



Resources

Senate Finance Committee
Virginia General Assembly

February 5, 2017

**Proposed Changes in Resources to SB 900, as Introduced
February 5, 2017**

	<u>FY 2017</u>	<u>FY 2018</u>	<u>2016-18</u>
Unappropriated Balance, SB 900 as Introduced	\$ 82,869,128	\$ (66,753,880)	\$ 16,115,248
Changes to Resources	23,338,642	49,830,258	73,168,900
Net Spending	<u>1,445,789</u>	<u>73,360,705</u>	<u>74,806,494</u>
Ending Balance/Unappropriated Balance	\$ 104,761,981	\$ (90,284,327)	\$ 14,477,654
 BALANCES/REVENUES/TRANSFERS			
	<u>FY 2017</u>	<u>FY 2018</u>	<u>2016-18</u>
Changes to Balances			
ABC excess profits not reflected in SB 900	\$ 10,300,000	0	\$ 10,300,000
Revert savings from vacant judgeships	-	640,000	640,000
Revert balance from Civil War 150 Commission	284,491	0	284,491
Changes to Revenues			
ABC increase in excise tax to match sales growth	\$ 1,900,000	\$ 3,500,000	\$ 5,400,000
Sales Tax from Tobacco Enforcement (SB 1390)	0	2,269,410	2,269,410
ATV Sales Tax (Dance SB 1186)	0	200,000	200,000
Eliminate double state tax benefit (SB 1109) - failed	0	(2,040,000)	(2,040,000)
Reverse increase in LPTC transfer fee	0	(1,000,000)	(1,000,000)
Adjust amnesty collections estimate	0	31,306,555	31,306,555
Changes to Transfers			
Special Emergency Med Svcs Fund - transfer to GF	\$ 2,850,000	\$ 3,000,000	\$ 5,850,000
ABC - Adjustment to forecast	1,700,000	3,000,000	4,700,000
Trauma Center Fund - transfer to GF	1,850,000	2,000,000	3,850,000
NGF portion of VRS savings from UVAH/MCVH	1,844,403	1,229,602	3,074,005
Rolls-Royce Supplier Cluster Grant NGF	0	2,500,000	2,500,000
NGF balance from SBIGF and SBJGF	0	1,600,000	1,600,000
Balance of Richmond Tourism Project/Language	1,500,000	0	1,500,000
HE interest earnings not reflected in SB 900	500,000	500,000	1,000,000
DSP Background Check Fees	609,748	609,748	1,219,496
K-12 Sales tax adjust amnesty collections estimate	0	334,163	334,163
K-12 Sales tax Tobacco Enforcement (SB 1390)	0	280,780	280,780
Reverse increase in LPTC transfer fee	0	(100,000)	(100,000)
Total, Revenues/Resources	\$ 23,338,642	\$ 49,830,258	\$ 73,168,900

Central Appropriations

FY16-17

FY17-18

Appropriated Revenue Reserve

\$0

\$40,000,000 GF

Language:

Page 475, after line 33, insert:

"478.30 Revenue Cash Reserve

\$0

\$40,000,000

Fund Sources:

General

\$0

\$40,000,000

"

Page 475, after line 33, insert:

"There is hereby appropriated in this item the amount of \$40,000,000 from the general fund the second year to establish a Revenue Cash Reserve. Additions to the Reserve may be made under the conditions set out in Item 3-5.20, which also specifies the uses for funds held in the Reserve. "

Explanation:

(This amendment establishes a Revenue Cash Reserve from one-time resources. A companion amendment to Item 3-5.20 directs how the funds may be used, and how additional revenues may be added to the fund.)

Revenues

Language

Language:

Page 532, after line 21, insert:

"§ 3-5.20 COMMITMENT FOR REVENUE CASH RESERVE

A. Notwithstanding the provisions of §2.2-1514, Code of Virginia, or any other provision of law, any general fund revenues collected and deposited for fiscal year 2017 that are in excess of the official general fund forecast contained in this act, shall be reflected by the Comptroller as committed on the June 30, 2017, preliminary balance sheet pursuant to the provisions of this enactment for the purpose of being added to the Revenue Cash Reserve established under Item 478.30 of this Act.

B. To determine the amounts that are to be committed, the comptroller shall first determine the general fund revenues that were collected in excess of the general fund revenue forecast in this act for fiscal year 2017 ("surplus revenues"). He shall then reduce those general fund revenues for the following adjustments:

1. Any amounts that must be restricted such as mandatory deposits to the Revenue Stabilization Fund.

2. Any amounts that normally would be committed or assigned pursuant to GASB standards.

3. Any amounts that must be committed for deposit to the Water Quality Improvement Fund from excess general fund revenue collections pursuant to §10.1-2128 A., Code of Virginia.

4. Any other amounts that are required to be committed or assigned pursuant to any other items or provisions of this act, which would include but are not limited to mandatory carryforwards, unexpended balances in capital projects, and balances required to be carried forward for fiscal year 2018.

C. The amount that remains, after deducting the amounts listed above in paragraphs B.1., through B.4., from the surplus revenues, shall be further reduced by fifty percent.

D. The comptroller shall then reflect the amount from the remaining fifty percent as a commitment on the preliminary balance sheet for the purpose of being added to the Revenue Cash Reserve established under Item 478.30 of this Act. To the degree not

needed to mitigate any potential revenue shortfall in general fund revenue collections from the official general fund forecast contained in this act for fiscal year 2018, the committed funds shall be held in the Revenue Cash Reserve for a potential deposit to the Revenue Stabilization Fund, as may be required based on FY 2018 actual certified revenues.

E. The comptroller may draw against the balances of the Revenue Cash Reserve for an amount equal to any shortfall in general fund revenue collections from the official general fund forecast contained in this act for fiscal year 2018."

Explanation:

(This amendment provides for a cash reserve to be funded from excess general fund revenues collected in FY 2017. The Revenue Cash Reserve is created under Item 478.30 in Central Appropriations.)
