



Report of the Subcommittee on
General Government
and Technology

Senate Finance Committee
Virginia General Assembly

February 21, 2016



SENATE OF VIRGINIA

Senate Finance Committee

2016 Report of the General Government and Technology Subcommittee

The Honorable Jill H. Vogel, Chair

February 21, 2016

Chairman Hanger, Chairman Norment and Members of the Committee:

Your subcommittee has reviewed the provisions of Senate Bills 29 and 30, the budget bills, as introduced, for those portions of the budget that fall under the Subcommittee on General Government and Technology. In this brief report, I'd like to focus on the Judicial Department, the Office of Administration, the Office of Technology, Employee Compensation, and certain other areas.

Judicial Department

Among the issues examined within the Judicial Department was the current pay structure and duties of the clerks and deputy clerks of the Commonwealth's district courts. The issue of compensation for these employees has been ongoing and was examined further this session by the subcommittee. Last year, grades 6 – 8 district court deputy clerks were among the "high-turnover" positions that received a two percent base salary adjustment. While this was a positive first step in addressing clerk pay, the subcommittee believed further steps were needed.

Upon evaluating the duties for which the clerks are responsible, including collecting over 90 percent of total court fines and fees, in addition to the continued pay disparity with their circuit court counterparts, the subcommittee decided that a second, more substantial salary action was warranted. Therefore, the subcommittee recommends that \$3.0 million, each year be budgeted for

compensation for the district court deputy clerks. Within this amount, funding is included for 10 new deputy clerk positions to address existing and prospective work volumes. We recommend that all of this be accomplished based on a plan to be developed by the Executive Secretary of the Supreme Court and approved by the Committee on District Courts.

Office of Administration

Within Administration, we recommend the provision of \$11.3 million in SB 29 to cover the anticipated cost in the current fiscal year for per diem payments to local and regional jails under the state Compensation Board. As you're aware, the revision to the FY 2016 budget will result in a funding gap in fiscal years 2017 and 2018. Normally, this is viewed as a "bill in the drawer" to be addressed in the following year, however, it is the subcommittee's opinion that this cost adjustment needs to be addressed now, particularly with the uncertainty surrounding revenues. Therefore, the subcommittee recommends an additional \$11.3 million for local and regional jail per diems for FY 2017.

Also within the Compensation Board, we're recommending the salary compression plan for sheriffs' offices and regional jails contained in the budget as introduced, which is similar to the salary compression plan afforded to both sworn and non-sworn State Police employees last year. In addition, we support funding contained within the introduced budget for qualified constitutional officers to participate in career development programs to incentivize furthering their education, obtaining additional accreditations and enhancing their skill sets. These programs, which the Senate has supported in the past, provide salary supplements for constitutional officers who meet certain, well-defined performance and educational requirements, which should have a positive impact on constitutional officers' quality of work and overall job performance.

Employee Compensation

In the area of employee compensation, while we believe the two percent salary adjustment provided in the current fiscal year was a positive step in rewarding our state and state supported local employees and teachers, we'd be remiss if we didn't acknowledge the fact that, in the past eight years, employees have received raises totaling, collectively, just four percent for state employees, and five-and-a-half percent for teachers. Furthermore, when state employee compensation is evaluated relative to the private sector, Virginia ranks 49th among the 50 states in pay parity. In recognition of this, and of the valuable work performed by our employees, the subcommittee recommends a two percent raise in the first year, which would be effective December 1, 2016 for state and state-supported local employees and teachers.

Also, the subcommittee recognizes the pay and employee retention issues facing State Police, and the ongoing effort to not only attract, but to retain the best individuals in law enforcement. Therefore, the subcommittee recommends a salary compression initiative of \$4.0 million in each year to help address these concerns. This action reflects the second year that State Police has received funds for targeted salary adjustments.

Technology

Within the Technology Secretariat, your subcommittee recommends actions that will continue to position Virginia as a national leader in research commercialization in the areas of personalized medicine, biosciences and cyber security. To this end, we recommend moving the Commonwealth Research Commercialization Fund from the Commerce & Trade Secretariat to the Center for Innovative Technology, which currently administers the grant program. We further recommend increasing the funding allocated to the Growth Accelerator Program, an existing research and

development commercialization program to \$4.0 million in each year and providing an increased level of funding for those programs that are targeted at growing the unmanned aerial systems industry in the Commonwealth.

However, we know that resources made available for research commercialization have been sporadic as economic conditions change. To this end, we recommend the creation of a Virginia Research Alliance Fund to be capitalized with the proceeds from the sale of the Commonwealth's property in Loudoun and Fairfax Counties. We believe that this action will provide for a dedicated source of revenue to continue the mission of growing science-based and technology-based Virginia companies for decades to come.

With respect to the day-to-day technology operations of state government, the subcommittee endorses the Governor's proposal to move forward with disentanglement from the current IT Infrastructure Partnership. While the Commonwealth has been well-served by this arrangement, technological improvements have evolved faster than the current contract model and the time for Virginia to move forward with a new approach to providing all agencies the ability to benefit from these advancements is now.

Finally, within Central Appropriations, \$28.1 million the first year and \$23.1 million the second year in general funds, which reflected the Governor's spending priorities related to the savings generated through Medicaid expansion, has been removed.

Mr. Chairmen, this completes the report of your General Government Subcommittee.

REPORT OF THE SUBCOMMITTEE ON GENERAL GOVERNMENT & TECHNOLOGY
(Proposed Amendments to SB 29 and SB 30, As Introduced, 2016 Session, General Funds unless otherwise noted)

Line	Budget Item	GF FY 2016	GF FY 2017	GF FY 2018	GF Biennium
1	<u>Legislative Department</u>				
2					
3	General Assembly				
4	World War I and World War II Commemoration Commission	\$ -	\$ -	\$ -	Language
5	Senate Clerk's Office positions (2 FTE)	\$ -	\$ 173,268	\$ 173,268	\$ 346,536
6	Additional Allowance for Co-chairman	\$ -	\$ 20,277	\$ 20,277	\$ 40,554
7	Secretaries and Legislative Assistants Compensation for Senate Leadership	\$ -	\$ 296,298	\$ 296,298	\$ 592,596
8	Members' Health Insurance	\$ -	\$ -	\$ -	Language
9	Legislative Compensation for Interim Meetings	\$ -	\$ 87,600	\$ 87,600	\$ 175,200
10	Commission on Virginia Alcohol Safety Action Program				
11	Technical language adjustment	\$ -	\$ -	\$ -	Language
12	Part 3: Transfer of projected \$500,000 NGF balance to GF as of June 30, 2016	Language	\$ -	\$ -	\$ -
13	Virginia Conflict of Interest and Ethics Advisory Council				
14	Adds 2.0 FTE	\$ -	\$ -	\$ -	Language
15	Software upgrades	\$ -	\$ 80,000	\$ 15,000	\$ 95,000
16	Division of Legislative Automated Systems				
17	Convert two NGF positions to GF	\$ -	\$ -	\$ -	Language
18	Division of Legislative Services				
19	Chesapeake Bay Restoration Fund: License Plate Revenues (NGF)	\$ -	\$ -	\$ -	\$ -
20	Technical Correction: Eliminate Outdated Language				Language
21	Joint Legislative Audit and Review Commission				
22	Water Resources Planning and Management Study (extend scope of study)	\$ -	\$ -	\$ -	Language
23	Director's salary correction	\$ -	\$ -	\$ -	Language
24	Legislative Reversion Clearing Account				
25	June 30, 2016, Reversions (Auditor of Public Accounts, \$375,264)	Language	\$ -	\$ -	\$ -
26	June 30, 2016, Reversions (Division of Legislative Services, \$950,000)	Language	\$ -	\$ -	\$ -
27	June 30, 2016, Reversions (Division of Legislative Automated Systems, \$100,000)	Language	\$ -	\$ -	\$ -
28	Eliminate unnecessary language	\$ -	\$ -	\$ -	Language
29					
30	Total - Legislative Department	\$ -	\$ 657,443	\$ 592,443	\$ 1,249,886
31					
32	<u>Judicial Department</u>				
33					
34	Supreme Court				
35	Waivers for court appointed counsel	\$ -	\$ 600,000	\$ 600,000	\$ 1,200,000
36	Drug Courts in Southwest VA	\$ -	\$ 600,000	\$ 960,000	\$ 1,560,000
37	Planning for space requirements at Capitol Square	\$ -	\$ -	\$ -	Language
38	Norfolk Drug Court Pilot Program (non-narcotic prescription drug treatment regimen)	\$ -	\$ 50,000	\$ 50,000	\$ 100,000
39	Circuit Courts				
40	Transfer from Reversion Clearing Account	\$ -	\$ 855,795	\$ 855,795	\$ 1,711,590
41	Virginia Criminal Sentencing Commission				
42	Adjust language: immediate sanctions probation pilot programs (extend one year)	\$ -	\$ -	\$ -	Language
43	Electronic transmission of data from Circuit Courts to VCSC	\$ -	\$ -	\$ -	Language

REPORT OF THE SUBCOMMITTEE ON GENERAL GOVERNMENT & TECHNOLOGY
(Proposed Amendments to SB 29 and SB 30, As Introduced, 2016 Session, General Funds unless otherwise noted)

Line	Budget Item	GF FY 2016	GF FY 2017	GF FY 2018	GF Biennium
44	Judicial Reversion Clearing Account				
45	District Court Clerks compensation initiative; includes 10 FTE (Language: Approval by CDC)		\$ 3,000,000	\$ 3,000,000	\$ 6,000,000
46	Identify vacant judgeships that will not be filled	\$ -	\$ -	\$ -	\$ -
47	Identify vacant judgeships that will be filled	\$ -	\$ 327,813	\$ 327,813	\$ 655,626
48	Revenue page - savings identified from vacant judgeships (\$400,000)	\$ -	\$ -	\$ -	\$ -
49	Transfer to Circuit Courts (Technical)	\$ -	\$ (855,795)	\$ (855,795)	\$ (1,711,590)
50					
51	Total - Judicial Department	\$ -	\$ 4,577,813	\$ 4,937,813	\$ 9,515,626
52					
53	<u>Executive Offices</u>				
54					
55	Secretary of the Commonwealth				
56	Removes funding related to four (4) FTEs requested by the Secretary of the Commonwealth	\$ -	\$ (202,781)	\$ (221,216)	\$ (423,997)
57					
58	Office of the Governor				
59	Transfer of mansion positions (4) - \$284,059, and \$289,651 and positions revert back to DGS	\$ -	\$ (284,059)	\$ (289,651)	\$ (573,710)
60					
61	Total - Executive Offices	\$ -	\$ (486,840)	\$ (510,867)	\$ (997,707)
62					
63	<u>Office of Administration</u>				
64					
65	Compensation Board				
66	Six percent increase in the cost for vendor services related to the Statewide Automated Victim Notification (SAVIN)	\$ -	\$ 60,270	\$ 60,270	\$ 120,540
67	Reimbursement to Piedmont Regional Jail - housing inmates who had been housed at the violent sexual predator facility operated by the Department of Behavioral Health and Developmental Disabilities in Nottoway County	\$ -	\$ 100,000	\$ 100,000	\$ 200,000
68	Provides additional seven deputy commissioner of the revenue positions in FY17 and FY18	\$ -	\$ 80,360	\$ 80,360	\$ 160,720
69	Convert the Commonwealth's Attorney's Office in Surry County from part-time to full-time	\$ -	\$ 95,332	\$ 92,169	\$ 187,501
70	Provides \$11.3 million in the first year from the general fund for the state's share of local and state responsible inmates. True's up FY17 appropriation	\$ -	\$ 11,300,000	\$ -	\$ 11,300,000
71	Restores language limiting the collection of fines and fees by local Treasurers		\$ -	\$ -	\$ -
72	Funding for technology costs - technical amendment for VITA ISF charges	\$ -	\$ 131,505	\$ 131,505	\$ 263,010
73	Study, report on Sheriffs' office compensation	\$ -	\$ -	\$ -	\$ -
74					
75	Department of General Services				
76	Reverses transfer of mansion positions from Office of Governor	\$ -	\$ 284,059	\$ 289,651	\$ 573,710
77	Use of existing NGF eVA balances for systems maintenance, enhancements (NGF - not in total)	\$ -	\$ 409,500	\$ 562,500	\$ 972,000
78					

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Line	Budget Item	GF FY 2016	GF FY 2017	GF FY 2018	GF Biennium
79	Department of Human Resource Management				
80	Removes requested additional 1 FTE (GF) in the Office of Equal Employment Services	\$ -	\$ (124,343)	\$ (124,343)	\$ (248,686)
81	DHRM list of 100 most prescribed drugs, cost	Language	\$ -	\$ -	\$ -
82					
83	Department of Elections				
84	Removes call center funding in proposed budget	\$ -	\$ (169,042)	\$ -	\$ (169,042)
	Removes annual appropriation for temporary full-time status for part-time General				
85	Registrars	\$ -	\$ (30,900)	\$ (30,900)	\$ (61,800)
86	Make 16 part-time General Registrar offices full-time	\$ -	\$ 76,536	\$ 76,536	\$ 153,072
87					
88	Total - Office of Administration	\$ -	\$ 11,803,777	\$ 675,248	\$ 12,479,025
89					
90	Office of Finance				
91					
92	Department of Planning and Budget				
93	Removes funding for centralized grants office (2 FTEs)	\$ -	\$ (554,045)	\$ (554,045)	\$ (1,108,090)
94	Reverts transfer to Council on Virginia's Future	\$ -	\$ 410,453	\$ 410,453	\$ 820,906
95	Accepts transfer of population projection funding from the Council on Virginia's Future	\$ -	\$ 150,000	\$ 150,000	\$ 300,000
96	Council on Virginia's Future				
97	Council on Virginia's Future (removed as stand alone agency) (6 FTE)	\$ -	\$ (708,000)	\$ (708,000)	\$ (1,416,000)
98	Council on Virginia's Future - removal of Fiscal Tech position (1 FTE)	\$ -	\$ (79,989)	\$ (79,989)	\$ (159,978)
99	Move funding for population projections to DPB	\$ -	\$ (150,000)	\$ (150,000)	\$ (300,000)
100	Department of Taxation				
101	Removes funding for Market Based Sourcing (MBS) dual data reporting in TAX	\$ -	\$ (2,500,000)	\$ -	\$ (2,500,000)
102	MBS dual reporting - SB 29 - adds language similar to SB 30	\$ -	\$ -	\$ -	\$ -
103	Department to recover direct costs related to administering limited lodging taxes	\$ -	\$ -	\$ -	Language
104	Line of Duty Act (LODA)				
105	Allows the RSW Regional Jail Authority to stay with VRS for LODA administration, or opt out of VRS and self-administer	\$ -	\$ -	\$ -	Language
106					
107	Total - Office of Finance	\$ -	\$ (3,431,581)	\$ (931,581)	\$ (4,363,162)
108					
109	Office of Technology				
110					
111	Innovation & Entrepreneurship Investment Authority				
112	Backfill Operational Deficit (in Central Approps.)	\$ 800,000		\$	\$ 800,000
113	Transfer CRCF from EDIP		\$ 2,800,000	\$ 2,800,000	\$ 5,600,000
114	Additional Funding for Growth Accelerator Program		\$ 900,000	\$ 900,000	\$ 1,800,000
115	Unmanned Aerial Systems Commercial Center of Excellence		\$ 350,000	\$ 500,000	\$ 850,000
116	Phase-in Cybersecurity ISAO		\$ (500,000)	\$ (250,000)	\$ (750,000)
117	Declaration of Surplus Property				Language
118	Virginia Information Technologies Agency				
119	Consolidation of VITA Reporting Requirements				Language

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Line	Budget Item	GF FY 2016	GF FY 2017	GF FY 2018	GF Biennium	
120	Adjust ISF and IFA for Disentanglement Costs				Language	
121						
122	Total - Office of Technology	\$ 800,000	\$ 3,550,000	\$ 3,950,000	\$ 7,500,000	
123						
124	Central Appropriations					
125						
126	SB 29 error (Slavery/Freedom Site) - \$2m from slave trail (unexpended appropriation moved to front page GF balance)		Language	\$ -	\$ -	\$ -
127	Pass employee share of healthcare premium increase due to 2%, year 1 raise Provide two percent salary increase for state employees and state-supported local employees	\$ -	\$ (5,884,370)	\$ -	\$ (5,884,370)	\$ (5,884,370)
128		\$ -	\$ -	\$ (76,165,132)	\$ (76,165,132)	\$ (76,165,132)
129	2% raise year 1, effective Dec. 1, continuation in year 2	\$ -	\$ 47,913,585	\$ 84,754,742	\$ 132,668,327	\$ 132,668,327
130	Item 476 - appropriation for requested reimbursement for MBS dual reporting	\$ -	\$ 1,000,000	\$ -	\$ 1,000,000	\$ 1,000,000
131	State Police compression initiative	\$ -	\$ 4,000,000	\$ 4,000,000	\$ 8,000,000	\$ 8,000,000
132	Reverse spending for Medicaid expansion savings	\$ -	\$ (28,071,815)	\$ (23,068,254)	\$ (51,140,069)	\$ (51,140,069)
133	Higher Ed: Interest Earnings and Credit Card Rebates	\$ -	\$ 4,000,000	\$ 4,000,000	\$ 8,000,000	\$ 8,000,000
134						
135	Total - Central Appropriations	\$ -	\$ 22,957,400	\$ (6,478,644)	\$ 16,478,756	
136						
137	Part 3: Miscellaneous					
138	§ 3-6.05 - Deposit of Fines and Fees - Technical language amendment	\$ -	\$ -	\$ -	Language	
139						
140	Total - Part 3: Miscellaneous	\$ -	\$ -	\$ -	\$ -	
141						
142	Total - General Government	\$ 800,000	\$ 39,628,012	\$ 2,234,412	\$ 41,862,424	

Collections by Local Treasurers

Administration

Compensation Board

Language

Language:

Page 16, line 35, after "fee." insert:

"Effective July 1, 2015, as provided in § 19.2-349, Code of Virginia, treasurers not being compensated on a contingency basis as of January 1, 2015 shall be prohibited from being compensated on a contingency basis but shall instead be compensated administrative cost pursuant to § 58.1-3958, Code of Virginia. Treasurers currently collecting a contingency fee shall be eligible to contract on a contingency fee basis. Effective July 1, 2015, any treasurer collecting a contingency fee shall retain only the expenses of collection, and the excess collection shall be divided between the state and the locality in the same manner as if the collection had been done by the attorney for the Commonwealth."

Explanation:

(This amendment restores language approved by the 2015 General Assembly and modifies the language to permit treasurers currently collecting on a contingency fee basis to continue to do so. An identical companion amendment is included in Senate Bill 30 in Item 73.)

DHRM to List 100 Most Prescribed Prescription Drugs and Cost

Administration

Administration of Health Insurance

Language

Language:

Page 22, Item 82, after line 14 insert

"I. The Department of Human Resource Management shall compile a list of the one hundred (100) most currently prescribed drugs in the state's employee healthcare plan, and the average cost to the member associated with each of the 100 most currently prescribed drugs. The Department shall make this list accessible prior to the annual open enrollment period to assist in plan selection."

Explanation:

(This amendment directs DHRM to compile a list of the 100 most prescribed drugs

and make this list accessible to plan members prior to the annual open enrollment period to assist in plan selection.)

Item 468 #1s

Slavery and Freedom Heritage Site - Reversion of Unspent Appropriation

Central Appropriations

Central Appropriations

Language

Language:

Page 187, Item 468, after line 10 insert:

"I.2. On or before June 30, 2016, the Director, Department of Planning and Budget, shall revert to the general fund \$2,000,000 in the second year from Item 468, paragraph I.1.".

Explanation:

(This amendment reverts unexpended appropriation for the Slavery and Freedom Heritage Site to the general fund. This project is funded in the same amount in SB 30, as introduced.)

CIT Operating Support

Central Appropriations	FY14-15	FY15-16	
Central Appropriations	\$0	\$800,000	GF

Language:

Page 184, line 40, strike "\$13,613,298" and insert "\$14,413,298".

Page 184, line 47, strike "\$11,813,298" and insert "\$12,613,298".

Page 187, after line 53 insert:

"O. Out of this appropriation, \$800,000 the second year from the general fund is provided to assist the Center for Innovative Technology in addressing a projected operating shortfall for fiscal year 2016. Beginning in April 2016, the Center for Innovative Technology shall provide the Director, Department of Planning and Budget, and the Staff Directors of the House Appropriations Committee and the Senate Finance Committee, with monthly progress reports that depict the cash position of the Center and the itemized specific corrective actions taken to address the shortfall. If review of the monthly documentation indicates a good faith effort on the part of the Center to properly track and minimize the projected shortfall, the Director, Department of Planning and Budget, may transfer up to the \$800,000 provided in this Item to the Innovation and Entrepreneurship Investment Authority by June 30, 2016."

Explanation:

(This amendment provides one-time general fund support to assist the Center for Innovative Technology address a projected operating shortfall for fiscal year 2016 and mandates monthly progress reports that depict the cash position of the Center and the itemized specific corrective actions taken to address the shortfall.)

World War I and World War II Commemoration Commission

Legislative Department

General Assembly of Virginia

Language

Language:

Page 8, strike line 49 and insert: "P.1. There is hereby created in the legislative branch the Virginia World War I and World War II".

Page 8, line 51, after "commemorate the" insert "100th anniversary of World War I and the".

Page 8, lines 51 and 52, strike ", including a national reunion of living veterans".

Page 9, line 7, after "World War" insert "I or World War".

Page 9, line 9, after "World War" insert "I or World War".

Page 9, after line 18, insert:

"a. Legislative members of the Commission and Advisory Council shall receive such compensation as provided in § 30-19.12, Code of Virginia, and nonlegislative citizen members of the Commission shall receive such compensation for the performance of their duties as provided in § 2.2-2813. All members shall be reimbursed for all reasonable and necessary expenses incurred in the performance of their duties as provided in § 2.2-2813 and 2.2-2825. Compensation to members of the General Assembly for attendance at official meetings of the Commission shall be paid by the offices of the Clerk of the House of Delegates or Clerk of the Senate, as applicable. All other compensation and expenses shall be paid from existing appropriations to the Commission.

b. There is hereby created in the state treasury a special nonreverting fund to be known as the Virginia World War I and World War II Commemoration Commission Fund, hereafter referred to as the "Fund." The Fund shall be established on the books of the Comptroller and shall consist of gifts, grants, donations, bequests, or other funds from any source as may be received by the Commission for its work. Moneys shall be paid into the state treasury and credited to the Fund. Interest earned on moneys in the Fund shall remain in the Fund and be credited to it. Any moneys remaining in the Fund, including interest thereon, at the end of each fiscal year shall not revert to the general fund but shall remain in the Fund. Moneys in the Fund shall be used solely for the purpose of enabling the Commission to perform its duties. Expenditures and disbursements from the Fund shall be made by the State Treasurer on warrants issued by the Comptroller upon written request of the chairman of the Commission."

Page 9, line 29, after "the activities of the" insert "Virginia".

Page 9, line 29, after "World War" strike "II 75th Anniversary" and insert "I and World War II".

Page 9, after line 29, insert:

"5. The Commission may appoint and establish an Advisory Council composed of nonlegislative citizens at large and public officials who have knowledge of World War I and World War II and their respective anniversary commemorations, to serve in a consultative capacity to assist the Commission in its work. Nonlegislative citizen members of the Advisory Council shall serve without compensation but may be reimbursed for travel expenses to attend a meeting of the Advisory Council within the Commonwealth of Virginia. The Advisory Council shall have a Chairman and Vice Chairman, one of whom shall be a member of the House of Delegates, to be appointed by the Speaker of the House of Delegates, and one of whom shall be a member of the Senate, to be appointed by the Senate Committee on Rules."

Explanation:

(This amendment expands the scope of the World War II 75th Anniversary Commemoration Commission to incorporate the 100th anniversary of World War I. The language also creates an Advisory Council and a special nonreverting fund to receive grants, gifts or other nongeneral funds.)

Item 1 #5s

Additional Allowance for Co-Chairman

Legislative Department	FY16-17	FY17-18	
General Assembly of Virginia	\$20,277	\$20,277	GF

Language:

Page 3, line 5, strike "\$40,478,773" and insert "\$40,499,050".
 Page 3, line 5, strike "\$40,479,905" and insert "\$40,500,182".
 Page 4, lines 28 and 29, strike "Chairman Emeritus of the Senate Finance Committee".

Explanation:

(This amendment provides the additional allowance for secretaries or legislative assistants for the Co-Chairman of the Senate Finance Committee. The committee now has two co-chairmen, each of whom will receive the additional allowance under the existing language.)

Item 1 #6s

Secretaries' and LAs' Compensation for Senate Leadership

Legislative Department	FY16-17	FY17-18	
General Assembly of Virginia	\$296,298	\$296,298	GF

Language:

Page 3, line 5, strike "\$40,478,773" and insert "\$40,775,071".

Page 3, line 5, strike "\$40,479,905" and insert "\$40,776,203".

Page 3, after line 34, insert:

"c. \$296,298 per calendar year for the compensation of one or more secretaries or legislative assistants for the Senate majority and minority leadership, as determined by the Majority Leader in consultation with the Chairman of the Senate Committee on Rules. After June 30, 2016, salary increases shall be governed by the provisions of Item 475 of this act."

Page 3, at the beginning of line 35, strike "c.1." and insert "d.1."

Explanation:

(This amendment provides \$296,298 each year from the general fund for the compensation of one or more secretaries or legislative assistants for the Senate majority and minority leadership, as determined by the Majority Leader in consultation with the Chairman of the Senate Committee on Rules. This amount is comparable to the amounts provided for additional compensation for secretaries and legislative assistants for the Speaker of the House of Delegates.)

Item 1 #8s

Members' Health Insurance**Legislative Department**

General Assembly of Virginia

Language

Language:

Page 4, after line 31, insert:

"j. Each Legislator's office will be allowed two persons to be covered by health insurance, including the Member and one Legislative Assistant. If the Member does not exercise the option to take the health insurance coverage, he or she may assign the health insurance coverage to a second Legislative Assistant."

Explanation:

(This amendment clarifies that if a Member does not exercise the option of being covered by one of the two health insurance policies which are paid for under the current budget for his or her office, then he or she may assign that coverage to a second Legislative Assistant.)

Item 1 #9s

Legislative Compensation for Interim Meetings

See LIS State Budget Website for Complete Set of Adopted Amendments When Posted

Legislative Department	FY16-17	FY17-18
General Assembly of Virginia	\$87,600	\$87,600 GF

Language:

Page 3, line 5, strike "\$40,478,773" and insert "\$40,566,373".
Page 3, line 5, strike "\$40,479,905" and insert "\$40,567,505".
Page 5, line 16, strike "200" and insert "300".

Explanation:

(This amendment provides \$87,600 each year from the general fund to increase the legislative compensation for interim meetings from \$200 to \$300 for each day for Members of the Senate of Virginia, when the Senate is not in session.)

Item 3 #1s

VASAP Technical Language Changes

Legislative Department

Commission on the Virginia Alcohol Safety Action Program Language

Language:

Page 11, line 13, strike "July 1, 2014 to June 24, 2015" and insert "July 1, 2016 to June 24, 2017".
Page 11, line 13, strike "June 25, 2015" and insert "June 25, 2017".
Page 11, line 14, strike "June 30, 2016" and insert "June 30, 2018".

Explanation:

(This is a technical amendment which corrects an error in the dates listed in the budget as introduced for the salary of the Director of the Commission on the Virginia Alcohol Safety Action Program.)

Item 33 #1s

JLARC Water Resources Study

Legislative Department

Joint Legislative Audit and Review Commission Language

Language:

Page 21, after line 20, insert:

See LIS State Budget Website for Complete Set of Adopted Amendments When Posted

"J. As a component of its review of water resources planning and management pursuant to House Joint Resolution 623 of the 2015 General Assembly, JLARC shall also (i) identify and report a list of the water systems and other water dependent facilities that could be affected by changes, including those that may related to current "grandfathering" provisions, to the state's water protection permit regulations pursuant to 9 VAC 25-210, and (ii) describe the nature and magnitude of the impact on affected water systems and other water dependent facilities."

Explanation:

(This amendment expands the scope of the previously authorized JLARC study of water resource planning and management to include the identification of water systems and water dependent facilities that would be affected by changes to the state's water protection regulations.)

Item 33 #2s

Technical Correction: Update JLARC Salary

Legislative Department

Joint Legislative Audit and Review Commission

Language

Language:

Page 19, strike lines 15 through 17 and insert:

"A. Out of this appropriation shall be paid the annual salary of the Director, Joint Legislative Audit and Review Commission (JLARC), \$156,749 from July 1, 2016, to June 24, 2017, and \$156,749 from June 25, 2017, to June 30, 2018."

Explanation:

(This amendment corrects the embedded salary figure for the Director of the Joint Legislative Audit and Review Commission to accurately reflect the compensation actions approved by the 2015 General Assembly.)

Item 36 #1s

Eliminate Unnecessary Language

Legislative Department

Legislative Department Reversion Clearing Account

Language

Language:

Page 22, strike lines 14-16.

Page 22, line 17, strike "C." and insert "B."

Explanation:

(This amendment eliminates language which is no longer necessary concerning a legislative commission which is no longer in operation.)

Planning for Space Needs at Capitol Square

Judicial Department

Supreme Court

Language

Language:

Page 25, after line 14, insert:

"K. Working in collaboration with the Chief Justice and Associate Justices of the Supreme Court of Virginia and the Chief Judge and Associate Judges of the Court of Appeals of Virginia, the Executive Secretary of the Supreme Court, in consultation with the Director, Department of General Services, is directed to develop a comprehensive plan that meets the future space needs of both courts around Capitol Square, which is acceptable to the Chief Justice of the Supreme Court of Virginia and the Chief Judge of the Court of Appeals of Virginia."

Explanation:

(This amendment directs the Executive Secretary of the Supreme Court to develop a plan for future space needs at Capitol Square for the Supreme Court and the Court of Appeals.)

Norfolk Drug Court Pilot Program

Judicial Department

Supreme Court

FY16-17

\$50,000

FY17-18

\$50,000 GF

Language:

Page 23, line 45, strike "\$29,621,591" and insert "\$29,671,591".

Page 23, line 45, strike "\$29,624,302" and insert "\$29,674,302".

Page 25, after line 6, insert:

"4. Included in this Item is \$50,000 the first year and \$50,000 the second year from the general fund to support a substance abuse treatment pilot program at the Norfolk Adult Drug Court utilizing non-narcotic, non-addictive, long-acting, injectable prescription drug treatment regimens. The Norfolk Adult Drug Court shall utilize these resources to support pilot program medication, provider fees, counseling, and patient monitoring . The Executive Secretary of the Supreme Court shall report the results of the pilot program, as well as recommendations for expansion of the pilot program to other drug courts, to the Secretaries of Public Safety and Homeland Security and Health and Human Resources, the Director, Department of Planning

and Budget, the Chairman of the Virginia State Crime Commission, and the Chairmen of the House Appropriations and Senate Finance Committees by October 1 each year of the pilot program. The Norfolk Adult Drug Court shall provide all necessary information to the Office of the Executive Secretary to conduct such an evaluation."

Explanation:

(This amendment provides \$50,000 each year from the general fund for a pilot drug court program in Norfolk using non-narcotic prescription drug treatment regimens.)

Item 40 #3s

Drug Courts in Southwest Virginia

Judicial Department	FY16-17	FY17-18	
Supreme Court	\$600,000	\$960,000	GF

Language:

Page 23, line 45, strike "\$29,621,591" and insert "\$30,221,591".
 Page 23, line 45, strike "\$29,624,302" and insert "\$30,584,302".

Explanation:

(This amendment provides \$600,000 the first year and \$960,000 the second year from the general fund for drug courts in Southwest Virginia, including Lee-Scott-Wise (Juvenile), Tazewell County, the City of Bristol, Buchanan County, Dickenson County, Russell County, Washington County, and the 30th Judicial Circuit Court. These drug courts have been approved by the Supreme Court of Virginia but have not been funded.)

Item 42 #1s

Transfer from Reversion Clearing Account

Judicial Department	FY16-17	FY17-18	
Circuit Courts	\$855,795	\$855,795	GF

Language:

Page 26, line 5, strike "\$112,799,681" and insert "\$113,655,476".
 Page 26, line 5, strike "\$112,814,867" and insert "\$113,670,662".

Explanation:

(This amendment transfers \$855,795 each year from the Judicial Department Reversion

Clearing Account to the Circuit Courts to support judgeships which have already been filled. A companion amendment to Item 53 removes these funds from the Judicial Department Reversion Clearing Account. This is a technical amendment.)

Item 50 #1s

Immediate Sanctions Probation Pilot Project

Judicial Department

Virginia Criminal Sentencing Commission

Language

Language:

Page 32, following line 23, insert:

"B.1. Notwithstanding the provisions of § 19.2-303.5 of the Code of Virginia, the provisions of that section shall not expire on July 1, 2012, but shall continue in effect until July 1, 2017, and may be implemented in up to four sites."

Page 32, line 24, strike "B." and insert "2.".

Explanation:

(This amendment extends the immediate sanctions pilot program until July 1, 2017. The Virginia Criminal Sentencing Commission is scheduled to complete its evaluation of the four pilot sites as of November 1, 2016. By extending the program for one more year, the 2017 General Assembly will have the final evaluation report available when the decision is made either to extend or not extend the program.)

Item 50 #2s

Sentencing Commission Data from Circuit Courts

Judicial Department

Virginia Criminal Sentencing Commission

Language

Language:

Page 32, after line 36 insert:

"C. The clerk of each circuit court shall provide the Virginia Criminal Sentencing Commission case data in an electronic format from its own case management system or the statewide Circuit Case Management System. If the statewide Circuit Case Management System is used by the clerk, when requested by the Commission, the Executive Secretary of the Supreme Court shall provide for the transfer of such data to the Commission. The Commission may use the data for research, evaluation, or statistical purposes only and shall

ensure the confidentiality and security of the data. The Commission shall only publish statistical reports and analyses based on this data as needed for its annual reports or for other reports as required by the General Assembly. The Commission shall not publish personal or case identifying information, including names, social security numbers and dates of birth, that may be included in the data from a case management system. Upon transfer to the Virginia Criminal Sentencing Commission, such data shall not be subject to the Virginia Freedom of Information Act."

Explanation:

(This amendment provides for the electronic transmission of data from the circuit courts to the Virginia Criminal Sentencing Commission for research and statistical purposes.)

Item 53 #2s

Judicial Vacancies

Judicial Department	FY16-17	FY17-18	
Judicial Department Reversion Clearing Account	\$327,813	\$327,813	GF

Language:

Page 34, line 1, strike "\$855,795" and insert "\$1,183,608".

Page 34, line 1, strike "\$855,795" and insert "\$1,183,608".

Page 34, after line 7 insert:

"B. Sufficient funding is included within the Judicial Department to support a total of 406 circuit and district court judgeships. The vacant judgeships to be filled as of July 1, 2016, are as follows:

1. Circuit Court judgeships: one each in the 10th, 19th, and 23rd Circuits; and two each in the 15th and 25th Circuits, for a total of seven Circuit Court judgeships to be filled as of July 1, 2016.
2. General District Court judgeships: one each in the 16th, 19th, 21st, 24th and 31st Districts; and two in the 15th District, for a total of seven General District Court judgeships to be filled as of July 1, 2016.
3. Juvenile and Domestic Relations District Court judgeships: one each in the 5th and 29th Districts, for a total of two Juvenile and Domestic Relations District Court judgeships to be filled as of July 1, 2016, and one in the 13th District, to be filled as of August 1, 2016."

Explanation:

(This amendment provides for the filling of 16 judgeships to be filled as of July 1, 2016, and one judgeship to be filled as of August 1, 2016, consistent with the caseload and staffing study conducted by the National Center for State Courts. Only those vacant judgeships which are fully (100 percent or more) justified by the caseload and staffing study are authorized in

this Item to be filled. Additional funding is required for increasing the total number of judgeships to 406 (currently 405 judgeships are funded), consistent with the caseload study. The projected net cost for this amendment is \$327,813 each year from the general fund. This cost has been adjusted to reflect the savings from not filling six vacant judgeships which were funded in the budget as introduced but are not authorized to be filled in this Item. The judgeships which are not authorized to be filled are the vacant General District Court judgeships in the 7th, 8th, 19th and 25th Districts, and the vacant Juvenile and Domestic Relations District Court judgeships in the 17th and 19th Districts.)

Study on Deputy Sheriff and Other Staff Compensation

Administration

Compensation Board

Language

Language:

Page 45, Item 69, after line 49 insert:

"S. The Compensation Board shall study and create a report concerning the compensation of deputy sheriffs and non-sworn positions in sheriffs' offices. Copies of the report shall be provided to the Chairmen of the House Appropriations and Senate Finance Committees no later than October 1, 2016."

Explanation:

(This amendment directs the Compensation Board to conduct a study and prepare a report on the compensation of deputy sheriffs and non-sworn staff in sheriffs' offices, to be delivered to the Chairmen of the House Appropriations and Senate Finance Committees by October 1, 2016.)

Collections by Local Treasurers

Administration

Compensation Board

Language

Language:

Page 52, line 19, after "fee." insert:

"Effective July 1, 2015, as provided in § 19.2-349, Code of Virginia, treasurers not being compensated on a contingency basis as of January 1, 2015 shall be prohibited from being compensated on a contingency basis but shall instead be compensated administrative cost pursuant to § 58.1-3958, Code of Virginia. Treasurers currently collecting a contingency fee shall be eligible to contract on a contingency fee basis. Effective July 1, 2015, any treasurer collecting a contingency fee shall retain only the expenses of collection, and the excess collection shall be divided between the state and the locality in the same manner as if the collection had been done by the attorney for the Commonwealth."

Explanation:

(This amendment restores the policy which was included in the 2015 Appropriations Act for collection of delinquent accounts by local treasurers, and modifies the

language to permit treasurers currently collecting on a contingency fee basis to continue to do so. An identical companion amendment is included in Item 70 of Senate Bill 29.)

Item 269 #1s

LODA and Regional Jail Authority

Finance

Department of Accounts Transfer Payments

Language

Language:

Page 213, line 37, after "2012", insert: "or for the RSW Regional Jail Authority, on or before July 1, 2016,".

Explanation:

(This amendment allows the Rappahannock, Shenandoah, and Warren (RSW) Regional Jail Authority to stay with the Virginia Retirement System (VRS) administered Line of Duty Act (LODA) program, or elect to opt out of the VRS administered LODA program.)

Item 275 #1s

Department of Taxation

Finance

Department of Taxation

Language

Language:

Page 221, after line 28, insert:

"W. A sum sufficient amount is appropriated within this Item for all direct costs incurred by the Department in the collection and remission of applicable taxes on any booking transaction facilitated by a hosting platform pursuant to the Limited Residential Lodging Act.".

Explanation:

(This amendment allows the department to recover the direct costs incurred in implementing and collecting these taxes.)

Declaration of Surplus Property

Technology

Innovation and Entrepreneurship Investment Authority

Language

Language:

Page 361, following line 19, insert:

"R. 1. Notwithstanding § 2.2-2221, Code of Virginia, the General Assembly finds real property and the improvements thereon to be surplus to the needs of the Commonwealth; specifically, real property and improvements located in Loudoun County (Parcel 035-26) and Fairfax County (Parcels 0152-01-0015 and 0152-01-0017). The Department of General Services shall pursue and is authorized to execute disposal options, with the approval of the Governor, in accordance with §2.2-1156, Code of Virginia.

2. The Innovation and Entrepreneurship Investment Authority and the Center for Innovative Technology shall promptly respond to requests for information and provide other assistance as requested by the Department of General Services and other state agencies as necessary to comply with the requirements set forth in § 2.2-1156, Code of Virginia, shall make all records related to the property readily available to the Department of General Services, and shall provide the Department of General Services access to the property. Further, the Innovation and Entrepreneurship Investment Authority shall continue to manage the property in the best interests of the Commonwealth until the property is sold to the successful purchaser. The Innovation and Entrepreneurship Investment Authority shall not convey any interest or allow any new use without the recommendation of the Department of General Services and approval of the Governor or his designee.

3. The Innovation and Entrepreneurship Investment Authority shall provide monthly reports to the Department of General Services of income and expenses associated with the property. The Department of General Services shall provide quarterly reports to the Chairmen of the House Appropriations and Senate Finance Committees and to the Governor on the Department's progress to determine disposal options of the parcels, beginning with the initial report due October 1, 2016.

4. Costs incurred by the Department of General Services to carry out the direction in this Item shall be accounted for separately from other Department operations and shall be reimbursed from the proceeds of the sale of the property. The remaining proceeds of the sale shall be deposited to the nonreverting Virginia Research Alliance Fund established in Item 4-10.00 of this Act for the express purpose of

promoting research and development excellence in the Commonwealth; to position the Commonwealth as a national leader in science-based and technology-based research, development, and commercialization; and to encourage cooperation and collaboration among higher education research institutions, and with the private sector, in areas and with activities that foster economic development and job creation in the Commonwealth, with particular emphasis on personalized health, biosciences, and cybersecurity.

Explanation:

(This amendment authorizes the sale of Commonwealth owned real estate with the proceeds dedicated to the Virginia Research Alliance Fund.)

Item 428 #2s

Transfer CRCF

Technology	FY16-17	FY17-18	
Innovation and Entrepreneurship Investment Authority	\$2,800,000	\$2,800,000	GF

Language:

Page 358, line 12, strike "\$8,388,090" and insert "\$11,188,090".
 Page 358, line 12, strike "\$8,388,097" and insert "\$11,188,097".
 Page 361, following line 19, insert:

R . Out of the appropriation for this Item, \$2,800,000 the first year and \$2,800,000 the second year from the general fund shall be deposited into the Commonwealth Research Commercialization Fund created pursuant to § 2.2-2233.1, Code of Virginia. Of the amounts provided for the Commonwealth Research Commercialization Fund, up to \$1,500,000 the first year and \$1,500,000 the second year shall be used for a Small Business Innovation Research Matching Fund Program for Virginia-based technology businesses and, for matching funds for recipients of federal Small Business Technology Transfer (STTR) awards for Virginia-based small businesses. Any monies from these amounts that have not been allocated at the end of each fiscal year shall not revert to the general fund but shall be distributed for other purposes designated by the Research and Technology Investment Advisory Committee and aligned with the Research and Technology Roadmap.

Businesses meeting the following criteria shall be eligible to apply for an award to be administered by the Research and Technology Investment Advisory Committee:

1. The applicant has received an STTR award targeted at the development of qualified research or technologies;
2. At least 51 percent of the applicant's employees reside in Virginia; and
3. At least 51 percent of the applicant's property is located in Virginia.

Applicants shall be eligible for matching grants of up to \$100,000 for Phase I awards and up to \$500,000 for Phase II awards. All applicants shall be required to submit a commercialization plan with their application. Any unused funds shall not revert to the general fund but shall remain in the Commonwealth Research and Commercialization Fund. Notwithstanding the provisions of § 2.2-2233.1 D.6, Code of Virginia, unused funding from the Fund shall be awarded as originally intended by the Research and Technology Investment Advisory Committee and only reallocated if sufficient demand does not exist for the original allocation.

Explanation:

(This amendment transfers administration of the Commonwealth Research Commercialization Fund to the CIT.)

Item 428 #3s

Unmanned Systems Commercial Center of Excellence

Technology	FY16-17	FY17-18
Innovation and Entrepreneurship Investment Authority	\$350,000	\$500,000 GF

Language:

Page 358, line 12, strike "\$8,388,090" and insert "\$8,738,090".

Page 358, line 12, strike "\$8,388,097" and insert "\$8,888,097".

Page 359, line 47, strike "J." and insert "J.1"

Page 359, following line 49, insert:

"2. In addition to the amounts set forth in paragraph J.1., \$350,000 the first year and \$500,000 the second year from the general fund shall be made available for the establishment of an Unmanned Aerial Systems Commercial Center of Excellence and business accelerator in collaboration with the Mid-Atlantic Aviation Partnership and the Virginia Commercial Spaceflight Authority for (i) the development of a strategic plan and roadmap for the recruitment and expansion of commercial UAS entities, and (ii) advancing collaborative

public-private UAS partnerships across the Commonwealth at the direction of the Secretary of Technology."

Explanation:

(This amendment provides a total of \$850,000 GF in the biennium for further advancing the development of the unmanned aerial systems industry in Virginia.)

Item 431 #2s

Consolidation of VITA Reporting Requirements

Technology

Virginia Information Technologies Agency

Language

Language:

Page 363, following line 17, insert:

"D. The Chief Information Officer of the Commonwealth shall report to the Governor and Chairmen of the House Appropriations and Senate Finance Committees on progress toward transitioning to new information technology services that will replace the information technology services currently provided by Northrop Grumman under the Comprehensive Infrastructure Agreement. Such a report shall be made at least quarterly, in a format mutually agreeable to them, and shall (i) describe efforts to discontinue the Unisys mainframe, (ii) assess the Virginia Information Technologies Agency's organization and in-scope information technology and telecommunications costs, and (iii) identify options available to the Commonwealth at the expiry of the current agreement including any anticipated steps required to plan for its expiration."

Explanation:

(This amendment both consolidates reporting requirements that are located in multiple agency Items and increases the frequency of the required reports.)
