



**Summary of**

**THE GOVERNOR'S PROPOSED  
AMENDMENTS TO THE 2020–22  
BUDGET**

Introduced as SB 29

January 18, 2022

**Prepared by the staff of the:**

**SENATE FINANCE & APPROPRIATIONS  
COMMITTEE**

# **Introduction**

This document was prepared by the staff of the Senate Finance & Appropriations Committee as a preliminary report on the Governor's budget proposal amendments to the 2020-22 budget. Subsequent staff reports will be made available during the 2022 General Assembly Session.

## **SENATE FINANCE & APPROPRIATIONS COMMITTEE**

### Staff

April R. Kees, Director  
Jason W. Powell, Special Projects Deputy  
Jessica A. Dodson  
Melissa K. Mayes  
Catie F. Robertson  
J. Adam Rosatelli  
Michael S. Tweedy  
Tyler K. Williams

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# Resources

The proposed amendments to the 2020-22 budget (HB/SB 29) include \$4.29 billion in general fund resources above those assumed in Chapter 552 of the 2021 Acts of Assembly, Special Session I. These resources include: (1) a \$3.0 billion upward revision to the general fund revenue forecast; (2) increases in general fund transfers totaling \$66.2 million; and, (3) positive net balance adjustments totaling \$1.2 billion. With these adjustments, general fund resources and transfers in FY 2022 total \$27.9 billion, when you include the assumed FY 2021 carryforward contained in Chapter 552, this brings total resources to \$29.8 billion

The net balance available for carry-forward into the next biennium totals \$4.17 billion. This includes the \$8.1 million unappropriated balance contained in Chapter 552, the change in general fund resources outlined above, and proposed net spending increases contained in HB/SB 29, which total \$135.6 million.

<b>General Fund Resources Available for Appropriation</b>			
(\$ in millions)			
	<u><b>Ch. 552</b></u>	<u><b>HB/SB 29</b></u>	<u><b>Difference</b></u>
Adjustments to Balance Forward		\$3,832.2	\$3,832.2
Additions to Balance	29.9	(2,606.7)	(2,636.5)
Revenue Forecast	22,899.1	25,931.7	3,032.6
Transfers	<u>682.4</u>	<u>748.6</u>	<u>66.2</u>
<b>Total GF Resources</b>	<b>\$23,611.4</b>	<b>\$27,905.8</b>	<b>\$4,294.4</b>
Ch. 552 Carryforward to FY 2022		<u>\$1,889.6</u>	
<b>Total FY 2022 Resources</b>		<b>\$29,795.4</b>	
Unappropriated Balance (Ch. 552)			\$8.1
HB/SB 29 Difference in Available Resources			4,294.4
HB/SB 29 Net Reduction/(Increase) in Spending			<u>(135.6)</u>

**General Fund Resources Available for Appropriation**  
(\$ in millions)

	<u>Ch. 552</u>	<u>HB/SB 29</u>	<u>Difference</u>
<b>HB/SB 29 Carry Forward Balance</b>			<b>\$4,166.9</b>

**Changes in GF Revenues**

FY 2021 general fund revenue collections exceeded the estimate by \$2.6 billion. While all major revenue sources exceeded the official forecast, individual nonwithholding taxes accounted for about half of the surplus, growing at 37.1 percent versus a forecast of 4.4 percent. Payroll withholding grew by 4.7 percent, exceeding the forecast of 2.7 percent growth. Sales tax collections increased 12.4 percent as compared to the annual forecast of 4.7 percent. As a result, a fiscal year general fund revenue decline of 8.0 percent in FY 2022 would meet the budget forecast assumed in Chapter 552.

The fall revenue reforecasting process resulted in an estimated GF growth rate of 4.9 percent, an increase of \$3.19 billion above the Chapter 552 revenue base. The revenue outlook was supported by a consensus of members of the Joint Advisory Board of Economists and the Governor's Advisory Council on Revenue Estimates (GACRE) who endorsed a standard forecast with the recommendation that the forecast continue to be conservative.

The forecast assumed in HB/SB 29 contains policy adjustments that, when combined with the GACRE revenue forecast, yields a projected revenue growth rate for FY 2022 of 4.2 percent. Policy adjustments reduce projected GF revenues by \$158.6 million and reflect full conformity with the tax provisions of the American Rescue Plan Act (ARPA). The reductions include: (i) \$67.0 million for conformity to the federal allowance of deductions for business expenses funded with forgiven PPP loans and other similar tax-exempt funds; (ii) \$58.4 million to account for the impact that changes to the federal Child and Dependent Care Tax Credit have on the related Virginia Child and

Dependent Care income tax deduction; (iii) \$32.6 million related to Earned Income Tax Credit enhancements; (iv) \$0.5 million for conformity with employer-provided dependent care provisions; and (v) \$0.1 million associated with ARPA provisions for student loan forgiveness.

Year-to-date through November, general fund revenue growth is 12.7 percent, well ahead of the revised forecast assumed in HB/SB 29.

<b>FY 2022 Estimate of GF Revenues by Source</b>			
(\$ in millions)			
	<u><b>Dec. 2021 Forecast</b></u>	<u><b>Estimated % Growth</b></u>	<u><b>% Growth Through Nov. 2021</b></u>
Withholding	\$14,838.7	5.9%	10.0%
Nonwithholding	5,206.2	(0.2%)	(3.3%)
Refunds	<u>(2,125.2)</u>	<u>10.3%</u>	<u>(29.2)</u>
Net Individual	\$17,919.7	3.6%	10.1%
Corporate	1,721.5	13.6%	55.1%
Sales	4,427.8	6.3%	14.4%
Insurance	394.3	8.6%	n/a
Wills (Recordation)	593.7	(12.6%)	3.3%
All Other	<u>874.7</u>	<u>2.9%</u>	<u>10.9%</u>
<b>Total GF Revenues</b>	<b>\$25,931.7</b>	<b>4.2%</b>	<b>12.7%</b>

## **Changes in Net Balance**

The unrestricted cash balance reported by the State Comptroller represents the cash after accounting for liabilities and setting aside balances for restricted funds. The balance reported by the State Comptroller at the close of FY 2021 was \$5.7 billion and includes revenues in excess of the of the forecast totaling \$2.6 billion; \$1.9 billion carry-forward balance assumed in Chapter 552; previous deposits to the Revenue Reserve Fund of \$855.8 million; unexpended GF operating appropriations of \$868.2 million; unexpended GF capital appropriations of \$7.9 million; and other nongeneral fund cash on deposit in the Treasury that is counted as general fund cash in accordance with Government Accounting Standards Board (GASB) standards.

Mandatory commitments and restrictions against this amount total \$1.4 billion. The majority relates to balances and anticipated deposits to the Revenue Stabilization Fund and the Revenue Reserve Fund. Balances in the Revenue Stabilization Fund total \$639.6 million, and balances in the Revenue Reserve Fund total \$855.8 million. Anticipated deposits to the Revenue Stabilization Fund Reserve total \$1.1 billion for a constitutionally mandated deposit in FY 2023 and \$563.9 million for a potential "super" deposit to the Revenue Reserve Fund in FY 2022. Commitments also include the balance in the Water Quality Improvement Fund (WQIF); anticipated WQIF deposits of \$255.8 million (Part A) and \$57.2 million (Part B); amounts for American Rescue Plan Act (ARPA) revenue replacement totaling \$221.7 million; \$170.1 million to continue ARPA initiatives identified in Chapter 1, 2021 Acts of Assembly, Special Session II; and statutory commitments of \$115.8 million for the Transportation Trust Fund and \$57.9 million for nonrecurring expenditures.

Adjustments to the unrestricted balance are mostly comprised of appropriations of amounts that are committed or restricted on the balance sheet. These include \$563.9 million for a voluntary deposit to the Revenue Reserve Fund; \$115.8 million to appropriate amounts for the Transportation Trust Fund from year-end balances; \$57.9 million to appropriate nonrecurring expenditures; and \$170.1 million to appropriate amounts reserved for ongoing costs associated with ARPA grants. Adjustments also include \$33.0 million for reversion of Criminal Fund Balances to the general fund.

A summary of balance adjustments and transfer amendments is provided below.

## **Proposed Changes to Balances**

(\$ in millions)

### **Unrestricted Balance:**

Unrestricted Fund Balance, Comptroller's August Report	\$5,721.8
Amount Anticipated in Chapter 552	<u>1,889.6</u>
<b>Additional Unreserved Balance</b>	<b>\$3,832.2</b>

### **Balance Adjustments:**

Reappropriation of Unexpended Capital	(\$7.9)
Virginia Health Care Fund	(92.5)
Amount Required for Mandatory Reappropriations	(825.9)
WQIF - Balance and Commitments for Deposits	(443.8)
Revenue Cash Reserve Fund Balance	(855.8)
Transportation Trust Fund	(115.8)
Nonrecurring Expenditures	(57.9)
Amount Available for Discretionary Reappropriations	(341.6)
Potential Additional Reserve Fund Deposit	(563.9)
Amount for Replace Public Sector Revenue	(221.6)
Amount to Continue ARPA Initiatives	(170.1)
Other Committed or Assigned Amounts	(445.5)
Revert Discretionary Balances	256.8
Appropriate Nonrecurring Expenses	57.9
Appropriate Voluntary Reserve Fund Deposit	563.9
Appropriate Ongoing ARPA Amounts	170.1
Other Adjustments	(0.4)
Revert Criminal Fund Balances	33.0
Sum Sufficient for Local Distributions (DOA Transfers)	(1.4)
Appropriate TTF from Year-end Balances	<u>115.8</u>
<b>Total Adjustments to Balance</b>	<b>(\$2,636.5)</b>



## **Changes in Transfers**

Proposed transfer adjustments in HB/SB 29 increase total net transfers to the general fund by \$66.2 million. Proposed adjustments include a \$53.5 million increase in the estimated sales tax transfer for K-12 education based on an overall increase in the sales tax forecast and an additional \$16.5 million in ABC property transfer to VCU. Offsetting the net increase is a proposal to increase by \$3.9 million sales tax transfers from the general fund to the Game Protection Fund.

<b>Proposed Changes to Transfers</b> (\$ in millions)	
<b>Transfer Amendments:</b>	
0.375% Sales Tax Reforecast – K-12 Education	\$53.5
ABC Profits	16.5
Inactive Accounts	0.1
Increase Transfer to Game Protection Fund	<u>(3.9)</u>
<b>Total Transfer Adjustments</b>	<b>\$66.2</b>

## **Judicial**

### **– Supreme Court**

- **Revert Criminal Fund Balances.** Includes a reversion of \$33.0 million GF in the current year from the Criminal Fund; costs for FY 2022 are anticipated to be lower than recent years due to continued pandemic impacts, resulting in excess balances.

# Administration

## – Compensation Board

- **Provide Funding for IT Disaster Recovery.** Includes \$15,500 GF FY 2022 for agency costs associated with securing disaster recovery service through the Virginia Information Technologies Agency.

## – Department of Human Resource Management

- **Support Upgrades to the Commonwealth of Virginia Learning Center.** Proposes \$70,467 GF in FY 2022 to support costs to upgrade the Commonwealth of Virginia Learning Center system due to the legacy system no longer being supported.

## – Department of Elections

- **Add Staffing for New Voter Registration System.** Includes \$28,851 GF and 1.0 FTE position in the current year to support management of a project to replace the state's voter registration system. The system is being funded with general funds (\$18.8 million GF in Chapter 552, 2021 Special Session I) and nongeneral funds from the Help America Act (\$10.1 million NGF authorized in Chapter 1282, 2020 Session). A companion proposal in the 2022-2024 Introduced Budget (SB 30) continues funding for this position.

# Agriculture and Forestry

## – Department of Agriculture and Consumer Services

- **Wine Promotion Fund.** Increases the second year deposit required to be made to the Wine Promotion Fund by \$470,391 GF based on updated wine and cider liter tax revenue collections attributable to Virginia wines and ciders. The increase brings to approximately \$2.5 million the total annual revenues dedicated by statute to the promotion of Virginia's viticulture industry.

# Commerce and Trade

## – Economic Development Incentive Payments

- **Restore funding to the Commonwealth Development Opportunity Fund.** Provides an additional \$1.5 million GF in the second year for the Commonwealth Development Opportunity Fund (CDOF) to replace funding that was directed in Chapter 552, 2021 Special Session I to Jefferson Labs from the CDOF fund.
- **Update funding for the Shipping and Logistics Custom Grant.** Eliminates \$6.3 million GF in the second year for the Shipping and Logistics Custom Grant (CMA CGM), due to a change in the grant structure requested by the company. Legislation will be introduced during the 2022 General Assembly Session to codify the updated post performance grant structure for this MEI approved economic development project. Companion budget amendments in HB 30 / SB 30 provide grant funds for the company in the next biennium.
- **Fund infrastructure commitments for an economic development project in Wythe County.** Provides \$8.5 million GF in the second year to support infrastructure upgrades at Progress Park in Wythe County including the replacement of a water tank, wastewater treatment plant improvements, and wastewater line extensions. Funding will be released to Wythe County once satisfactory terms and conditions between the County and a nitrile butadiene rubber production plant, and a medical-grade glove manufacturing facility (Blue Star Manufacturing) are agreed upon. These terms and conditions include a repayment schedule should the company fall short of its capital investment and job creation targets (\$714.1 million investment at Progress Park and 2,464 jobs created). This project has been approved by the MEI Commission.

- **Department of Labor and Industry**
  - **Eliminate unnecessary reporting language on a paid sick leave program.** Removes language requiring the agency to report on the utilization of a paid sick leave program that did not pass during the 2020 Session (SB 481).
- **Virginia Economic Development Partnership**
  - **Increase support for the Virginia Business Ready Sites Program.** Provides one-time funding of \$150.0 million GF in the second year to increase Virginia’s economic competitiveness for manufacturing projects by building a portfolio of mega sites. The Virginia Economic Development Partnership plans to invest \$100.0 million of the proposed funding in competitive site development projects, and the remaining \$50.0 million will be distributed on a per capita basis to GO Virginia regions.

## **Public Education**

- **Direct Aid**
  - The Governor’s proposed amendments to Direct Aid decrease funding by \$148.1 million GF while increasing by \$85.4 million NGF. The decrease in general funds is mainly due to technical updates to enrollment, program participation, or adjustments to No Loss for additional sales tax revenue.

### ***GF Increases***

- Proposes supplanting \$67.1 million NGF Literary Funds with a like amount of GF to support the state’s share of school employee retirement costs in FY 2022.
- Updates the state cost of Early Reading Intervention by \$21.6 million GF to reflect student performance on PALS or reading diagnostic tests.
- Updates the sales tax estimate dedicated for K-12, resulting in a net increase in distributions to divisions of \$91.3 million GF.

- Updates the cost of the Remedial Summer School and English as Second Language program based on participation, resulting in an increase of \$17.6 million GF and \$3.0 million GF respectively.

### ***GF Decreases***

- Updates No Loss funding payments after accounting for all other enrollment, program participation, and revenue adjustments, which reduce payments by \$66.8 million GF.
- Updates student enrollment projections using fall membership, which reduces state costs by \$52.5 million GF.
- Updates the state cost of the FY 2022 5.0 percent compensation supplement based on actual division participation, resulting in state savings of \$15.2 million GF. In FY 2022, divisions could provide an increase of at least 2.0 percent to receive a prorated portion of the state share. Approximately 90.0 percent of the savings is attributable to Fairfax County Public Schools' salary actions.
- Updates the state cost for Categorical, Incentive, Lottery, and driver's license revenues resulting in savings of \$61.9 million due to data updates.
- Adjusts funding to reflect an increase of \$152.5 million in the Lottery Proceeds estimate, representing a \$85.2 million increase in the projected FY 2022 revenues from those projected in Chapter 552, 2021 Acts of Assembly, Special Session I, and \$67.3 million in residual FY 2021 profits transferred to FY 2022. These funds offset GF costs by a like amount.

### **Language**

- Includes language that retroactively waives fiscal year 2021 local effort and local match requirements due to the impact of the COVID-19 pandemic on local school division spending in the 2020-2021 school year.
- Includes language that requires the Department of Education's fiscal year 2022 calculations for No Loss payments to account for one-time events that may have artificially inflated projected data, mainly due to divisions enrolling students residing in other school divisions through multi-division online providers.

- Includes language prohibiting the Department of Education from setting a limit on the duration of time that families may participate in the Child Care Subsidy Program, subject to available funds.

## Finance

### – Department of Accounts

- **Provide Working Capital Advance for Cardinal Project.** Adds language under the Cardinal Governance Committee that recommends a working capital advance of up to \$12 million to continue to evaluate and recommend expansion options for the Cardinal Financials and Human Capital Management applications.

### – Department of Accounts Transfer Payments

- **Make Supplemental Payment to the Revenue Reserve Fund.** Proposes \$563.9 million GF in the current year for a supplemental, voluntary deposit to the Revenue Reserve Fund.

### – Department of Taxation

- **Fund Administrative Costs of Tax Policy Changes.** Includes \$640,000 GF the second year to cover the administrative costs of implementing tax policy changes as proposed in the 2022 -2024 budget as introduced (SB 30).

### – Treasury Board

- **Recognize Debt Service Savings.** Proposes debt service savings of \$9.8 million GF in the current year attributable to refundings on bonds issued by the Virginia Public Building Authority and Virginia College Building Authority.

# Health and Human Resources

## – Department of Health

- **Fund COVID-19 response overtime costs.** Proposes \$3.3 million GF in fiscal year 2022 to pay for overtime costs related to COVID-19 response efforts.
- **Increase Staff for Drinking Water Projects.** Recommends 11 positions in fiscal year 2022 each year and modifies budget language to allow existing federal American Rescue Plan Act funding to be used to hire temporary staff to assist with an increase in drinking water construction projects.

## – Department of Medical Assistance Services

- **Medicaid Utilization and Inflation.** Proposes savings of \$653.7 million GF and an increase of \$1.1 billion in federal Medicaid matching funds in fiscal year 2022 to fund the costs of utilization and inflation in Medicaid. Expenditures in the program are expected to increase 13.5 percent. This growth rate reflects the increase in enrollment resulting from the federal public health emergency for COVID-19. During the public health emergency (PHE) the state is not allowed to disenroll individuals from coverage and the projected enrollment increase is 10.1 percent in fiscal year 2022. About half of the general fund savings is due to an extension of the 6.2 percentage point increase in the federal match rate during the PHE that has been extended through March 2022, including an advance payment in March 2022 to maximize the federal match rate and the receipt of a temporary 10 percentage point increase for home and community-based services pursuant to the federal American Rescue Plan Act through March 2022. Other general funds savings are a result of lower utilization of health care services, which is also reflected in lower managed care rates.
- **Adjust Medicaid Forecast for Medicare Premium Increases.** Includes \$11.8 million GF and \$8.6 million NGF in fiscal year 2022 to account for higher Medicare premium rates that were announced after the official Medicaid forecast was completed. The Medicaid forecast included preliminary assumptions on

Medicare premium rates that would be effective January 1, 2022. The forecast assumed a rate increase of 5.0 percent for Part A, 6.73 percent for Part B, and 4.86 percent for Part D; however the actual rate increases are 5.9 percent, 14.5 percent, and 7.31 percent respectively.

- **Family Access to Medical Insurance Security (FAMIS) Program Utilization and Inflation.** Recommends \$7.8 million GF and \$2.8 million NGF in savings in fiscal year 2022 to fund the utilization and inflation costs of the FAMIS Program. The savings is mainly a result of the extension of the 4.34 percentage point increase in the federal match rate during the PHE that has been extended through March 2022. Overall expenditures in the program are expected to increase 19.4 percent in fiscal year 2022 and enrollment in the program is projected to increase 4.9 percent.
- **Medicaid Children’s Health Insurance Program (CHIP) Utilization and Inflation.** Proposes to reduce \$3.6 million GF and \$4.9 million NGF in fiscal year 2022 to fund the utilization and inflation costs of the Medicaid CHIP program. The Medicaid CHIP program provides services for Medicaid-eligible low-income children, ages 6 to 18, living in families with incomes between 100 and 133 percent of the federal poverty level. Overall expenditures in the program are expected to increase 4.7 percent in fiscal year 2022 and enrollment is projected to increase 8.2 percent. The savings is mainly a result of the extension of the 4.34 percentage point increase in the federal match rate during the PHE that has been extended into the January through March quarter of 2022.
- **Adjust Health Care Fund Appropriation.** Proposes to supplant \$132.8 million GF in fiscal year 2022 with a like amount of federal Medicaid matching funds to reflect the latest revenue estimate for the Health Care Fund. Since the fund is used as state match for Medicaid, any change in revenue to the fund impacts general fund support for Medicaid. The largest driver of the savings is a \$92.5 million prior year balance in the fund. This balance was largely attributable to larger than expected Master Settlement Agreement payments in fiscal year 2021 and a return of \$54.8 million associated with the managed care profit cap.



Medicaid recoveries in fiscal year 2022 are expected to increase by \$39.5 million due to one-time deposits of revenue from managed care companies' excess profits, while tobacco taxes are projected to increase by \$0.8 million based on the Department of Taxation's revised forecast.

- **Provide Authority to Exclude Excess Resources Accumulated During the Public Health Emergency for Long-Term Care Recipients.** Recommends \$321,708 GF and \$321,708 NGF in fiscal year 2022 to allow individuals receiving long-term supports and services (LTSS) such as, nursing home patients, who must “spend down” their assets on a monthly basis to pay for a portion of their care in order to qualify for Medicaid, to retain their Medicaid eligibility for a period of 12 months after the end of the federal public health emergency (PHE). Federal rules during the PHE prohibited Virginia from adjusting Medicaid payments based on changes in amounts paid by patients on a monthly or annual basis (such as Social Security cost of living adjustments).. Consequently, some LTSS recipients may have accumulated excess resources and would be at risk for losing Medicaid eligibility at the end of the federal PHE.
  - **Eliminate Medicaid and Family Access to Medical Insurance Security Program Copayments.** Proposes \$112,869 GF and \$532,206 NGF in fiscal year 2022 to eliminate copays in the Family Access to Medical Insurance Security (FAMIS) program and fee-for-service Medicaid. All copayments have been temporarily suspended during the COVID-19 public health emergency.
  - **Authorize Forgiveness of the State Share of Children’s Hospital of The King’s Daughters Disproportionate Share Hospitals Repayments.** Proposes to allow the Children’s Hospital of the King’s Daughters (CHKD) to retain the state share of any federal disproportionate share hospitals repayments for the period of June 2, 2017 through June 30, 2020, totaling \$19.8 million GF The repayment is required under federal court decisions in connection to calculation of members with dual eligibility or third-party liability.
- **Department of Behavioral Health and Developmental Services (DBHDS)**

- **Continue Implementation of the Crisis System Transformation.** Proposes to add \$2.0 million GF in fiscal year 2022 for the operation of one crisis assessment center that converted into a Crisis Receiving Centers (CRCs), but had been omitted when the funding was allocated from Chapter 552, 2020 Special Session I. The CRCs provide a more comprehensive response than crisis assessment centers or crisis stabilization units as they operate on a 23/7 basis to avert a behavioral health crisis thus decreasing the role of law enforcement involvement and reducing historical overreliance on institutional care, including state hospitals.
- **Increase Support for DOC Contract to Monitor Sexually Violent Predators (SVPs) on Conditional Release.** Proposes an additional \$350,000 GF in fiscal year 2022 to increase funding for a memorandum of understanding with the Department of Corrections to supervise and monitor sexually violent predators placed on conditional release. Currently, the contract provides DOC with \$2.8 million annually to provide probation officer monitoring, GPS services, and substance abuse testing.
- **Fund Modernization of Information Technology Systems and Data Analytics.** Recommends \$561,875 GF the second year for interoperability and data exchange with Community Services Boards to improve efficiency and provide better reporting capabilities.

### **State Facilities**

- **Provide One-time Funds for Temporary Staffing Contracts.** The introduced budget provides \$9.0 million GF the second year for one-time expenditures for the cost of temporary staffing contracts to address staffing shortages at state facilities.
- **Fund Temporary Kitchen Costs at Eastern State Hospital.** Recommends \$5.2 million GF in fiscal year 2022 to cover the costs of a temporary kitchen and space due to a sewer leak in the permanent kitchen. The introduced budget adds language to allot funding upon approval of the Director of the Department of

Planning and Budget and allows funds to be carried forward and reappropriated for this use if necessary.

- **Fund Overtime Costs at State Facilities.** The introduced budget provides \$4.2 million GF in fiscal year 2022 to cover the additional costs of overtime at state behavioral health facilities.
- **Cover Increased Pharmacy Costs at State Facilities.** Proposes \$541,786 GF the second year to cover the increasing pharmacy costs at state facilities. Increases in psychiatric admissions, co-morbidity of patients, and higher drug costs have resulted in the need for additional funding.

## – Department of Social Services

- **Fund Foster Care and Adoption Forecast.** The introduced budget proposes \$969,122 GF and \$6.9 million NGF in fiscal year 2022 for forecast changes to the foster care and adoption programs, reflecting trends in expenditure growth and changes in the number of children eligible for services under Title IV-E.
- **Provide Appropriation of Medicaid Expansion Funds for State Supported Local Worker Salary Increases.** Recommends \$1.1 million NGF from Medicaid expansion funds the second year for a portion of the salary increase for state supported local employees received in Chapter 552, 2021 Special Session I.
- **Fund Replacement of the Child Support Information System.** The introduced budget proposes \$680,000 NGF the second year to replace the legacy system for the child support enforcement program.
- **Fund Division of Licensing Programs Salary Increase.** Recommends \$363,002 GF the second year to fully fund the Division of Licensing Programs salary increase provided in Chapter 552. The state and federal shares of funding were calculated using 2021 data, which did not reflect the transfer of the appropriation for child care licensing to the Department of Education on July 1, 2021. Consequently, there is a shortfall in the general fund share of funding for the salary increase.

- **Adjust TANF Funding.** Recommends a reduction of \$4.6 million NGF in federal Temporary Assistance to Needy Families (TANF) to reflect the spending forecast for TANF employment services.
- **Language to Replace the Virginia Case Management System (VaCMS).** Proposes language to require the agency to perform a thorough market review in accordance with Virginia Information Technology Agency requirements prior to starting development of a new VaCMS system.
- **Create a Criminal Justice Diversion Program Task Force.** Proposes language to create a task force to study effective diversion tools for use in local criminal justice diversion programs.

## Natural and Historic Resources

### – Department of Wildlife Resources

- **Increase Transfer of Watercraft Sales and Use Tax.** An amendment to § 3-1.01 proposes to increase the annual transfer of Watercraft Sales and Use tax collections from the General Fund to the Game Protection Fund by \$3.9 million, to \$9.4 million, in FY 2022 only. A companion amendment is included to HB/SB 30 which would increase the annual transfer by \$1.8 million each year, to \$7.3 million, from the \$5.5 million currently provided in Chapter 552, 2021 Special Session I.

### – Department of Historic Resources

- **Replace Clermont Farm Barn.** Part 2 includes a proposed Capital Outlay authorization for the replacement of the Clermont Farm Barn and provides a one-time appropriation of almost \$1.6 million NGF from insurance recovery funds. The historic barn on Clermont Farm, in Clarke County, was destroyed by fire in 2018.

# Public Safety and Homeland Security

## – Department of Corrections

- **Inmate Medical Costs.** Proposes an additional \$6.8 million GF in FY 2022 to reflect projected utilization and inflation for inmate medical costs.
  - A corresponding amendment to SB/HB 30 provides an additional \$11.0 million GF in FY 2023 and \$9.5 million GF in FY 2024 for increased expenditures on inmate medical care, as well as 276 positions in FY 2023 and 432 positions in FY 2024 to transition to a fully “in-house” system of medical providers by the end of calendar year 2023.

## – Department of Criminal Justice Services

- **Positions.** Includes five positions supported by nongeneral funds, as well as one general fund position for the Comprehensive Community Corrections/Pre-trial Services Act grant program.

## – Department of Emergency Management

- **Commonwealth Transportation Fund.** Increases the nongeneral fund appropriation from the Commonwealth Transportation Fund by \$48,434 NGF in FY 2022 to account for supply purchases and a full-time employee now being covered by this fund.

## – Department of Fire Programs

- **ImageTrend.** Includes \$43,000 GF in FY 2022 to continue the agency’s contract with ImageTrend, a cloud-based reporting system used by the State Fire Marshal’s Office.

# Transportation

## – Secretary of Transportation

- **Update Language to Reflect Provisions of Infrastructure Investment and Jobs Act.** Recommends a series of language amendments throughout the agencies of the Transportation Secretariat to reflect the provisions of the federal Infrastructure Investment and Jobs Act. Within the Office of the Secretary, the proposed changes include;
  - Updating references to the reflect the current federal title changes to P.L. 117-58 of the 117th Congress;
  - Developing a plan for the allocation of funds made available for bridge replacement, rehabilitation, preservation, protection and construction program without regard to state or local maintenance responsibility; and
  - Developing a plan for the funds made available through the National Electric Vehicle formula program with consideration for public-private partnerships and designated national electric vehicle charging corridors.
- **High-Occupancy Toll Requirements.** Recommends language to authorize the extension of HOT-2 minimum requirements for the extension of the I-95 express lane along the southern extension of the existing corridor.

## – Department of Aviation

- **Authorize State Plane Replacement.** Includes language authorizing the sale and replacement of one of the Commonwealths 2007 King Air 350 aircraft. A companion amendment in SB 30 appropriates the anticipated proceeds of approximately \$8.1 million to reduce potential financing costs.

## – Department of Motor Vehicles

- **Bus Dealer License Exemption.** Recommends language providing an exemption to current statutory requirements that manufacturers that sell buses for the purposes of public transportation in Virginia are required to obtain a

manufacturers' and dealers' license from the Department of Motor Vehicles. Companion language is included under the Department of Rail and Public Transportation.

– **Department of Transportation (VDOT)**

- **Adjust Appropriations to Reflect Revised Revenue Estimates and Program Adjustments.** Increases the VDOT NGF appropriation by \$647.4 million the second year to reflect the December 2021 Commonwealth Transportation Fund revenue forecast and the increases in federal formula funding anticipated under the Infrastructure Investment and Jobs Act (IIJA).
- **Adjust Appropriations to Reflect Statutory Deposit of FY 2021 Surplus Revenues.** Provides a one-time appropriation of \$115.8 million in FY 2022 to reflect the statutory requirement that 67 percent of undesignated surplus FY 2021 revenues be included in the Governor's introduced budget for non-recurring transportation expenditures. The proposed allocation of the funding is:
  - \$30.0 million for improvements to the Mid-Atlantic Regional Spaceport to enhance the capabilities of the Spaceport to support increased facility usage in partnership with RocketLab and other industry users;
  - \$25.8 million to support the planning, development, and construction of multi-use trails across the Commonwealth including in central Virginia, the Shenandoah Valley, and the Eastern Shore;
  - \$20.0 million for the Air Terminal Interchange at-grade intersection project located on the I-564 connector to support an existing lease with the US Navy;
  - \$20.0 million to improve Interstate 64 between exit 205 and exit 234 with priority for enhancements that improve the long-term traffic-flow through the corridor;
  - \$10.0 million for deposit to the Priority Transportation Fund; and
  - \$10.0 million for projects to remediate the loss of wildlife habitat impacted by transportation projects in Hampton Roads.

- **Update Language to Reflect Provisions of Infrastructure Investment and Jobs Act.** Recommends a series of language amendments throughout the agencies of the Transportation Secretariat to reflect the provisions of the federal Infrastructure Investment and Jobs Act. Within VDOT, the proposed changes include;
  - Eliminating allocations to the Highway Safety Improvement Program and establishing an estimated appropriation of \$43.5 million NGF for the Promoting Resilient Operations for Transformative, Efficient and Cost-saving Transportation (PROTECT) Program; and
  - Establishing an estimated appropriation of \$34.1 million NGF for the Carbon Reduction Program.
- **City Street Evaluation.** Includes language directing VDOT to conduct an evaluation of the conditions of city streets including current pavement and bridge conditions, allocation formulae, additional partnership opportunities and funding needs consistent with the recommendations of JLARC’s 2021 “*Transportation Infrastructure and Funding*” report.
- **Northern Virginia Transportation Fund.** Increases from \$20.0 million to \$40.0 million annual estimated transfer of Commonwealth Transportation Funds to the Northern Virginia Transportation District Fund to support debt service on revenue bonds first authorized in the 1993 Acts of Assembly.

## **Central Appropriations**

### **– Compensation Supplements**

- **Authorize State Employee Raises in the 2022-2024 Biennium.** Includes language authorizing a five percent salary increase for state employees, including adjunct faculty and graduate teaching assistants at higher education institutions, effective June 10, 2022.



A companion action in SB 30, as Introduced, includes funding and language to support the salary actions. The salary authorization language in SB 29 is contingent upon the approval of funding in the 2022 Appropriation Act for the 2022-2024 biennium.

– **Higher Education Credit Card Rebates and Interest Earnings**

- **Reflect One-Time Savings in Higher Education Credit Card Rebates and Interest Earnings.** Includes reductions of \$3.3 million GF and \$3.0 million NGF the second year to reflect one-time savings in higher education credit card rebates and interest earnings, which were lower than previously anticipated.

– **Economic Contingencies**

- **Provide One-Time Funding in Economic Contingency Account.** Proposes \$2.5 million GF in the second year in one-time funding for the Economic Contingency Fund related to reimbursing the Department of General Services for costs associated with the removal of the former Robert E. Lee monument pedestal.

– **Disaster Planning, Operations, and Pandemic Response Funding**

- **Allocate Federal American Rescue Plan Act (ARPA) Funds.** Includes \$1.6 million NGF in the current year in proposed American Rescue Plan Act (ARPA) State and Local Fiscal Relief Fund (SLRF) allocations and ARPA grants other than SLRF. Of the amounts by category:
  - \$1.5 million NGF is for new ARPA SLRF allocations; and
  - \$50,000 NGF for the allocation of ARPA grant funding other than SLRF.

# Capital Outlay

<b>Proposed Adjustments to Capital Outlay Funding</b> (\$ in millions)		
<b>Fund Type</b>	<b>FY 2022 (HB/SB 29)</b>	<b>2020-22 Biennium</b>
General Fund	\$211.4	\$450.1
VPBA/VCBA Tax Supported Bonds	0.0	2,252.1
9(c) Revenue Bonds	0.0	313.6
9(d) Revenue Bonds	0.0	409.0
Nongeneral Fund Cash	6.2	633.6
<b>Total</b>	<b>\$217.6</b>	<b>\$4,058.4</b>

- The Introduced Budget includes \$211.5 million GF and \$6.1 million NGF the second year for capital outlay. Of the general funds, \$180.0 million GF is proposed to supplement capital outlay projects for material cost increase or increase in prevailing wages.
- **Projects Proposed to be Supported with General Fund Cash.**
  - **Supplements for Previously Authorized Projects.** Includes \$80.0 million GF the second year to supplement previously authorized projects due to project increases from prevailing wage, pursuant to Chapter 1216 and 1243, 2020 Session.
  - **Supplement for Material Cost Volatility.** Proposes \$100.0 million GF the second year to provide funding and flexibility to adjust project funding for material cost increases. Additionally, includes language detailing the calculation to be used in allowing the supplement.

- **Supplement for Tech Talent Initiative.** Proposes \$20.7 million GF the second year to supplement existing Tech Talent Initiative (Workforce Development Projects) capital and equipment projects.
  - **Virginia Military Institute: Cadet Safety and Security.** Recommends \$8.7 million GF the second year to replace exterior doors, install new electronic door hardware, replace and expand security cameras, and, upgrade support systems to improve overall safety and security of cadets. This implements the recommended action from the Virginia Military Institute (VMI) Equity Audit and included in VMI's One Corp, One VMI Plan.
  - **Christopher Newport University: Supplement Planning Integrated Science Center Phase III.** Includes \$2.1 million GF the second to supplement detailed planning for the Integrated Science Center, previously authorized in Chapter 1289, 2020 Acts of Assembly with \$2.1 million nongeneral funds.
- **Projects Proposed to be Supported with Nongeneral Funds**
- **Virginia Commonwealth University**
    - **Interdisciplinary Classroom and Laboratory Building.** Includes \$101,000 NGF the second year to increase the total planning authorization to \$351,000 NGF for pre-planning for the Interdisciplinary Classroom and Laboratory Building.
    - **Arts and Innovation Building.** Includes \$1.8 million NGF the second year to increase planning authorization to \$6.8 million NGF the second year for the completion of detailed planning for the new Arts and Innovation Building.
  - **Department of Historic Resources: Clermont Farm Barn Replacement.** Includes \$1.6 million NGF the second year to support the replacement of the historic barn at Clermont Farm, which is funded from insurance recovery funds. The barn was destroyed by a fire in 2018.
  - **Department of Veterans Services: Columbarium at Veterans Cemeteries.** Includes \$2.7 million NGF the second year to build columbaria at the Amelia and Dublin Veterans Cemeteries with federal funds.

– **Language Changes**

- **Department of Corrections: Beaumont Juvenile Correctional Center.** Recommends language directing the Department of Corrections to submit a report regarding the planned use of the former Beaumont Juvenile Correctional Center as medical facility. The report is to include information on infirmary and long-term care needs related to projects already authorized for planning at the Department’s Deerfield and Powhatan facilities. The report is to be evaluated by the Six-Year Capital Outlay Plan Advisory Committee before the Department can proceed with detailed planning for a medical facility on the Beaumont property using funding previously provided in support of detailed planning for the Deerfield and Powhatan projects.
- **Transfer Excess Bond Authority.** Transfers excess bond authorization from completed capital projects to Chapter 759 and 769 Virginia Collee Building Authority and Virginia Public Building Authority construction pools.

# **SB 29 Appendices**

**Direct Aid for Public Education 2021-22 Summary**

**A**

**Capital Outlay Summary**

**B**

# **SB 29**

# **APPENDIX A**

Direct Aid to Public Education  
2021-22 Summary

**HB/SB 29, as Introduced: 2021-22 Direct Aid to Public Education Distributions**

School Division	Key Data Elements			FY 2022 Base Budget (Chapter 552)	Technical Updates								FY 2022 Estimated Distribution (HB/SB 29)
	2020-22 Comp. Index	FY 2022 Reforecast ADM (Ch. 552)	FY 2022 Reforecast ADM (HB/SB 29)		Update FY 22 Comp Supp. Participation	Distribute Albuterol Payments in FY22	Remedial Summer School Update in FY22	Update Student Enrollment Data Characteristics (PALS, ESL)	Update FM and ADM	Update Categorical, Incentive and Lottery Programs	Update Sales Tax	Update FY22 No Loss Distributions	
ACCOMACK	0.3374	4,676	4,568	\$ 40,462,713	\$0	\$743	(\$18,056)	\$233,680	(\$744,228)	(\$268,462)	\$252,006	\$544,317	\$ 40,462,713
ALBEMARLE	0.6449	13,336	13,270	63,052,896	0	1,547	32,513	138,170	(200,274)	(269,006)	1,562,034	(1,506,117)	62,811,763
ALLEGHANY	0.2819	1,771	1,773	16,403,987	0	309	80,621	79,138	24,652	(63,772)	90,703	0	16,615,639
AMELIA	0.3479	1,520	1,561	11,966,429	0	186	81,030	49,920	272,450	14,723	106,779	(267,672)	12,223,845
AMHERST	0.3141	3,935	3,801	32,341,425	0	619	90,837	125,659	(932,110)	(78,994)	214,830	531,904	32,294,170
APPOMATTOX	0.2978	2,220	2,233	17,915,835	0	309	119,019	67,291	98,098	(86,759)	107,980	(19,758)	18,202,016
ARLINGTON	0.8000	26,105	25,824	85,344,231	0	2,228	130,691	73,371	(541,128)	(266,353)	3,606,248	0	88,349,288
AUGUSTA	0.3769	9,781	9,470	64,731,499	0	1,176	278,803	223,834	(1,712,223)	(199,353)	624,385	156,987	64,105,108
BATH	0.8000	493	480	1,992,555	0	186	6,649	711	(28,755)	(15,247)	60,241	0	2,016,340
BEDFORD	0.3132	8,853	8,700	65,145,973	0	1,238	147,476	222,516	(951,583)	191,928	572,949	(273,901)	65,056,596
BLAND	0.3380	631	706	4,945,706	0	124	0	8,420	482,456	(138,773)	37,672	0	5,335,604
BOTETOURT	0.3975	4,325	4,330	28,579,257	0	743	111,643	55,262	37,013	(287,982)	301,650	(416,651)	28,380,934
BRUNSWICK	0.4290	1,351	1,373	11,943,842	0	371	58,193	46,776	159,269	10,250	127,210	(61,173)	12,284,739
BUCHANAN	0.2975	2,305	2,290	19,985,858	0	557	259,964	49,560	(101,324)	(50,422)	127,913	(70,734)	20,201,373
BUCKINGHAM	0.3422	1,915	1,807	16,139,537	0	309	35,491	55,137	(772,931)	(182,420)	119,183	715,018	16,109,325
CAMPBELL	0.2878	7,441	7,400	56,772,427	0	866	432,398	139,030	(254,708)	263,044	355,619	(273,367)	57,435,309
CAROLINE	0.3553	3,993	4,079	29,703,329	0	371	150,734	160,289	550,540	(27,299)	266,253	(667,838)	30,136,379
CARROLL	0.2749	3,308	3,336	28,760,239	0	557	201,541	84,552	218,004	137,921	166,175	(515,898)	29,053,092
CHARLES CITY	0.5880	541	495	3,784,254	0	124	41,091	9,406	(224,734)	(143,330)	69,819	184,401	3,721,030
CHARLOTTE	0.2444	1,590	1,625	14,238,352	0	371	97,597	70,258	294,648	(105,343)	66,527	0	14,662,410
CHESTERFIELD	0.3584	60,735	61,218	414,719,442	0	3,961	(838,514)	1,201,399	3,008,410	(4,348,051)	3,370,613	(6,145,252)	410,972,008
CLARKE	0.5729	1,687	1,800	9,229,434	0	248	46,088	31,616	473,777	(17,935)	189,623	(446,241)	9,506,609
CRAIG	0.3336	503	484	4,729,250	0	124	12,349	9,477	(133,245)	(56,011)	35,229	132,078	4,729,250
CULPEPER	0.3741	8,017	8,134	58,449,365	0	743	398,423	394,856	681,042	(694,407)	541,900	(1,614,824)	58,157,098
CUMBERLAND	0.2978	1,112	1,120	10,880,335	0	186	172,214	33,118	63,973	26,219	64,563	(242,332)	10,998,277
DICKENSON	0.2471	1,885	1,882	17,817,150	0	371	121,047	68,460	(10,166)	(245,506)	79,634	(36,895)	17,794,096
DINWIDDIE	0.2879	4,085	4,087	34,078,824	0	495	352,778	111,325	23,726	(337,594)	188,748	(573,877)	33,844,424
ESSEX	0.4636	1,162	1,342	8,798,764	0	186	60,222	34,917	1,122,968	25,782	103,161	(274,366)	9,871,633
FAIRFAX	0.6541	172,950	170,162	817,518,127	(13,599,909)	12,377	2,795,308	(1,037,628)	(9,306,760)	(3,190,221)	19,386,090	(7,763,198)	804,814,186
FAUQUIER	0.5879	10,103	10,617	53,996,364	0	1,238	(117,463)	223,784	2,080,709	(187,349)	1,111,866	(1,508,918)	55,600,231
FLOYD	0.3418	1,706	1,690	13,017,248	0	309	100,083	28,545	(105,406)	38,082	120,378	(9,136)	13,190,104
FLUVANNA	0.3940	3,205	3,216	23,558,294	0	309	38,311	97,185	78,080	(6,768)	241,450	(467,123)	23,539,738
FRANKLIN	0.3953	6,030	5,943	45,605,918	0	928	214,545	109,207	(505,725)	(174,419)	481,871	(126,407)	45,605,918
FREDERICK	0.4120	13,550	13,522	90,079,241	0	1,238	247,074	301,291	(120,295)	(788,655)	949,050	(1,278,379)	89,390,566
GILES	0.2695	2,187	3,441	18,485,675	0	309	80,421	38,550	9,282,540	210,687	106,095	(177,596)	28,026,682
GLOUCESTER	0.3885	4,791	4,854	32,588,417	0	557	68,653	135,023	369,302	(663,460)	326,398	(266,899)	32,557,991
GOOCHLAND	0.8000	2,503	2,495	8,265,483	0	309	12,535	12,767	(13,623)	(72,082)	387,353	0	8,592,742
GRAYSON	0.3615	1,467	1,460	12,648,606	0	371	84,560	24,813	(45,500)	(49,727)	107,993	(210,488)	12,560,628
GREENE	0.3446	2,833	2,805	20,990,000	0	309	30,719	55,093	(177,035)	(223,802)	184,734	79,811	20,939,829
GREENSVILLE	0.2799	1,100	1,086	11,106,808	(114,672)	309	149,133	(11,082)	(103,167)	(219,551)	60,319	2,767	10,870,864
HALIFAX	0.3058	4,319	4,258	39,120,436	0	681	268,621	162,635	(468,005)	(35,222)	239,499	(78,580)	39,210,065
HANOVER	0.4626	16,105	16,564	94,088,149	0	1,485	18,452	155,907	2,287,509	(117,313)	1,285,265	(2,152,747)	95,566,708
HENRICO	0.4279	49,103	48,509	320,506,303	0	4,208	988,389	1,055,615	(3,136,074)	(1,617,859)	3,531,564	(3,816,991)	317,515,155
HENRY	0.2253	6,714	6,689	61,452,528	0	866	244,038	303,869	(173,251)	(507,374)	258,085	(363,446)	61,215,315
HIGHLAND	0.8000	173	168	2,017,472	0	124	2,398	1,422	(45,211)	(18,448)	11,960	47,755	2,017,472

**HB/SB 29, as Introduced: 2021-22 Direct Aid to Public Education Distributions**

School Division	Key Data Elements			FY 2022 Base Budget (Chapter 552)	Technical Updates								FY 2022 Estimated Distribution (HB/SB 29)
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ISLE OF WIGHT	0.3964	5,388	5,473	36,381,534	0	557	65,463	71,145	494,694	152,286	351,080	(1,232,256)	36,284,503
JAMES CITY	0.5553	9,858	9,879	51,698,098	0	0	(13,330)	160,378	108,637	(112,595)	966,436	(1,167,502)	51,640,122
KING GEORGE	0.3703	4,223	4,315	29,469,943	0	309	196,646	106,311	558,537	(351,205)	271,907	(977,059)	29,275,390
KING & QUEEN	0.4139	816	792	6,867,747	0	186	0	63,387	(191,737)	192,142	57,974	0	6,989,699
KING WILLIAM	0.3407	1,972	1,965	15,228,772	0	248	34,854	49,947	(41,829)	(75,224)	112,634	(151,287)	15,158,114
LANCASTER	0.7835	928	926	3,931,083	0	248	18,289	13,409	(6,433)	(56,129)	147,548	0	4,048,014
LEE	0.1692	2,841	2,809	28,559,770	0	681	0	122,340	(285,283)	(258,683)	85,820	335,126	28,559,770
LOUDOUN	0.5466	82,501	80,782	433,047,602	0	5,879	317,775	1,120,360	(7,218,324)	(1,772,491)	7,205,303	(1,997,105)	430,709,000
LOUISA	0.5406	4,820	4,935	26,662,110	0	371	209,312	113,306	506,543	(105,910)	440,687	0	27,826,419
LUNENBURG	0.2561	1,559	1,509	14,508,024	0	248	125,276	93,857	(405,749)	55,482	63,516	0	14,440,655
MADISON	0.4738	1,612	1,623	9,910,286	0	248	17,493	49,844	58,172	(276,735)	142,651	0	9,901,958
MATHEWS	0.5162	881	857	5,716,042	(97,817)	186	40,869	25,187	(115,030)	48,049	82,442	(81,703)	5,618,224
MECKLENBURG	0.3996	3,850	4,171	28,118,347	0	557	228,398	105,489	2,015,205	(11,817)	256,211	0	30,712,389
MIDDLESEX	0.6008	1,059	1,105	6,715,536	0	248	0	23,905	194,963	42,974	114,471	(82,292)	7,009,805
MONTGOMERY	0.3979	9,564	9,469	64,913,331	0	1,238	(21,986)	96,229	(526,001)	266,743	678,683	(559,433)	64,848,804
NELSON	0.5604	1,445	1,458	8,620,694	0	248	60,614	31,984	56,022	55,126	169,378	0	8,994,065
NEW KENT	0.4166	3,023	3,225	20,420,621	0	248	0	52,724	1,106,024	(316,084)	217,427	(1,158,588)	20,322,371
NORTHAMPTON	0.4696	1,292	1,266	10,194,024	0	309	0	19,523	(154,589)	(63,101)	121,536	76,322	10,194,024
NORTHUMBERLAND	0.7116	1,179	1,127	5,321,359	0	186	50,926	24,447	(148,892)	(106,017)	143,169	0	5,285,178
NOTTOWAY	0.2597	1,749	1,723	16,927,282	0	309	21,383	60,941	(197,449)	(105,817)	84,810	22,483	16,813,942
ORANGE	0.4105	4,666	4,748	31,839,758	0	619	115,981	163,606	468,048	(346,196)	338,048	(684,648)	31,895,216
PAGE	0.3198	3,073	2,995	24,739,103	0	557	155,698	70,125	(519,837)	11,796	168,652	76,561	24,702,656
PATRICK	0.2456	2,313	2,388	20,750,112	0	495	115,533	96,248	606,604	(421,389)	86,370	(240,159)	20,993,814
PITTSYLVANIA	0.2446	7,725	7,553	67,410,555	0	1,176	344,999	148,350	(1,276,466)	165,027	326,576	226,730	67,346,946
POWHATAN	0.4507	4,099	4,158	24,491,637	0	309	141,900	29,074	305,744	(47,155)	283,816	(687,604)	24,517,722
PRINCE EDWARD	0.3554	1,834	1,796	15,784,102	0	248	122,606	38,288	(259,980)	(47,809)	145,505	(82,743)	15,700,216
PRINCE GEORGE	0.2467	5,898	5,973	47,716,870	0	495	69,383	69,745	546,786	(372,598)	223,372	(744,776)	47,509,276
PRINCE WILLIAM	0.3799	89,032	87,724	641,750,817	0	5,941	658,335	3,412,194	(7,644,237)	(4,222,461)	5,275,696	(3,817,785)	635,418,499
PULASKI	0.3235	3,808	3,879	30,000,333	0	495	101,390	87,326	500,964	74,171	215,032	(66,193)	30,913,518
RAPPAHANNOCK	0.7990	705	713	3,085,014	0	186	2,082	7,669	3,718	(22,281)	141,369	0	3,217,757
RICHMOND	0.3120	1,213	1,285	9,841,799	0	186	125,987	57,180	508,084	65,390	54,819	0	10,653,444
ROANOKE	0.3660	13,087	13,222	87,804,924	0	1,671	287,827	194,949	840,212	145,098	801,344	(586,808)	89,489,216
ROCKBRIDGE	0.4506	2,398	2,321	15,656,545	(90,871)	433	32,936	60,865	(411,815)	(17,110)	201,594	74,219	15,506,796
ROCKINGHAM	0.3799	10,906	10,822	77,012,217	0	1,423	198,041	367,932	(475,135)	(603,628)	769,920	(258,553)	77,012,216
RUSSELL	0.2373	3,362	3,269	31,985,705	0	743	373,273	71,640	(728,350)	(513,100)	135,300	333,541	31,658,752
SCOTT	0.1899	3,350	3,328	32,488,563	(1,019,279)	866	146,138	76,041	(175,338)	46,696	90,862	(116,059)	31,538,489
SHENANDOAH	0.3832	5,472	5,417	41,154,401	0	619	180,516	171,427	(323,353)	295,332	389,574	(766,052)	41,102,464
SMYTH	0.2228	3,867	3,857	35,081,484	0	866	233,390	129,739	(71,745)	129,057	147,546	(646,197)	35,004,141
SOUTHAMPTON	0.3015	2,424	2,448	21,923,881	0	433	84,512	80,619	187,823	(87,201)	117,280	(426,242)	21,881,105
SPOTSYLVANIA	0.3722	22,602	23,136	162,781,039	0	1,795	(37,979)	750,086	3,289,157	(900,321)	1,427,257	(3,284,272)	164,026,762
STAFFORD	0.3470	29,425	29,780	201,842,669	0	2,042	626,713	1,013,107	2,201,308	(1,379,358)	1,585,962	(5,364,436)	200,528,007
SURRY	0.8000	616	621	2,859,827	0	186	12,535	5,799	12,828	(67,457)	97,697	(87,312)	2,834,102
SUSSEX	0.3492	992	935	9,950,156	0	248	(42,917)	32,391	(478,801)	(241,936)	67,441	499,172	9,785,753
TAZEWELL	0.2575	5,231	5,243	44,057,959	0	866	210,020	155,850	105,424	(134,333)	230,203	(125,871)	44,500,118
WARREN	0.4432	4,964	4,976	32,888,687	0	619	35,807	118,503	69,285	122,825	427,632	(885,434)	32,777,924
WASHINGTON	0.3416	6,478	6,429	49,694,920	0	990	37,677	121,552	(301,903)	1,136	383,446	(560,421)	49,377,398



**HB/SB 29, as Introduced: 2021-22 Direct Aid to Public Education Distributions**

School Division	Key Data Elements			FY 2022 Base Budget (Chapter 552)	Technical Updates								FY 2022 Estimated Distribution (HB/SB 29)
	2020-22 Comp. Index	FY 2022 Reforecast ADM (Ch. 552)	FY 2022 Reforecast ADM (HB/SB 29)		Update FY 22 Comp Supp. Participation	Distribute Albuterol Payments in FY22	Remedial Summer School Update in FY22	Update Student Enrollment Data Characteristics (PALS, ESL)	Update FM and ADM	Update Categorical, Incentive and Lottery Programs	Update Sales Tax	Update FY22 No Loss Distributions	
WESTMORELAND	0.4618	1,414	1,440	12,492,612	0	248	163,672	35,759	193,311	(142,577)	128,646	0	12,871,671
WISE	0.2372	5,086	5,399	43,488,084	0	743	38,663	142,880	2,390,553	692,492	197,557	0	46,950,971
WYTHE	0.3204	3,663	3,680	27,897,889	0	743	252,601	118,277	125,781	41,602	207,514	0	28,644,406
YORK	0.3812	12,421	12,508	80,911,611	0	1,176	56,995	130,116	515,838	126,554	731,008	(1,838,796)	80,634,502
ALEXANDRIA	0.8000	15,440	14,869	56,134,298	0	1,176	(9,156)	193,971	(1,141,084)	(1,265,442)	2,169,618	0	56,083,380
BRISTOL	0.3051	2,083	2,113	19,221,570	0	433	349,180	74,111	217,945	(6,237)	118,563	(244,484)	19,731,081
BUENA VISTA	0.1893	823	824	7,996,861	0	248	38,881	9,095	7,759	(101,221)	26,244	0	7,977,866
CHARLOTTESVILLE	0.6886	3,957	3,957	20,227,658	0	557	(5,770)	31,760	2,749	175,633	543,511	(235,104)	20,740,994
COLONIAL HEIGHTS	0.4156	2,693	2,665	18,745,376	0	309	117,844	62,599	(150,533)	(377,725)	180,475	14,928	18,593,274
COVINGTON	0.2913	940	915	7,799,847	0	248	62,572	12,597	(183,651)	(107,917)	39,666	2,400	7,625,762
DANVILLE	0.2622	5,337	5,438	49,810,497	0	805	181,750	204,063	803,528	11,570	250,534	(505,240)	50,757,507
FALLS CHURCH	0.8000	2,437	2,426	7,975,996	(37,480)	309	15,696	8,720	(21,208)	74,644	325,968	(17,735)	8,324,911
FREDERICKSBURG	0.5840	3,426	3,437	19,575,932	0	309	131,951	79,412	39,323	(346,986)	360,770	(442,289)	19,398,422
GALAX	0.2775	1,276	1,282	10,960,415	0	186	(137,424)	(2,519)	47,857	(219,835)	50,200	106,675	10,805,555
HAMPTON	0.2743	18,813	18,757	151,090,036	0	1,919	177,187	650,125	(349,540)	(798,893)	834,626	(1,126,499)	150,478,960
HARRISONBURG	0.3537	6,207	6,118	51,791,230	0	619	240,223	382,263	(553,187)	(659,851)	326,555	(48,311)	51,479,542
HOPEWELL	0.2053	3,811	3,731	35,627,340	0	371	0	93,600	(658,187)	(250,617)	128,695	552,303	35,493,505
LYNCHBURG	0.3668	7,486	7,446	61,402,064	0	1,052	280,561	200,342	(260,352)	(162,460)	606,983	(684,377)	61,383,813
MARTINSVILLE	0.2185	1,754	1,699	16,687,561	0	371	173,348	80,879	(445,343)	263,292	75,958	0	16,836,067
NEWPORT NEWS	0.2842	25,759	25,309	222,657,447	0	2,661	(373,336)	885,608	(3,132,012)	(957,158)	1,219,653	617,599	220,920,462
NORFOLK	0.3059	26,078	25,639	219,284,240	0	2,909	1,369,768	854,255	(2,914,027)	(3,289,155)	1,441,200	314,077	217,063,266
NORTON	0.2710	817	790	6,694,735	0	124	47,279	17,740	(186,061)	(46,023)	28,972	0	6,556,765
PETERSBURG	0.2442	3,700	3,848	37,300,094	0	495	205,956	120,360	1,239,662	(829,752)	159,431	(261,078)	37,935,168
PORTSMOUTH	0.2426	12,794	12,799	111,307,418	0	1,423	(82,970)	585,135	79,325	(743,033)	542,521	(852,031)	110,837,788
RADFORD	0.2452	2,465	2,533	18,665,837	0	248	50,187	52,050	445,001	(39,134)	62,280	0	19,236,468
RICHMOND CITY	0.4688	26,693	19,638	200,729,150	0	2,971	714,786	601,758	(42,272,976)	(3,313,290)	1,810,792	0	158,273,190
ROANOKE CITY	0.3284	13,044	12,958	114,628,918	0	1,547	1,057,438	566,567	(579,204)	(185,792)	773,048	(2,281,382)	113,981,140
STAUNTON	0.3877	2,495	2,543	21,124,800	0	433	60,067	61,867	284,195	(168,131)	198,412	(596,206)	20,965,436
SUFFOLK	0.3487	13,519	13,549	99,236,100	0	1,238	104,357	383,059	213,696	(619,549)	856,115	(1,149,521)	99,025,496
VIRGINIA BEACH	0.4082	63,693	63,416	412,496,574	0	5,137	255,767	829,804	(1,321,684)	(8,528,550)	4,411,678	913,935	409,062,660
WAYNESBORO	0.3652	2,671	2,874	20,231,575	0	433	178,172	124,777	1,242,932	261,227	200,955	0	22,240,070
WILLIAMSBURG	0.7459	928	1,044	5,611,776	0	1,052	117,851	8,029	262,297	152,529	140,272	(387,263)	5,906,544
WINCHESTER	0.4319	4,169	3,953	30,801,645	0	433	41,798	89,647	(1,227,841)	(1,116,225)	297,816	1,288,144	30,175,416
FAIRFAX CITY	0.8000	2,810	2,843	9,373,236	(128,953)	0	20,928	17,969	67,342	(67,754)	420,960	0	9,703,727
FRANKLIN CITY	0.2929	967	934	9,091,869	0	186	0	25,246	(255,949)	91,909	65,444	13,622	9,032,327
CHESAPEAKE	0.3486	39,219	39,651	292,858,077	0	2,847	1,557,442	724,039	2,755,439	(2,619,152)	2,341,607	(6,941,307)	290,678,992
LEXINGTON	0.3920	605	626	4,140,028	0	124	0	16,620	110,680	(64,958)	38,287	(100,752)	4,140,028
EMPORIA	0.2228	845	830	7,804,442	(95,369)	0	0	29,042	(109,668)	141,550	35,033	0	7,805,030
SALEM	0.3641	3,670	3,662	24,581,035	0	433	167,391	48,429	(41,604)	(5,985)	208,020	(363,083)	24,594,637
POQUOSON	0.3703	2,069	2,037	13,242,667	0	248	28,828	32,633	(170,746)	(54,874)	123,239	(26,812)	13,175,183
MANASSAS CITY	0.3611	7,351	7,127	60,911,877	0	557	282,042	412,276	(1,471,151)	(2,436,556)	414,539	1,856,818	59,970,402
MANASSAS PARK	0.2755	3,337	3,345	30,336,256	0	248	(1,185)	208,980	66,119	(543,174)	134,148	18,397	30,219,789
COLONIAL BEACH	0.3317	561	585	5,007,086	0	124	18,211	25,028	176,839	(128,054)	29,463	0	5,128,698
WEST POINT	0.2614	793	806	6,181,316	0	124	32,203	12,020	92,346	(83,603)	28,624	0	6,263,029
<b>TOTAL:</b>		<b>1,218,331</b>	<b>1,207,139</b>	<b>\$ 8,109,898,331</b>	<b>(\$15,184,350)</b>	<b>\$120,000</b>	<b>\$21,554,738</b>	<b>\$24,611,150</b>	<b>(\$52,477,280)</b>	<b>(\$54,250,113)</b>	<b>\$91,331,208</b>	<b>(\$66,829,774)</b>	<b>\$ 8,058,773,909</b>

Note: This analysis includes state funds for the Standards of Quality, Incentive, Categorical, and School Facilities service areas.

**SB 29**  
**APPENDIX B**

Capital Outlay Summary

## DETAIL OF HB / SB 29 - CAPITAL OUTLAY

Title	GF	NGF Cash	§ 9(c) Bonds	§ 9(d) Bonds	Total
<b>Education</b>					
<b>Christopher Newport University</b>					
Integrated Science Center, Phase III Planning Supplement	2,061,000	0	0	0	2,061,000
<b>Virginia Commonwealth University</b>					
Interdisciplinary Classroom and Laboratory Building Planning	0	101,000	0	0	101,000
Arts and Innovation Building Planning	0	1,809,000	0	0	1,809,000
<b>Virginia Military Institute</b>					
Improve Cadet Safety and Security	8,675,000	0	0	0	8,675,000
<b>Total: Office of Education</b>	<b>10,736,000</b>	<b>1,910,000</b>	<b>0</b>	<b>0</b>	<b>12,646,000</b>
<b>Public Safety</b>					
<b>Department of Veterans Services</b>					
Expand Amelia Veterans Cemetery Columbarium	0	2,017,774	0	0	2,017,774
Expand Dublin Veterans Cemetery Columbarium	0	634,807	0	0	634,807
<b>Total: Office of Public Safety</b>	<b>0</b>	<b>2,652,581</b>	<b>0</b>	<b>0</b>	<b>2,652,581</b>
<b>Natural and Historic Resources</b>					
<b>Department of Historic Resources</b>					
Construct Clermont Farm Barn Replacement	0	1,584,000	0	0	1,584,000
<b>Total: Office of Natural and Historic Resources</b>	<b>0</b>	<b>1,584,000</b>	<b>0</b>	<b>0</b>	<b>1,584,000</b>
<b>Central Appropriations</b>					
<b>Central Capital Outlay</b>					
Supplement for Material Cost Volatility	100,000,000	0	0	0	100,000,000
Supplement for Prevailing Wage	80,000,000	0	0	0	80,000,000
Tech Talent Supplement	20,700,000	0	0	0	20,700,000
Department of Corrections Reporting Beaumont Juvenile Correctional Center				Language	
<b>Total: Central Appropriations</b>	<b>200,700,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>200,700,000</b>
<b>Total: Capital Outlay HB / SB 29</b>	<b>211,436,000</b>	<b>6,146,581</b>	<b>0</b>	<b>0</b>	<b>217,582,581</b>
<b>GRAND TOTAL: Capital Outlay</b>	<b>211,436,000</b>	<b>6,146,581</b>	<b>0</b>	<b>0</b>	<b>217,582,581</b>