ (439,131,888)</b>	<b>\$ 15,372,081</b>

***REVENUES/RESOURCES***

**Changes to Balances**

Balances from Natural Disaster Setaside	\$ 4,391,796	\$ 7,645,757	\$ 12,037,553
Judicial Vacancies	1,298,060	245,188	1,543,248

**Changes to Revenues**

Tax Conformity Legislation (SB 1241 Stosch)	172,000	14,073,000	14,245,000
Health Care Open Enrollment (SB 780 Watkins)	0	22,590,000	22,590,000
OTC Hotel Tax Issue (SB 767 Wagner)	0	760,000	760,000
Housing Choice Voucher Cap (SB 932 Vogel)	0	200,000	200,000
Adjust Sales Tax for Transportation (GOV)	0	(900,000)	(900,000)

**Changes to Transfers**

Adjust ABC Profits Estimate	2,037,912	3,808,348	5,846,260
Retain MSA Arbitration Prevention Portion	3,460,963	0	3,460,963
Balances Economic Dev Incentive Funds	<u>5,000,000</u>	<u>5,000,000</u>	<u>10,000,000</u>

<b>Total, Revenues/Resources</b>	<b>\$ 16,360,731</b>	<b>\$ 53,422,293</b>	<b>\$ 69,783,024</b>
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**Finance**

Department Of Accounts Transfer  
Payments

Language

**Language:**

Page 221, line 3, strike "shall be considered to be" and insert "is".

Page 221, line 4, strike "payment" and insert "reservation".

Page 221, line 7, strike "payment" and insert "reservation".

Page 221, line 8, following "to", insert "a reserve account for".

**Explanation:**

(This amendment clarifies that additional FY 2014 funding for the Revenue Stabilization Fund is reserved on the books of the Comptroller.)

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**Public Safety**

Department Of Emergency  
Management

Language

**Language:**

Page 351, line 13, at the end of sentence, add:

"Authorized claims submitted for natural disasters occurring prior to calendar year 2011 may be paid pursuant to Item 469.1, thereby reducing the Comptroller's natural disaster setaside from general fund cash balances in a like amount."

**Explanation:**

(This amendment authorizes the payment of older natural disaster claims that are submitted from Item 469.1)

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**Central Appropriations**

Central Appropriations

Language

**Language:**

Page 427, line 4, at the end of sentence, add:

"From such general fund revenues as are collected for FY 2013 in excess of the First Year Official Revenue Estimate contained in this Act, the first \$100.0 million, or portion thereof, that is not required to meet (i) a Constitutionally-mandated deposit to the Revenue Stabilization Fund, (ii) the Water Quality Improvement Fund, Part A deposit, or (iii) the Item 469 J.1., deposit to the Federal Action Contingency Trust Fund shall be reserved by the Comptroller in the Restricted Fund Balance for payment to the Virginia Retirement System (VRS) prior to June 30, 2014. Said payment to VRS shall constitute a prepayment of the general fund 2014-16 biennial installment of the ten-year payback of retirement contributions deferred for the 2010-12 biennium, thereby reducing the general fund contribution rate in the next biennium by roughly 1.0 percent."

**Explanation:**

(This amendment is self-explanatory.)

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**Central Appropriations**

Central Appropriations

Language

**Language:**

Page 434, line 51, after "J.1." insert "a."

Page 434, line 54, strike "purposes" and insert "purpose".

Page 435, strike line 1 through line 11 and insert:

"Fund is solely to offset the potential loss of any revenue to the Commonwealth, either directly or indirectly related to any actions of the United States Congress as part of any federal budget reductions. In addition to the amounts appropriated herein, included in the FACT Fund is the balance of \$22,500,000, which was appropriated in Item 470 K.1 of Chapter 2, 2012 Special Session I. The first priority for the use of these funds shall be to ensure that the Commonwealth maintains sufficient funding to meet all required debt service payments appropriated in Item 280 of this act.

b. Notwithstanding the provisions of paragraph J.1.a., \$6,213,496 from the FACT Fund shall be provided in the second year, in addition to the nongeneral fund amounts in Item 459.05 A. of this act, to meet the Commonwealth's contribution to address the encroachment of the United States Navy Master Jet Base Oceana pursuant to the 2005 Base Realignment and Closure Commission recommendations."

**Explanation:**

(This amendment provides that the FACT fund shall only be used to offset the potential loss of revenue to the Commonwealth as the result of federal budget reductions, with the exception that a portion is provided for mitigating encroachment around the United States Navy Master Jet Base Oceana.)

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<b>Central Appropriations</b>	<b>FY 12-13</b>	<b>FY 13-14</b>	
Central Appropriations	\$21,000,000	\$15,000,000	GF

**Language:**

Page 435, following line 42, insert:

"469.1. Financial Flexibility Reserve	\$21,000,000	\$15,000,000
Fund Sources: General	\$21,000,000	\$15,000,000."

"A. Except as specifically authorized in this item, the Financial Flexibility Reserve shall be maintained to assist in offsetting potential economic-driven adjustments to the official revenue forecast adopted by the 2013 General Assembly.

B. Out of the appropriation for this item, authorized claims received for natural disasters that occurred prior to calendar year 2011 may be paid, up to a maximum of \$12,037,553."

**Explanation:**

(This amendment establishes a Financial Flexibility Reserve in recognition of FY 2014 economic uncertainty that could impact revenue collections. The Financial Flexibility Reserve supplements the Federal Action Contingency Fund that was established to address a combination of budget cuts and/or revenue reductions related to pending federal budget actions.)

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