



Summary of

**THE GOVERNOR'S
PROPOSED 2004–2006 BUDGET**

Introduced as HB/SB 30

January 12, 2004

Prepared jointly by the staffs of the:

**HOUSE APPROPRIATIONS COMMITTEE
and
SENATE FINANCE COMMITTEE**

INTRODUCTION

This document was prepared by the staffs of the House Appropriations and Senate Finance Committees as a preliminary report on the Governor's budget proposal for the 2004-2006 biennium. Subsequent staff reports will be made available during the 2004 General Assembly Session.

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Overview of the Governor's Budget Recommendations for 2004-06

The Governor's budget recommendations for 2004-06 are intended to address a projected budget shortfall for the next biennium. Although the budget is based on an improved economic outlook for the next two fiscal years, general fund revenues are expected to be insufficient to fully cover current appropriation levels and the increased costs of high priority commitments such as Medicaid and the state share of the Standards of Quality in public education.

To address the budget shortfall and to fund selected contingent appropriations, the Governor proposes a tax package that generates \$1,184.4 million in additional revenue over the next biennium. The budget also includes budget savings of about \$702.5 million.

The proposed budget includes general fund appropriations of \$27,026.2 million for the biennium, an increase of 9.6 percent above the adjusted base budget, driven largely by an average annual increase of 7.9 percent for Medicaid and a 9 percent biennial increase in direct aid to public education. Additional general fund spending totals \$3,065.8 million, offset in part with savings of about \$702.5 million, resulting in net new GF spending of \$2,363.3 million.

About \$883.9 million of the additional \$2,363.3 million in net spending is identified as contingent upon passage of the Governor's tax proposal. Another \$292.3 million in revenue from a proposed cigarette tax increase is included as special funds in the proposed Virginia Health Care Fund to address inflation and utilization in Medicaid, an amount that otherwise would have been required from general funds.

Revenues

The Governor's proposed 2004-06 budget includes \$27.0 billion in general fund resources available for appropriation, based on growth rates of 6.9 percent for FY 2005 and 6.8 percent for FY 2006. These growth rates assume passage of the Governor's tax proposal.

**General Fund Resources Available for
Appropriation**

(2004-06 biennium, \$ in millions)

Beginning Balance	\$ 358.4
Adjustments to Balance	(1.0)
Revenue Estimate*	25,631.9
Lottery Proceeds	797.0
Transfers	<u>249.5</u>
Total GF Resources	\$ 27,035.8

*Assumes passage of Governor's tax proposal.

HB/SB 30 includes \$358.4 million as a projected unspent balance at the end of the 2002-04 biennium. This balance results primarily from the ripple effect of a \$55.2 million revenue surplus in FY 2003; continued strengthening of the economy in FY 2004; Tax Amnesty collections of \$44.7 million above the estimate; and \$240.7 million in flexible grants that Virginia received under the Federal Jobs and Growth Tax Relief Act of 2003.

The underlying economic forecast, without the Governor's tax proposal, assumes general fund tax revenues will grow 5.3 percent in FY 2005 and 5.1 percent in FY 2006. The forecast assumes that major economic variables affecting the forecast -- jobs, personal income, and wage/salary growth -- will return to trend levels achieved prior to the technology-driven stock market bubble and will meet or slightly exceed projected national growth rates.

As a result of the inclusion of the Governor's tax proposal, the 2004-06 budget reflects general fund tax revenue growth of 6.9 percent in FY 2005 and 6.8 percent in FY 2006. In total, general fund tax revenues of \$25,631.9 million are assumed. These amounts do not include approximately \$587.0 million that the Governor proposes to direct to a new Virginia Health Care Fund. The fund would be comprised of revenues from the proposed increase in the cigarette tax of \$292.3 million, as well as revenues of \$162.9 million from Medicaid recoveries, \$101.6 million representing the state 40 percent share of the Tobacco Master Settlement Agreement, and \$30.2 million in current cigarette tax revenues.

As noted, revenues included in HB/SB 30 assume the passage of the Governor's tax proposal. The package includes policy changes for the sales tax,

individual income tax, estate tax, and cigarette taxes. The revenue generated by the package is estimated to be \$1.2 billion for the 2004-06 biennium. Details of the tax proposal are provided in the Resources section of this document.

The general fund revenue estimate also includes the collection of \$52.6 million each year resulting from the end of the current Tax Public/Private Partnership contract with American Management Systems (AMS).

Finally, the general fund forecast contains approximately \$1.0 billion in transfers. Of this amount, \$797.0 million represents the transfer of lottery profits estimated at \$395.0 million in FY 2005 and \$402.0 million in FY 2006. Other customary transfers include ABC profits of \$24.9 million for the biennium, with an additional \$48.2 million per year of ABC profits and \$9.9 million per year of wine tax profits going to the Department of Mental Health, Mental Retardation and Substance Abuse Services for substance abuse programs.

The majority of NGF transfers required in the 2002-04 budget to help offset the revenue shortfall has been discontinued in HB/SB 30. A targeted NGF reduction of \$30.0 million for the biennium, derived from a number of agencies, is included in transfer actions, with contingent language indicating that the amount will be increased to \$52.0 million if the Governor's tax proposal is not enacted.

Proposed Spending Increases

The budget as introduced proposes net new spending of \$2,363.3 million GF above the adjusted base budget for the next biennium. Of this amount, about \$883.9 million in general fund spending is contingent upon passage of the Governor's proposed tax package. Additional spending of \$292.3 million will be offset by a proposed increase in cigarette tax revenue that will be deposited into the Virginia Health Care Fund, a fund dedicated solely for health care costs.

Proposed spending items include:

- Net spending of \$728.9 million GF for the cost of the state share of the Standards of Quality for public schools, including adjusted benefit contribution rates, updates to related categorical and incentive programs, updates to the composite index, deduction of locally-generated and federal revenues from SOQ costs, and deduction of technology costs from the SOQ.
- \$707.8 million to fund the increased cost of Medicaid utilization and inflation, paid for with \$120.8 million in additional general funds and

\$587.0 million in special funds from the proposed Virginia Health Care Fund.

- \$105.3 million GF for a proposed three percent salary increase for state employees, teachers, faculty, and state-supported local employees effective late 2005. State classified employees who attain a rating of “extraordinary contributor” will receive an additional one percent base adjustment.
- \$103.4 million GF to maintain car tax relief at 70 percent, plus \$156.6 million GF, contingent on the passage of the Governor’s tax proposal, to increase reimbursements to localities for car tax relief to 77.5 percent in CY 2005 and to 85 percent in CY 2006.
- \$87.0 million GF for deposit to the Rainy Day Fund in FY 2006.
- \$82.6 million GF for debt service on previously authorized capital projects, for proposed new projects, and for the acquisition of equipment.
- \$66.0 million GF to fund increased health insurance premiums for state employees.
- \$62.8 million GF to fund deferred maintenance and critical emergency projects at state facilities.
- \$46.8 million GF to fund the increased cost of serving special needs children under the Comprehensive Services Act.

Spending Increases
Proposed in HB/SB 30, as Introduced
(Biennial GF, \$ in millions)

Public Education

Direct Aid

Changes to SOQ Funding - Technical	\$839.4
Update benefit contribution rates for SOQ related positions - Technical	168.0
Adjust sales tax revenues for public education - Technical	66.2
Update for a change in the composite index - Technical	53.5
Update costs of incentive-based programs - Technical	52.5
Update costs of categorical programs - Technical	30.4
Board of Education revision to SOQ remediation program	41.1
Increase funding for English as a Second Language (Contingent)	19.7
Implement No Child Left Behind (NCLB) Act	9.5
Fund Northern Virginia cost of competing (Contingent)	7.1
Fund Project Graduation	5.6
Increase funding for the At-Risk Four-Year-Old program (Contingent)	4.5
Institute "no-loss" provision	3.7

Dept. of Education

Maintain current Standards of Learning (SOL) testing	\$6.3
Implement statewide student information system	4.4
Continue Standards of Learning (SOL) technology initiative	3.7
New positions to support implementation of NCLB	2.0
National Board Certification bonuses program	1.5

Human Resources

Dept. of Medical Assistance Services

Medicaid utilization and inflation (does not include \$587.0 million from the Virginia Health Care Fund)	\$120.8
Low-income children (FAMIS Plus) caseload growth	16.5
FAMIS caseload growth	14.8
Unrealized revenue maximization savings	13.8
Increase nursing facility reimbursement (Contingent)	9.7
Increase hospital inpatient reimbursement (Contingent)	9.1
Involuntary mental commitments (also see Judicial)	3.1

Dept. of Mental Health, Mental Retardation & Substance Abuse Services

MH facility revenue shortfall	\$29.6
MH discharge assistance funds (Contingent)	9.0
Add 160 MR waiver slots (Contingent)	6.7
Additional MH Assertive Community Treatment teams (Contingent)	4.6

Spending Increases
Proposed in HB/SB 30, as Introduced
(Biennial GF, \$ in millions)

Community MH services for non-mandated children & adolescents (Contingent)	\$4.0
Increase purchase of inpatient treatment beds in community hospitals (Contingent)	2.0
Dept. of Social Services	
Restore general funds for TANF maintenance of effort	\$20.7
Mandatory adoption subsidy payments	14.1
Mandatory IV-E foster care payments	11.4
Expand child care services for low-income families	6.6
EBT cost increase for food stamps	1.8
Comprehensive Services Act (CSA)	
Increased cost of mandatory services	\$46.8
Center for Behavioral Rehabilitation	
Staffing at Virginia Center for Behavioral Rehabilitation	\$9.1
Higher Education/Other Education	
SCHEV	
Increase Tuition Assistance Grants (TAG) (Contingent)	\$4.5
Expand the Virtual Library of Virginia (VIVA) (Contingent)	2.9
Fund tuition waivers for military dependents (Contingent)	2.0
Colleges & Universities	
Provide base adequacy funding (Contingent)	\$35.5
Fund enrollment growth (Contingent)	35.1
Instruction/research supplement (Contingent)	11.5
Provide additional student financial aid	9.1
Fund operations of Northern Va. CC-Medical Education Campus	7.0
Fund operation & maintenance of new facilities	4.6
Fund Institute for Advanced Learning and Research (Contingent)	3.0
Fund program enhancements at NSU and VSU	2.7
Fund advanced communications network (Contingent)	2.4
Fund high-value crops initiatives (Contingent)	1.4
Support VSU Extension	1.4
UVA health insurance premiums	1.2
Jamestown-Yorktown Foundation	
Operation and maintenance of new facilities	\$2.2
General Government	
Car Tax	
Continue personal property tax relief at 70 percent	\$103.4

Spending Increases
Proposed in HB/SB 30, as Introduced
(Biennial GF, \$ in millions)

Provide additional personal property tax relief (Contingent)	156.6
Rainy Day Fund	
FY 2006 deposit to the Revenue Stabilization Fund	\$87.0
Employee Compensation	
Fund Dec. 1, 2005 salary increase for public school teachers (Contingent)	\$50.9
Fund Nov. 25, 2005 salary increase for state employees (Contingent)	\$30.0
Fund Dec. 1, 2005 salary increase for state-supported local employees (Contingent)	12.4
Fund Nov. 25, 2005 salary increase for higher education faculty (Contingent)	12.0
Fund increased health benefit premiums for state employees	66.0
Provide funding for state employee sickness and disability program contributions	17.3
Net cost to provide for a pooled retirement contribution rate for state employees and public school teachers (Contingent):	5.8
Increased cost for state employees - \$58.2 million	
Savings to SOQ - \$52.4 million	
Other	
Provide funding for semiconductor manufacturing performance grant programs	\$13.4
Increase Governor's Development Opportunity Fund	3.0
Taxation	
Fund partnership project continuation costs	\$22.3
Implement Governor's tax proposal	5.3
Debt Service	
Adjust funding for debt service	\$50.5
Provide debt service for STARS communications system (Contingent)	11.6
Provide debt service funding for new projects	9.1
Provide debt service funding for higher education equipment	11.4
Virginia Information Technologies Agency (VITA)	
Support start-up costs for VITA consolidation	\$4.8
Eliminate duplication of electronic mail systems	1.9
Add VITA start-up equipment out-year costs	1.0
General Services	
Fund increases in state agency rent plan	\$1.9
Board of Elections	
Rebase compensation for general registrars and local electoral board members salaries	\$2.0
Compensation Board	
Provide funding for per diem payments to local and regional jails	\$15.1

Spending Increases
Proposed in HB/SB 30, as Introduced
(Biennial GF, \$ in millions)

	10.3
Provide funding to jails to support additional deputy positions needed due to jail overcrowding	3.8
Expand the jail contract bed program	3.3
Fund shortfall in annualization cost of December 2003 salary regrade	2.3
Provide one law enforcement deputy per 1,500 in local population	1.5
Department of Accounts	
Adjust appropriation for aid to localities program	\$6.0
Provide funding for Line of Duty Act payments	5.6
Provide funding for school system efficiency reviews	5.7
Judicial	
Increase funds for criminal indigent defense (also see DMAS)	\$14.8
Public Safety	
Dept. of Corrections	
Replace out-of-state inmate revenue	\$35.0
Increase funding for inmate medical costs	18.0
Re-open Nottoway Work Center	6.1
Expand use of temporary prison beds	2.6
Community Corrections	
Expand transitional substance abuse treatment program	\$2.8
Replace grant funding for transitional treatment program	2.4
Replace federal grant funding for substance abuse services	1.9
Criminal Justice Services	
Increase funding for the H.B. 599 program (Contingent)	\$35.6
Juvenile Justice	
Increase funding to support the increase in direct costs per ward	\$4.3
Fund state share of Va. Beach detention center operating costs	4.0
Provide additional funding for security positions for juvenile correctional centers (Contingent)	2.7
State Police	
Additional funding for the sworn officers retention pay plan (Contingent)	\$2.9
Fund sworn officers retention pay plan	2.1
Continue the Statewide Agencies Radio System (STARS) project (Contingent)	5.0
Dept. of Fire Programs	
Provide general fund match for federally funded Staffing for Adequate Firefighters and Emergency Response (SAFER) grant program	\$1.3

Spending Increases
Proposed in HB/SB 30, as Introduced
(Biennial GF, \$ in millions)

Economic Development

Economic Development Partnership

Provide funding to market distressed areas (Contingent)	\$2.0
Provide funding for the Virginia Commission on Military Bases	1.0

Mines & Energy

Fund Solar Photovoltaic Manufacturing Incentive Grant Program	\$1.9
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Virginia Tourism Authority

Provide funds to promote Jamestown 2007 (Contingent)	\$2.0
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Natural Resources

Environmental Quality

Provide funding for the Water Quality Improvement Fund deposit	\$5.8
Provide additional funding for water supply planning	1.0

Game & Inland Fisheries

Provide funding for agency operations (Contingent)	\$1.5
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Conservation & Recreation

Provide funding for the Water Quality Improvement Fund	\$1.9
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Transportation

Va. Dept. of Transportation

Provide funding from the insurance license tax (Contingent)	\$272.0
Provide general fund moneys for FRAN debt service	9.0

Other Operating

\$30.3

Subtotal, Operating

\$3,003.0

Capital Outlay

Maintenance Reserve for state agency facilities	\$50.0
Critical Repairs/Improvements	7.5
VSU Maintenance Reserve	2.4
NSU Maintenance Reserve	2.9

Subtotal, Capital

\$62.8

Total, General Fund Spending

\$3,065.8

Proposed Budget Savings

The introduced budget includes about \$702.5 million in proposed general fund budget savings.. The proposed savings are detailed below.

Savings Proposed in HB/SB 30, as Introduced (Biennial GF, \$ in millions)	
Public Education	
Direct Aid	
Adjust SOQ funding for alternative sources of revenue	(\$418.2)
Deduct technology from SOQ costs	(109.7)
Use additional Literary Fund to support teacher retirement	(30.8)
Revise funding formula for K-3 class size	(11.9)
General Government	
Central Accounts	
Adjust funding for state employee retirement contributions	(\$27.3)
Continue the premium holiday on state employee group life	(26.8)
Reduce appropriation for technology reform	(5.8)
Taxation	
Adjust funding for the federal debt set-off program	(\$1.2)
VITA	
Produce operations efficiency savings	(\$5.0)
Implement VITA savings strategy	(2.7)
Public Safety	
Dept. of Corrections	
Supplant general fund appropriations with Correctional Enterprise funds	(\$2.0)
Consolidate prison warehouse operations	(1.2)
State Police	
Supplant funding for med-flight operations with EMS \$4-for-Life	(\$2.1)
Human Resources	
Department of Health	
Eliminate general fund support for emergency medical services	(\$6.4)
Supplant Office of Vital Records and Health Statistics operating support with Vital Statistics Automation Fee	(1.9)
Department of Medical Assistance	
Adjust indigent health care payments to teaching hospitals	(\$28.0)

**Savings Proposed in
HB/SB 30, as Introduced**
(Biennial GF, \$ in millions)

Implement a state maximum allowable cost program for generic prescription drugs	(10.3)
Move AIDS Waiver patients into the Elderly and Disabled Waiver	(2.3)
Implement a limited disease state management program	(2.0)
Reduce administrative funding for a disease management contract	(1.4)
Other Savings	<u>(5.3)</u>
Total, General Fund Savings	(\$702.5)

A summary of significant general fund spending increases and savings actions proposed in each major area follows.

Public Education. The proposed budget for Direct Aid to Public Education contains a net increase of \$728.9 million GF and \$47.3 million NGF for the biennium when compared to the adjusted base budget. This total reflects new spending of \$1.3 billion GF, offset by \$572.4 million GF in reductions. The total does not reflect an increase of \$50.9 million GF for a three percent teacher salary increase in the second year and a savings of \$52.4 million GF by using the “pooled” retirement rate of 6.56 percent. These items are located in the Central Appropriations section of the budget, and are contingent upon passage of the Governor’s tax proposal.

Recommended biennial increases for Direct Aid to Public Education include formula-driven and technical increases of \$1.2 billion GF to update the Standards of Quality (SOQ), Incentive, and Categorical accounts for increased enrollment, prevailing costs of education, sales tax revenues, and updated composite index calculations; \$41.1 million in additional lottery proceeds to support the State Board of Education’s recommendation to revise the SOQ remediation methodology; \$16.6 million NGF (Literary Fund) for debt service on technology equipment note issuances; \$9.5 million GF to help school divisions meet the requirements of the federal No Child Left Behind Act; \$5.6 million GF for programs to help high school seniors pass the Standards of Learning (SOL) graduation requirements; and \$3.7 million GF to ensure no school division receives less funding than it received for FY 2004 in HB 29/SB 29.

In addition, the following increases are contingent upon passage of the Governor's tax proposal: \$19.7 million GF to enhance funding for English as a Second Language; \$7.1 million GF to fully fund the cost of competing adjustment for Planning District 8; and \$4.5 million GF to reduce the deduction of Title I students from the funding calculation for the at-risk four-year-olds program.

In addition to the transfer of an additional \$30.8 million from the Literary Fund to cover a portion of retirement costs, the following reductions are proposed to offset cost increases: \$418.2 million GF from deducting certain federal and locally generated revenue sources from SOQ costs; \$109.7 million GF from deducting non-personal technology costs from the SOQ; and \$11.9 million GF by changing the K-3 class size reduction calculation.

Higher Education. The introduced budget provides a net increase of \$125.9 million GF, or 4.8 percent, for higher education compared to the adjusted base budget. The net change reflects an increase of \$130.1 million GF to support the Governor's initiatives offset by a decrease of \$4.2 million GF identified primarily for technical adjustments.

About three-fourths of the increases earmarked for higher education in the introduced budget are contingent upon the passage of the Governor's tax proposal, with the largest initiative focused on increasing institutions' base operating needs. The proposed budget includes \$82.1 million GF over the biennium to support three components of this initiative: 1) improving the adequacy of base funding for institutions' educational and general (E&G) programs, 2) providing support for recent enrollment growth, and 3) enhancing targeted academic and research programs at selected institutions.

Other proposed increases include: \$9.1 million GF for student financial aid; \$7.0 million GF for the operation of the medical education campus of Northern Virginia Community College; \$4.5 million to increase Tuition Assistance Grants (TAG) for in-state students attending a private college or university in Virginia; \$4.6 million GF for the operation of new facilities coming on-line; \$3.0 million GF for the Institute for Advanced Learning and Research in Danville; \$2.7 million GF for program enhancements at Virginia's two historically-black institutions; \$2.4 million GF to provide Virginia's research institutions with access to advanced communications networks; \$2.0 million GF to offset the cost of tuition waivers for military dependents residing in Virginia; and \$1.2 million GF for the state share of health insurance premium increases at the University of Virginia.

In addition, the proposed budget includes \$12.0 million GF for the state share of a three percent salary increase for faculty in FY 2006 and \$11.4 million to support the biennial debt service on \$104.4 million of equipment purchases through the Higher Education Equipment Trust Fund.

Other Education. The proposed budget provides a net increase of \$3.1 million GF for state museums and other educational entities. This net increase is the result of \$3.8 million in GF increases offset by \$686,000 in GF reductions. Although most of the proposed changes are technical in nature, the budget includes \$2.2 million GF to support the operation of new facilities at Jamestown and \$640,000 GF for grants for the arts through the Virginia Commission for the Arts. The funding for the Commission is contingent upon the passage of the Governor's tax proposal.

Health and Human Resources. The proposed budget for Health and Human Resources results in a net increase of \$320.1 million GF and \$1.6 billion NGF for the biennium when compared to the adjusted base budget. About 79 percent of the funding is required to meet caseload and cost increases, comply with federal and state mandates, and offset nongeneral fund revenue losses. In addition, a \$27.4 million GF initiative is included to address the U.S. Supreme Court's Olmstead decision by increasing community-based services for mentally disabled persons.

A portion of the proposed funding for Health and Human Resources totaling \$46.2 million GF, \$27.6 million NGF for Emergency Medical Services, and \$292.3 million from the Virginia Health Care Fund (representing the proposed increase in the cigarette tax) is contingent upon revenues assumed by the passage of the Governor's tax proposal. Most of this contingent funding affects the Medicaid program and the proposed initiative to address the Olmstead decision.

Most of the added spending is for growth in mandatory Medicaid expenses, which require the addition of \$707.8 million in state funding for the biennium. Funding to address the state's share of projected Medicaid growth comes largely from the Governor's proposed Virginia Health Care Fund. The fund would be used solely for health care services and is comprised of revenues from the current cigarette tax, the undesignated 40 percent general fund share of the Tobacco Master Settlement Agreement, and all prior-year Medicaid recoveries. The introduced budget also proposes language to increase the state cigarette tax from 2.5 cents per pack to 25 cents per pack. The \$292.3 million in increased cigarette tax revenue over the biennium would also be deposited into the Virginia Health Care Fund. With this increased revenue, the fund is estimated to provide \$587.0 million in 2004-06 for the Medicaid program. To fully fund the forecast need for Medicaid in 2004-06, an appropriation of \$120.8 million GF is proposed in addition to revenues from the Virginia Health Care Fund.

Caseload and cost increases in other programs account for \$106.7 million GF of the additional funding for health and human resource agencies: \$46.8 million GF for at-risk youth entitled to care under the Comprehensive Services Act (CSA); \$31.3 million GF for growth in the number of low-income children eligible for FAMIS and FAMIS-Plus, the state's children's health insurance program; \$25.5 million GF for children entitled to foster care and subsidized adoptions; and \$3.1 million GF for increases in the cost of involuntary mental commitments.

The proposed budget also includes \$12.3 million GF to address other federal and state mandates: \$9.1 million for the civil commitment and treatment of violent sexual predators in a state facility; \$859,000 to monitor and treat sex offenders conditionally released by the courts into the community; \$506,250 to support workload increases in determining eligibility for Medicaid disability services in the Department of Rehabilitative Services; and \$1.8 million for contractual costs to administer the federally mandated Electronic Benefits Transfer System for food stamps.

The proposed \$27.4 million GF Olmstead initiative includes: \$9.0 million to discharge 77 long-term mentally disabled patients from state facilities and treat with specialized services; \$6.7 million for 160 new mental retardation waiver slots; \$4.6 million to add three programs of assertive community treatment for mentally ill adults (PACT); \$4.0 million to increase community mental health services for children with serious emotional and behavioral disorders; \$2.0 million to expand the purchase of short-term inpatient mental health treatment beds at local community hospitals; \$804,431 to add 25 slots for the developmentally disabled waiver program; and \$360,000 to add five new Public Guardian and Conservator Programs to serve disabled adults.

About 80 percent of the budget savings in health and human resources results from \$44.5 million GF in Medicaid cost avoidance and cost containment actions including efforts to reduce teaching hospital reliance on general funds for indigent care (\$28.0 million); implementation of a new payment system for generic drugs (\$10.3 million); and other actions.

Public Safety. The proposed budget includes a net increase of \$122.3 million GF for the biennium for public safety agencies, an increase of 4.4 percent compared to the adjusted base budget. This includes total increases of \$129.3 million GF offset by total reductions of \$7.0 million GF. The proposed budget includes \$35.6 million for state aid to localities with police departments (pursuant to House Bill 599 passed in 1979). Language indicates the HB599 spending is contingent upon passage of the Governor's tax proposal.

The proposed budget also provides funding for the Statewide Agencies Radio System (STARS) project, including \$5.0 million GF for attorney and consultant fees, and \$11.6 million GF for debt service. A separate bill has been proposed to provide VPBA bond financing of \$159.3 million for the first phase of the STARS project. Language indicates the spending is contingent upon passage of the Governor's tax proposal.

Also included for adult corrections is \$34.9 million GF to terminate the remaining contracts for housing out-of-state inmates in state correctional facilities in order to free-up prison bed space for the growing number of state-responsible offenders in Virginia. Other recommendations include \$18.0 million GF for inmate medical costs, \$6.1 million GF to reopen Nottoway Work Center, \$2.6 million GF to add 479 additional temporary emergency beds, and \$7.1 million GF for substance abuse treatment and transitional services.

For juvenile corrections, the budget includes \$4.2 million GF for facility medical costs, \$4.0 million GF for the state share of start-up and operating costs for the Virginia Beach detention center, and \$2.7 million GF (contingent upon passage of the Governor's tax proposal) to fill vacant juvenile correctional officer positions.

In addition, \$69.0 million NGF is proposed for the Department of Alcoholic Beverage Control to expand the number of ABC retail stores, increase the stock of merchandise for sale, and meet other costs of doing business. Net transfers of ABC profits are projected to increase by \$7.0 million over the current biennium.

General Government. Proposed changes to the budget for administration agencies include: \$15.1 million GF to support per diem payments to local and regional jails; \$3.8 million GF for additional staff at overcrowded local and regional jails; \$10.3 million GF for additional staff at three new or expanded local and regional jails; \$3.3 million GF to expand the Department of Corrections' contract bed program with the local and regional jails; \$2.3 million GF to offset a shortfall in the annualization costs of the December, 2003 salary regrade for regional jails and sheriffs' and Commonwealth's Attorneys' offices; and \$1.5 million GF to maintain one law enforcement deputy per 1,500 local residents. There are no significant general fund reductions.

Central Appropriations serves as a holding account for contingent funds, unallocated cost increases and decreases, and for the car tax relief appropriation. A total of \$2.3 billion GF and \$152.4 million NGF are recommended for appropriation to Central Appropriations in the 2004-06 biennium. Major funding items include: \$105.3 GF million for three percent employee salary increases; \$66.1 million GF for the increased cost of state employee health insurance; \$3.0

million GF for the Governor's discretionary economic development "Deal Closing Fund"; \$17.3 million GF for the increased cost of the VRS Sickness and Disability Program; \$13.4 million GF for two semiconductor performance grant programs; and \$5.4 million GF for the Statewide Agency (STARS) and forestry radio systems.

The proposed employee salary increases include: \$28.4 million GF for a three percent salary increase for state employees on November 25, 2005; \$1.7 million GF for a one percent performance increase on November 25, 2005 for state employees rated as "Extraordinary Contributors"; \$12.0 million GF for a salary increase averaging three percent for faculty on November 25, 2005; \$12.4 million GF for a three percent salary increase for state-supported local employees on December 1, 2005; and \$50.9 million GF for a three percent salary increase for teachers on December 1, 2005. The salary increases are contingent upon passage of the Governor's tax proposals.

The amount recommended for the car tax relief program includes an additional \$103.4 million GF for the increased cost of continuing the reimbursements at 70 percent. Another \$156.6 million GF is recommended for the cost of increasing the reimbursements to 77.5 percent in FY 2005 and 85 percent in FY 2006. Proposed reimbursements above 70 percent are contingent upon passage of the Governor's tax proposals.

Other Central Appropriations items contingent upon passage of the Governor's tax proposals include the pooled state employee and teacher retirement rates, and continued development of the Statewide Agencies Radio System (STARS).

Proposed increases for finance agencies include \$87.0 million GF for deposit into the Revenue Stabilization Fund; \$82.6 million GF in additional debt service for bonds issued by the Commonwealth; \$22.3 million GF to continue computer equipment leases needed by the Department of Taxation; \$5.3 million GF to implement the Governor's proposed tax policy changes; \$6.0 million GF in additional transfers to local governments; \$5.8 million GF in funding for school system efficiency reviews; and \$5.6 million GF in funding for Line of Duty Act payments.

Judicial. In the Judicial branch, the introduced budget includes \$14.8 million GF to cover projected expenditures through the Criminal Fund and Involuntary Mental Commitment Fund. Another \$3.1 million is included in the Department of Medical Assistance Services for hospitalization costs associated with involuntary mental commitments.

Technology. The proposed biennial appropriation for Technology agencies provides \$21.7 million GF and \$66.2 million NGF. The appropriation for the Innovative Technology Authority reflects a reduction of \$1.9 million GF the first year and \$3.8 million GF the second year to implement the phase-out of general fund support for the Center for Innovative Technology by FY 2008. A number of appropriation increases totaling \$7.8 million GF are proposed for the Virginia Information Technologies Agency (VITA) to fund additional start-up costs. These funds would be in addition to revenue generated by the recently approved internal service fund charges paid by agencies receiving VITA services. No agency operational savings from the technology consolidation are anticipated until FY 2006, at which time administration estimates project that VITA initiatives will reduce GF and NGF costs by a total of \$5.0 million.

Commerce and Trade. The proposed 2004-06 appropriation for Commerce and Trade includes an increase of \$7.7 million GF and \$213.0 million NGF above the adjusted base budget.

New funding of \$1.9 million GF in FY 2005 is proposed to carry out the commitments made under the Solar Photovoltaic Manufacturing Incentive Grant Program. In Central Appropriations, the introduced budget includes \$13.4 million GF to honor commitments made under the Semiconductor Manufacturing Performance Grant Program. Central Appropriations also includes \$23.0 million GF for the Governor's Development Opportunity Fund.

Proposals for the Virginia Economic Development Partnership and the Virginia Tourism Authority address possible closings of military bases (\$1.0 million GF); economic development marketing for distressed communities (\$2.0 million GF); and special marketing efforts for the Jamestown 2007 commemoration (\$2.0 million GF). The two marketing initiatives are contingent upon passage of the Governor's tax proposal.

Natural Resources. The proposed budget for natural resources provides \$584.7 million in total appropriations, increasing general funds by \$15.4 million for the biennium, or ten percent. The largest general fund increase is \$7.7 million in FY 2005 for the Water Quality Improvement Fund (WQIF). Other general fund items include: restoration of \$3.0 million for in-house technology initiatives at various agencies; \$1.5 million for game protection enforcement at the Department of Game and Inland Fisheries (contingent upon passage of the Governor's tax proposal); \$515,659 for dam safety inspections and repairs in the Department of Conservation and Recreation; and \$1.0 million GF for water supply planning at the Department of Environmental Quality (DEQ).

The largest increase for the secretarial area – a \$30.2 million biennial NGF appropriation – falls under DEQ. These funds, for a new Virginia Natural and

Historic Resources Fund, come from an existing \$10 fee on recordation transactions that are currently deposited into the general fund. The transfer of these general funds to the new special fund is contingent upon passage of the Governor's tax proposal. Finally, the introduced budget includes \$5.2 million NGF to fund waste and water pollution regulatory activities. Funding for these activities is contingent upon passage of separate legislation to increase fees.

Transportation. The proposed budget for transportation agencies includes \$427.0 million GF and \$6,871.9 million NGF. Included in the recommended GF appropriation is \$130.4 million in the first year and \$141.6 million in the second year, representing one-third of the projected insurance premium tax revenues, as provided for by the Virginia Transportation Act of 2000. Accompanying language stipulates that the appropriation of the insurance premium tax is contingent upon passage of the Governor's tax proposal.

Also included in the proposed appropriation for the Virginia Department of Transportation (VDOT) is \$74.9 million GF for the biennium, an increase of over \$9.0 million in the current biennium. The funds will be used to continue general fund support for the debt service costs of the Federal Revenue Anticipation Notes (FRANs) issued to replace the \$317.0 million of transportation revenues transferred to the general fund in FY 2003.

VDOT's proposed program-level appropriations reflect a significant restructuring of its budgetary programs which is intended to more accurately reflect the activities for which funding is used. There is no net change to the department's budget as a result of these changes.

The introduced budget also adjusts the appropriations for all transportation agencies to reflect historic expenditure levels and revised revenue forecasts. Substantial changes in the VDOT and DRPT revenue forecasts reflected in the appropriations are the result of the elimination of future federal funding for the Woodrow Wilson Bridge and the addition of appropriations to DRPT to reflect anticipated apportionments for the Dulles Corridor Rapid Transit project.

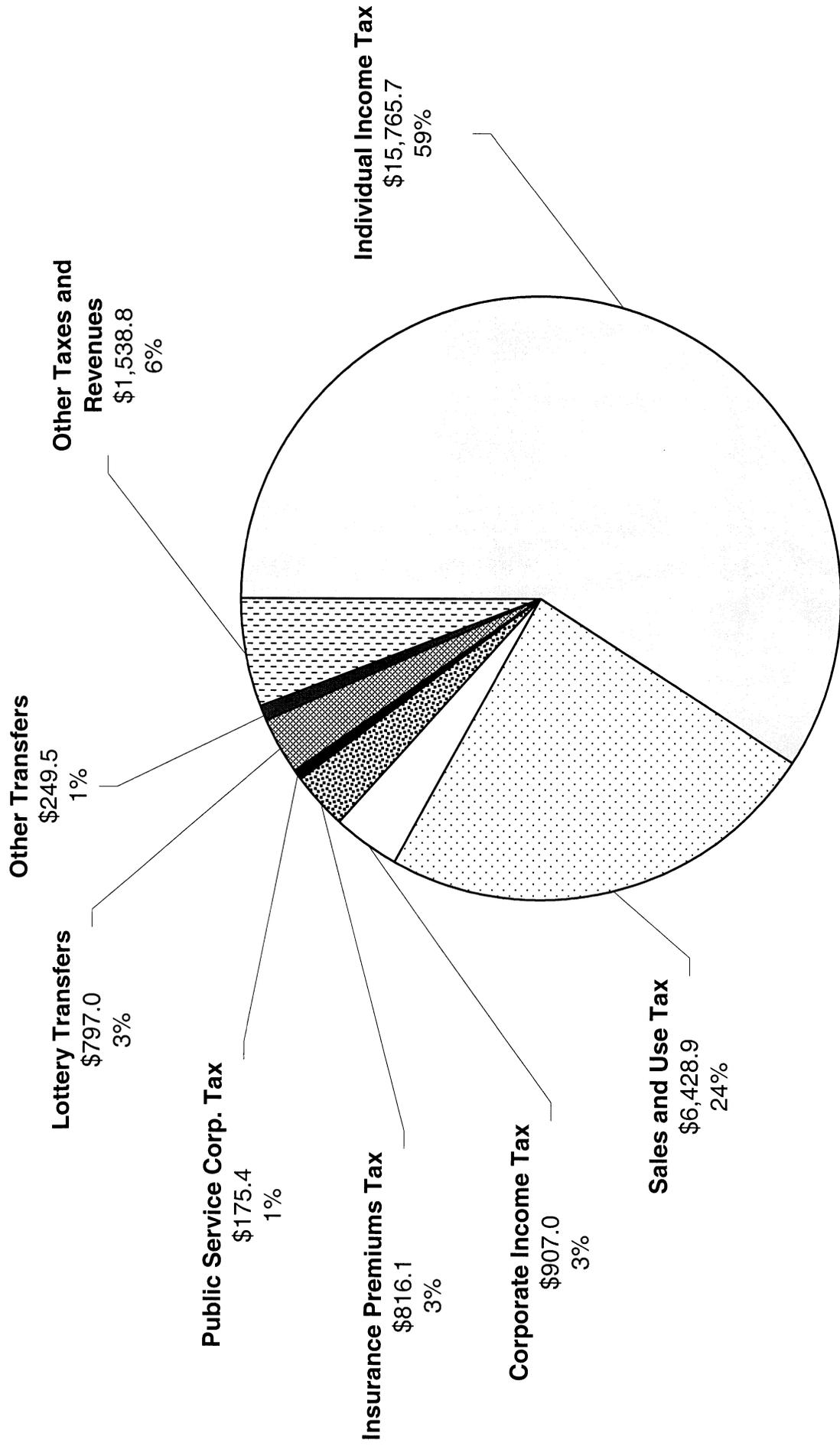
Independent Agencies. The proposed budget provides a net increase of \$6.9 million NGF for the biennium for independent agencies. The new spending includes \$2.6 million to support increases in the workload of the Virginia Retirement System; \$1.5 million to support the Virginia Retirement System's investment department's compensation plan and to cover other increased costs for publications, organizational memberships, and attorneys' fees; and \$569,760 to reflect the Virginia Retirement System's continuation costs for the 2.25 percent salary increase granted in November 2003.

funds, largely for the Maintenance Reserve program. Other capital projects totaling \$347.3 million are recommended at a variety of state agencies, to be funded with bonds issued by the Virginia Public Building Authority (VPBA) and the Virginia College Building Authority (VCBA). The budget also includes bonding authority for revenue generating projects totaling \$392.2 million. Finally, the budget includes \$60.0 million in Virginia Port Authority bonds for improvements at the Norfolk International Terminal.

The Governor also proposes, through separate legislation, \$273.3 million in VPBA/VCBA bonds for higher education institutions and state agencies. In addition, another \$159.3 million in VPBA debt is proposed for the development of the Statewide Agencies Radio System (STARS). Both of the bills are contingent upon the passage of the Governor's tax proposal.

2004-2006 General Fund Revenues = \$26,678.4

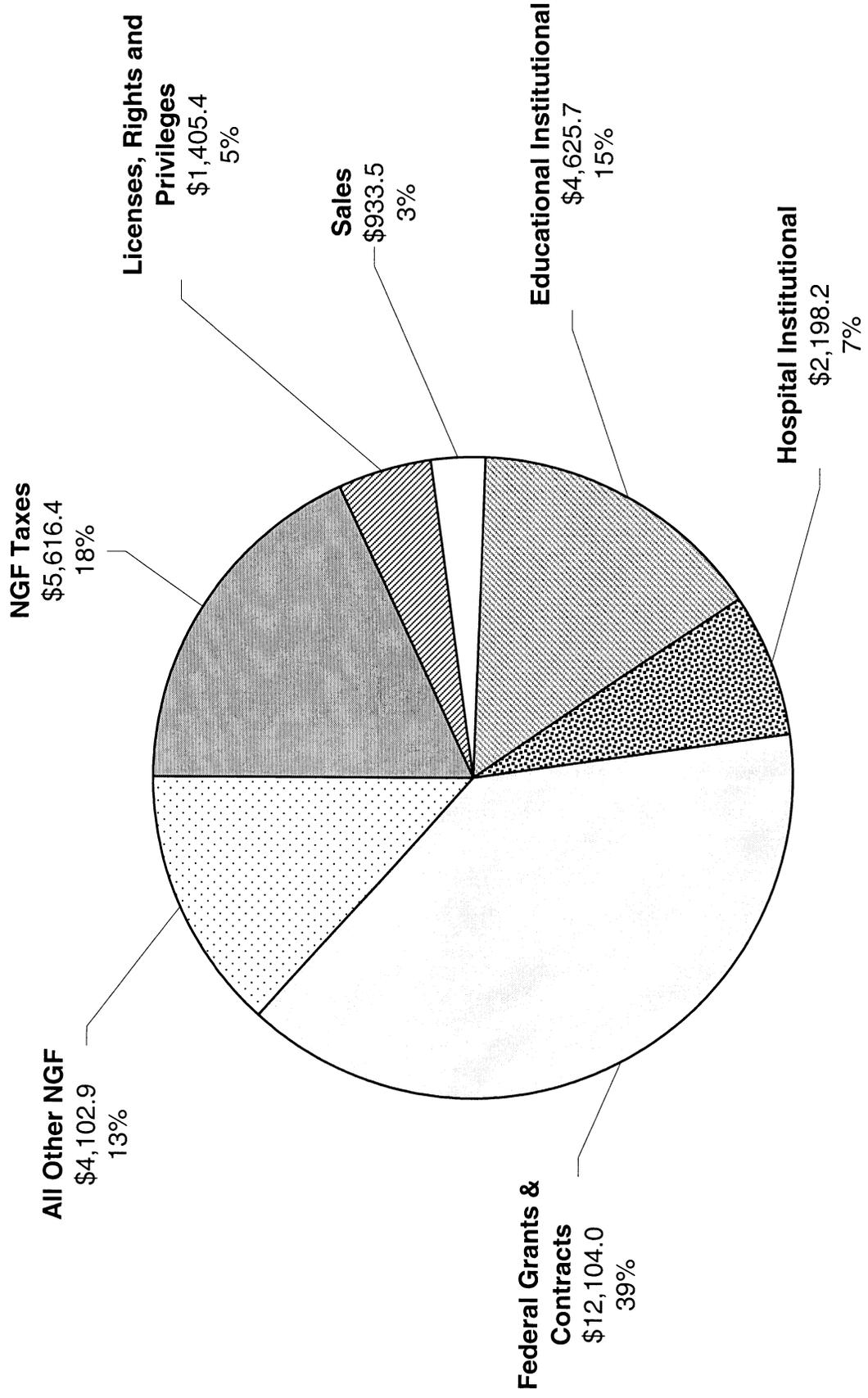
HB/SB30, as Introduced
(\$ in millions)



* Includes revenue from the Governor's tax proposal.

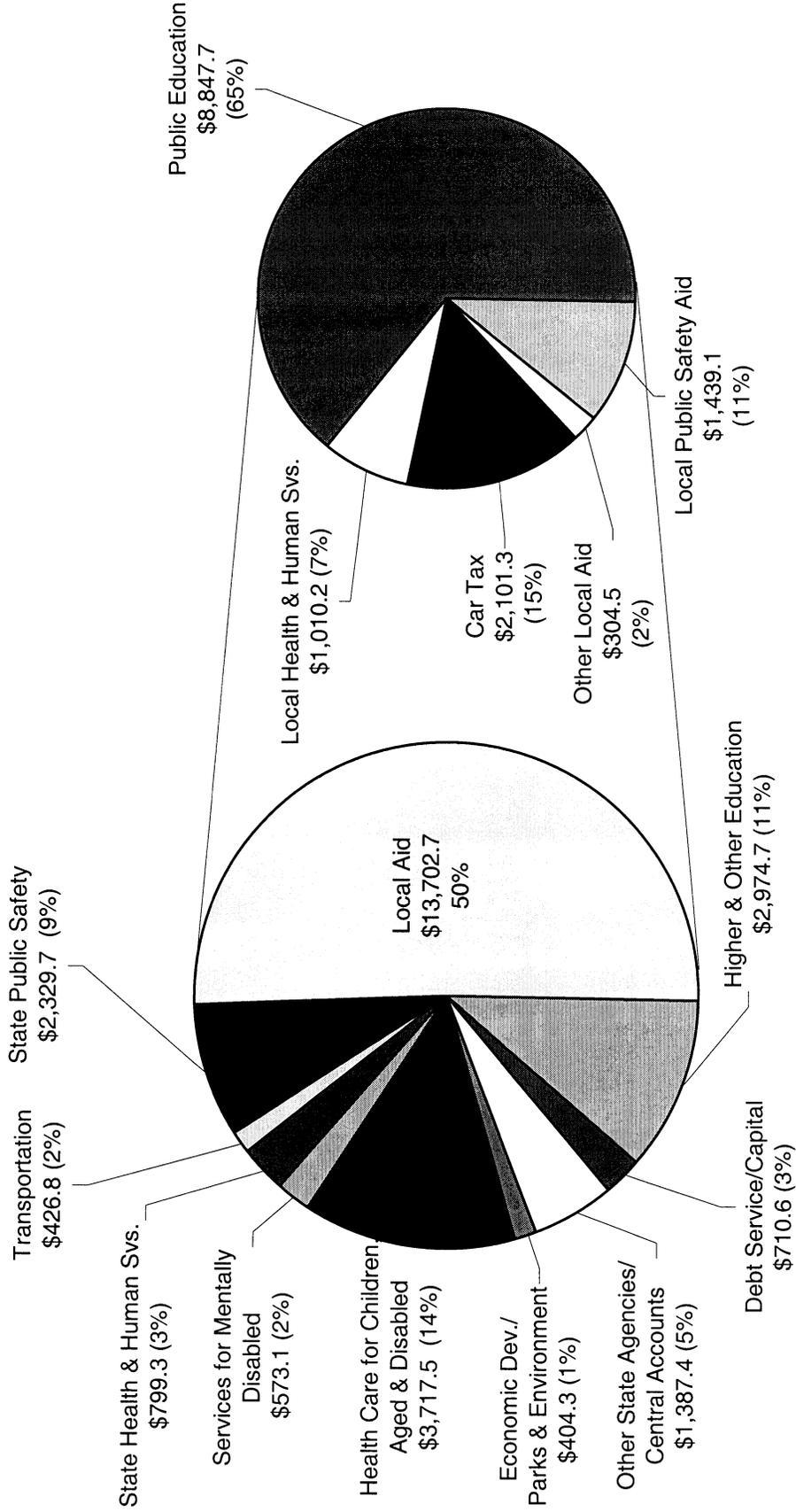
2004-2006 Nongeneral Fund Revenues = \$30,986.1

HB/SB30, as Introduced
(\$ in millions)



General Fund Appropriations FY 2004-2006 = \$27,026.2

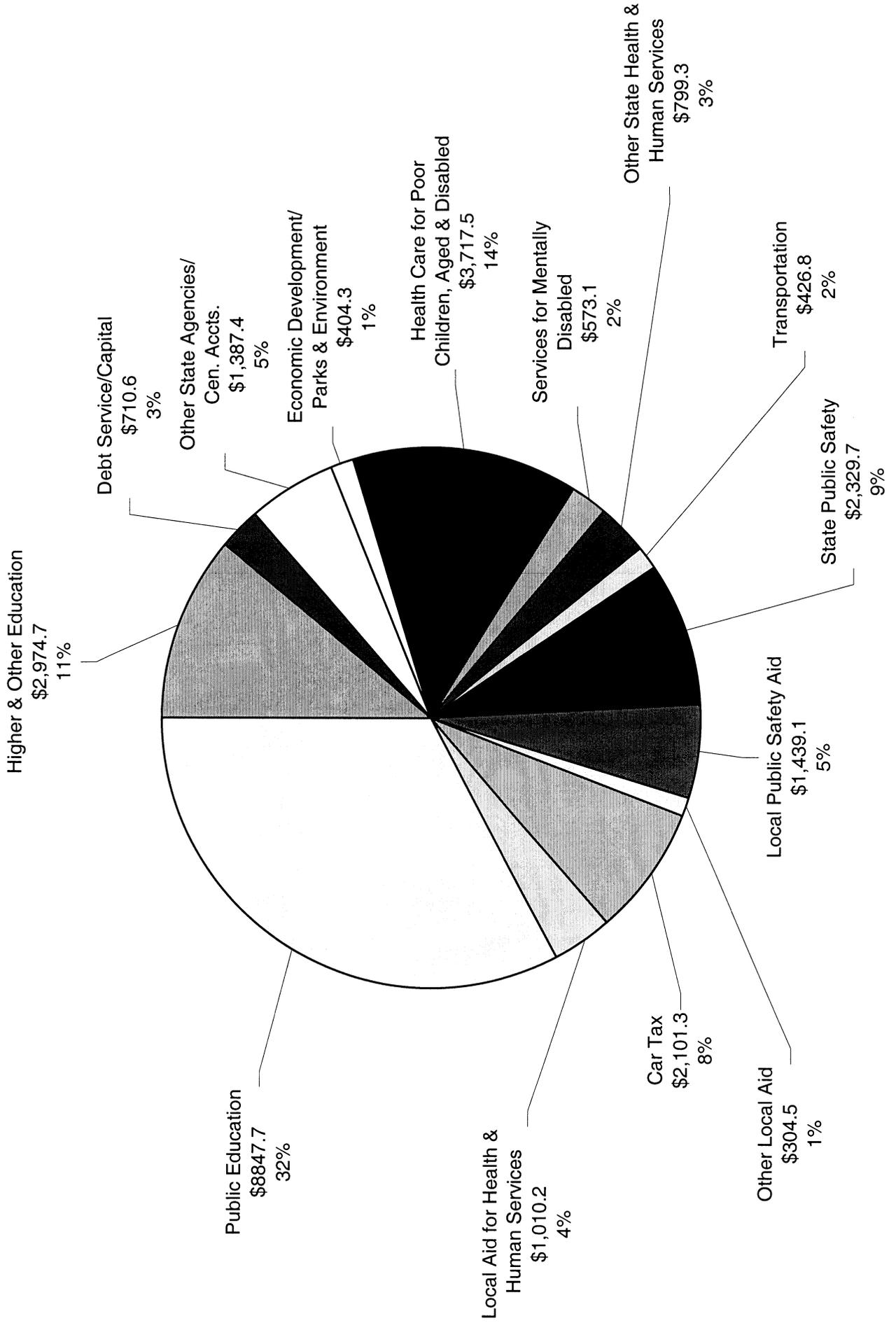
HB/SB30, as Introduced
(\$ in millions)



Note: Numbers may not add to total due to rounding.

General Fund Appropriations FY 2004-2006 = \$27,026.2

HB/SB30, as Introduced
(\$ in millions)



Resources

The Governor's proposed 2004-06 budget includes \$27.0 billion in general fund resources available for appropriation. Included in the HB/SB 30 revenues of \$25,631.9 million is increased revenue from the Governor's tax proposal and reductions related to the proposed transfer of existing general funds to new Health Care and Natural Resources special funds. Absent these proposed tax features, biennial general fund revenues would total \$25,056.2 million.

General Fund Resources Available for Appropriation (2004-06 biennium, \$ in millions)	
Beginning Balance	\$358.4
Adjustments to the Balance	(1.0)
Official GF Revenue Estimate	25,631.9
Transfers	<u>1,046.5</u>
Additional GF Resources Available for Appropriation	\$27,035.8

Available Balance

HB/SB 30 includes \$358.4 million as a projected unspent balance at the end of the 2004-06 biennium. This balance results primarily from: (1) the ripple effect of a \$55.2 million revenue surplus in FY 2003 and continued strengthening of the economy in FY 2004; (2) Tax Amnesty collections of \$44.7 million above the estimate; and (3) the flexible grant that Virginia received under the Federal Jobs and Growth Tax Relief Act of 2003.

Economic Projections

The underlying 2004-06 general fund revenue forecast, without the Governor's tax proposal, assumes economic growth rates of 5.3 percent for FY 2005 and 5.1 percent for FY 2006, resulting in projected collections of \$25,056.2 million. The forecast assumes that major economic variables affecting the forecast -- jobs, personal income, and wage/salary growth -- will reach trend

levels achieved prior to the technology-driven stock market bubble and will meet or slightly exceed projected national growth rates.

Economic Variables Assumed In Forecast Percent Growth Over Prior Year (December Forecast)				
	<u>FY 2005</u>		<u>FY 2006</u>	
	<u>VA</u>	<u>U.S.</u>	<u>VA</u>	<u>U.S.</u>
Employment	2.4%	2.2%	2.2%	2.0%
Personal Income	5.7%	5.5%	5.7%	5.7%
Wages & Salaries	5.9%	6.0%	5.7%	5.8%

Economic Forecast of General Fund Revenues Actual Projected Growth, No Assumption Regarding Tax Increases (2004-06 biennium, \$ in millions)				
	<u>FY 2005</u>	<u>% Growth</u>	<u>FY 2006</u>	<u>% Growth</u>
Net Individual	\$7,728.1	6.8%	\$8,201.3	6.1%
Corporate	419.9	(1.8%)	429.6	2.3%
Sales	2597.0	5.7%	2,719.5	4.7%
Insurance	391.2	9.3%	424.9	8.6%
Public Service	86.3	2.3%	89.1	3.2%
All Other	<u>993.2</u>	(4.5%)	<u>976.1</u>	(1.7%)
Total Revenues	\$12,215.7	5.3%	\$12,840.5	5.1%

Adjusted Revenue Forecast

As a result of including the Governor's tax proposal, the 2004-06 introduced budget reflects general fund tax revenue growth of 6.9 percent in FY 2005 and 6.8 percent in FY 2006, resulting in projected revenues of \$25,631.9 million. This figure is net of proposed transfers of existing revenue to the

Virginia Health Care Fund and the Natural Resources Fund, and the figure does not include the proposed increase in the cigarette tax of \$292.3 million.

Governor's Tax Proposal

The Governor's proposed 2004-06 budget includes assumed revenues of \$1,184.4 million that would be derived from enactment of the tax policy changes included in the proposed tax proposal. The impact of each proposed revenue action is detailed in the table below. All changes in tax policy are effective January 1, 2005, unless otherwise noted.

Governor's Tax Proposal	FY 2005 Revenue Impact	FY 2006 Revenue Impact
<u>Individual Income Tax:</u>		
Increase personal exemption from \$800 to \$1,000.	(29.3)	(56.2)
Increase standard deduction from \$3,000 single and \$5,000 married to \$4,000/\$8,000.	(54.2)	(104.5)
Reduce tax rate for all filers from 5% to 3% on \$2,000 of income and from 5.75% to 5.0% on \$3,000 of income.	(89.0)	(171.2)
Add a top bracket - increase tax rate from 5.75% to 6.25% for taxable income over \$100,000.	96.6	195.9
Raise filing threshold for filing tax returns from \$5,000 single and \$8,000 married to \$7,000/\$14,000.	(2.3)	(4.5)
Conform to federal Military Family Tax Relief Act which allows benefits such as deduction of some travel expenses for National Guardsmen and a capital gain exclusion for military personnel who sell a home owned less than two years.	(2.4)	(2.0)
Means test \$12,000 age deduction for persons turning 65 after January 1, 2005; eliminate \$6,000 deduction for persons aged 62-64, for those who become 62 after January 1, 2005. (When applying means test, reduce benefit \$1 for every \$2 of income over \$50,000 for single filers and \$75,000 for married filers.)	9.2	35.0

Governor's Tax Proposal	FY 2005 Revenue Impact	FY 2006 Revenue Impact
Lower sales tax on food by one percent on July 1, 2004; lower by additional one-half percent on July 1, 2005.	(101.2)	(165.1)
Increase sales tax on non-food items by one percent on July 1, 2004.	727.1	832.6
Eliminate requirement that vendors accelerate the remittance of sales tax in the month of June, effective June 2005. (One-time)	(181.0)	
Adopt streamlined sales tax statute, without the sourcing rules that would change where the tax is allocated, effective July 1, 2006.		
<u>Corporate Tax</u>		
Eliminate three corporate tax loopholes:		
Eliminate ability to lower tax liability through payments to subsidiaries for "intangible assets".	34.0	22.4
Eliminate "nowhere income," ensuring that profits on good shipped from Virginia are taxed in Virginia, unless they are taxed in another state (sales throwback provision).	10.6	7.3
Require "pass-through entities" to identify owners.	2.0	6.0
Conform to recent federal tax changes, allowing companies to deduct up to \$100,000 in equipment purchases as business expenses.	(11.2)	(5.6)
<u>Estate Tax</u>		
Eliminate estate tax on (1) working farms and closely held businesses (if they comprise the majority of the estate), and (2) estates valued up to \$10 million.	(50.9)	(63.3)

Governor's Tax Proposal	FY 2005 Revenue Impact	FY 2006 Revenue Impact
<u>Cigarette Tax</u>		
Increase state cigarette tax from 2.5 cents per pack to 25 cents per pack; cap total state/local cigarette tax at 75 cents per pack <i>(Expand taxing authority to counties over 3 years, beginning July 1, 2004).</i>	146.5	145.8
Phase car tax reimbursement from 70 percent to 77.5 percent in CY 2005 and 85 percent in CY 2006.	25.8	130.8
Net Revenue/Expenditure Impact of Proposed Tax Reform <i>(Includes impact of additional car tax relief)</i>	\$481.6	\$546.2
Note: Individual actions do not add to the total because of the interactive effect of proposed income tax changes.		

In addition to proposed revenue changes and car tax relief, the Governor's tax proposal includes proposed transfers of existing general funds into new dedicated special fund accounts as follows:

Fund Shifts Included in Governor's Tax Proposal	FY 2005 Impact	FY 2006 Impact
<u>Transfer GF Revenues into New Special Funds</u>		
Move current 2.5 cents per pack cigarette tax to new Virginia Health Care Fund.	(15.1)	(15.1)
Move current GF share of Tobacco MSA to new Virginia Health Care Fund.	(53.7)	(54.6)

Fund Shifts Included in Governor's Tax Proposal	FY 2005 Impact	FY 2006 Impact
Move Medicaid recoveries to new Virginia Health Care Fund. (also, deposit anticipated \$49.2 million from hospital overpayments for Medicare Crossover re-pricing to Virginia Health Care Fund).	(45.0)	(45.0)
Move collections from existing \$10 Deed Recording Fee from GF to new Virginia Natural and Historic Resources Fund	(2.8)	(2.8)
<u>Virginia Health Care Fund (Special Fund)</u>		
Cigarette tax (including increase of \$292.3 million), Tobacco Master Settlement Agreement (40% share) and projected Medicaid recoveries (including reimbursement for hospital overpayments for Medicare crossover pricing).	310.7	276.3
<u>Va. Natural Resources and Historic Resources Fund (Special Fund)</u>		
Move collections from existing \$10 Deed Recording Fee from GF to new Virginia Natural and Historic Resources Fund.	2.8	2.8
Clarify that \$10 Deed Recording Fee is to apply to mortgage refinancings as well as new recordings.	12.3	12.3

Other Changes to Revenue Estimates

Beyond the improved economics and inclusion of proposed tax policy changes, revenue growth is buoyed somewhat by the receipt of \$52.6 million each year from the end of the current Tax Public/Private Partnership contract with American Management Systems (AMS). Under the Partnership agreement, which began in 1998, most of the enhanced compliance collections that were specifically tied to Partnership efforts were used to pay the contractor for expertise and equipment that were used to enhance collections. When the existing contract obligation ends on June 30, 2004, enhanced collections will be deposited to the general fund.

The revenue forecast is decreased by \$2.3 million per year for reduced payments by the Immigration & Naturalization Service for incarceration of

illegal aliens. Finally, revenues are increased by \$1.9 million per year to reflect increased debt collections by the Attorney General's office.

Official General Fund Forecast Reflects All Assumed Changes

The official revenue forecast includes the revised economic forecast, as well as the tax policy changes outlined above, with the exception of the cigarette tax increase which would be deposited to a new health care fund. In combination, these changes would result in total general fund growth rates of 6.9 percent in FY 2005 and 6.8 percent in FY 2006.

Forecast of General Fund Revenues Including Revenues Derived From Governor's Tax Proposal (2004-06 biennium, \$ in millions)				
	<u>FY 2005</u>	<u>% Growth</u>	<u>FY 2006</u>	<u>% Growth</u>
Net Individual	\$7,661.6	5.9%	\$8,104.1	5.8%
Corporate	453.3	9.0%	453.7	0.1%
Sales	3,041.9	23.8%	3,387.0	11.3%
Insurance	391.2	9.3%	424.9	8.6%
Public Service	86.3	(0.7%)	89.1	3.2%
All Other	<u>763.0</u>	(26.7%)	<u>775.8</u>	2.1%
Total Revenues	\$12,397.3	6.9 %	\$13,234.6	6.8%

Transfers

Proposed transfers to the general fund increase total available resources by \$1.0 billion. Of this amount, \$797 million represents the transfer of lottery profits estimated at \$395 million in FY 2005 and \$402 million in FY 2006.

Other customary transfers include ABC profits of \$24.9 million for the biennium, with an additional \$48.2 million per year of ABC profits and \$9.9 million per year of wine tax profits going to the Department of MHMRSAS for substance abuse programs.

The majority of NGF transfers required in the 2002-04 budget to help offset the revenue shortfall have been discontinued in the 2004-06 budget. A targeted NGF reduction of \$30.0 million for the biennium, derived from a number of agencies, is included in HB/SB 30 transfer actions, with contingent language indicating that the amount will be increased to \$52.0 million, if the Governor's proposed tax package is not enacted.

An additional \$2.6 million per year is included as a transfer from the ABC Department related to on-going efficiencies in the department, and \$21.2 million is included as a transfer from NGF agencies related to a proposed group life premium holiday. HB/SB 30 assumed the continued transfer of \$10.0 million per year from DMV VIPNet fees through the 2004-06 biennium.

Proposed Transfers in HB/SB 30, As Introduced	
Lottery Profits	\$797.0
ABC to Dept. MHMRSAS for Substance Abuse	116.2
ABC Profits	24.9
Unrefunded Marine Fuels Tax	14.8
Sales Tax Compliance & Indirect Cost Recoveries	32.6
Targeted NGF Reductions	30.0
NGF Share of Group Life Premium Holiday	21.2
IDEA Funds	11.0
Uninsured Motorist Fees	10.0
Transfer Sales Tax to Game Protection Fund	(26.7)
Transfer to Children's Health Program	(28.1)
Miscellaneous Other	23.5
Continue to Transfer DMV VIPNet Fees	<u>20.0</u>
Total	\$1,046.4

Legislative

The 2004-06 budget, as introduced, includes a total of \$53.7 million GF each year for the Legislative Department. This represents a net increase of \$19,196 (or 0.02 percent), when compared to the adjusted appropriation for current operations.

The introduced budget includes a series of minor amendments which adjust funding for risk management premiums, state employee workers' compensation premiums, and rental charges for office space at the seat of government. There are no other amendments for the Legislative Department.

Judicial

The 2004-06 budget, as introduced, includes a total of \$301.8 million GF the first year and \$305.2 million GF the second year for the Judicial Department. This represents a net increase of \$16.0 million GF (or 2.7 percent) for the biennium, when compared to the adjusted appropriation for current operations.

The introduced budget includes a series of small, technical amendments to adjust funding for risk management premiums, state employee workers' compensation premiums, and rental charges for office space at the seat of government; and, to capture savings associated with the Virginia Information Technologies Agency (VITA). Also, there is a series of technical amendments to pay the increase in Social Security taxes on salaries for justices and judges, resulting from the increase in the federal FICA salary tax cap.

There is a series of technical amendments to realign positions within the court system to reflect more accurately the actual work assignments for those positions in the General District Courts, Juvenile and Domestic Relations District Courts, Combined District Courts, and the Magistrate System.

There is a technical adjustment to distribute the base budget amounts for the Criminal Fund to the respective courts in which those funds are actually spent. However, the new funds proposed for the Criminal Fund are budgeted to the Circuit Courts, and have not yet been distributed to the other parts of the judicial system.

- **Circuit Courts**

- ***Criminal Fund.*** Includes \$5.0 million GF the first year and \$8.1 million GF the second year for the cost of providing court-appointed counsel for an increasing number of indigent defendants in criminal cases, and other expenses in the Criminal Fund.
 - Total expenditures for the Criminal Fund are expected to increase from \$74.1 million in FY 2004 to \$77.7 million in FY 2005 and \$80.8 million in FY 2006.

- **General District Courts**

- ***Involuntary Mental Commitment Fund.*** Includes \$0.7 million GF the first year and \$0.9 million GF the second year for the cost of providing hearings for determining whether persons are to be committed involuntarily for mental health treatment.

- Total (Judicial Department only) expenditures for the IMCF are expected to increase from to \$4.8 million in FY 2004 to \$4.9 million in 2005 and \$5.1 million in 2006.
 - Hospitalization costs associated with involuntary mental commitment proceedings are included in the budget for the Department of Medical Assistance Services (DMAS).
- **State Board of Bar Examiners**
 - *Conversion of Part-Time Position.* Includes \$71,106 GF the first year and \$67,106 GF the second year to convert the position of Secretary-Treasurer from part-time to full-time status.
- **Public Defender Commission**
 - *Rent Increase.* Provides \$280,659 GF the first year and \$297,573 GF the second year for rent increases for 27 public defender offices throughout the Commonwealth.
 - *Salary Increase for New Positions.* Includes a technical adjustment of \$47,292 GF each year to fund the 2.5 percent pay increase as of December 1, 2003, for positions in the newly-created Norfolk Public Defenders Office.
- **Virginia State Bar**
 - *Base Budget Adjustment.* Provides \$130,000 NGF each year to reflect current personal services costs.
 - *Compensation Plan.* Includes \$108,000 NGF the first year and \$144,000 NGF the second year to implement the compensation plan for employees of the Virginia State Bar.
 - *Increased Regulatory Staff.* Provides \$203,950 NGF the first year and \$191,450 NGF the second year and 3.5 FTE positions each year for regulation of the legal profession. These additional attorney positions are intended to eliminate case backlogs and thereby ensure prompt resolution of disciplinary complaints.
 - *Electronic Files for Disciplinary Orders.* Includes \$20,000 NGF the first year only for conversion of hard-copy disciplinary orders into a web-based, searchable electronic file.

- *Electronic Services.* Provides \$110,000 NGF the first year only to implement a web-based information system to enhance public access to services. The system is intended to enable bar members to review and update information on file with the Virginia State Bar, and to provide enhanced access to the general public.
- *Study of Existing Database.* Includes \$25,000 NGF each year for an assessment of database replacement needs.

Executive

The 2004-06 budget, as introduced, includes a total of \$20.9 million GF the first year and \$21.0 million GF the second year for the Statewide Executive Offices, including the Governor, the Lieutenant Governor, the Attorney General, the Secretary of the Commonwealth, the Office for Substance Abuse Prevention, the Virginia Liaison Office, and the Contributions for Interstate Organizations. This represents a net increase of \$61,484 (or 0.15 percent) for the biennium, when compared to the adjusted appropriation for current operations.

A series of technical amendments provides additional funds for risk management and state employee workers' compensation premiums, and adjusts the funding for rental charges for office space at the seat of government. Other technical amendments capture savings associated with the Virginia Information Technologies Agency (VITA), and restore funds for certain in-house information technology activities excluded from VITA.

- **Office of the Attorney General**
 - *Debt Collection.* Provides \$115,408 NGF the first year and \$125,628 NGF the second year and two (2.0) FTE positions each year to enable the Division of Debt Collection to increase the amount of outstanding receivables collected on behalf of state agencies.
 - Language is included which indicates the Division is expected to deposit a total of over \$3.4 million into the general fund each year from these efforts.

Administration

The Governor's proposed 2004-06 budget for Administration results in a net increase of \$40.2 million GF for the biennium when compared to the adjusted appropriation for current operations. This total reflects new spending of \$40.3 million, offset by reductions of \$160,352.

This new GF spending includes \$18.9 million to support per diem payments and additional staff at local and regional jails, \$10.3 million for additional staff at three new or expanded local and regional jails, \$3.3 million to expand the Department of Corrections' contract bed program with the local and regional jails, \$2.3 million to offset a shortfall in salary dollars for certain local constitutional officers and \$1.5 million to maintain one law enforcement deputy per 1,500 local residents.

- **Compensation Board**

- *Provide Funding for Per Diem Payments to Local and Regional Jails.* Provides \$6.0 million GF the first year and \$9.1 million GF the second year to support additional reimbursements to localities for housing inmates in local and regional jails. The proposed amounts are based upon the official inmate population forecasts and the per diem rates established in the Appropriation Act.
- *Support for Additional Deputy Positions Required to Address Jail Overcrowding.* Provides \$1.3 million GF the first year and \$2.6 million GF the second year to support the hiring of temporary corrections officers at the most overcrowded local and regional jails. This funding will support the addition of 48 positions in FY 2005 and 43 positions in FY 2006 to alleviate security and liability issues in 12 local and regional jails that have had inmate populations exceeding 100 percent of operational capacity for more than six months.
- *Provide Staff for New or Expanding Local and Regional Jails.* Recommends \$2.5 million GF the first year and \$7.8 million GF the second year to hire additional staff at new and expanding jails expected to come on-line during this biennium. The facilities are the Virginia Beach (expansion), Southwest Regional (new), and Middle River Regional (new) jails.
- *Provide One Law Enforcement Deputy for 1,500 Local Residents.* Provides \$698,908 GF the first year and \$763,894 GF the second year to ensure that sheriff's offices with law enforcement responsibilities

have sufficient deputies to meet the 1:1,500 standard required by the Code of Virginia. The funding supports the hiring of an additional 26 law enforcement deputies for the counties of Cumberland, Fauquier, Frederick, Hanover, Loudoun, Orange, Richmond, Rockingham, Spotsylvania, and Stafford.

- ***Expand the Jail Contract Bed Program.*** Includes \$1.3 million GF the first year and \$2.0 million GF the second year to expand the Department of Corrections’ contract bed program with local and regional jails by 200 beds.
 - ***Fund Shortfall in Salary Regrade Annualization Costs.*** Recommends \$1.1 million GF the first year and \$1.1 million GF the second year to provide additional dollars for continuation costs of the 2.25 percent salary increase approved for all local constitutional officers during the 2003 Session.
 - ***Adjust Technology Trust Fund Appropriation.*** Recommends \$1.3 million NGF the first year and \$1.3 million NGF the second year to more accurately reflect the historical expenditures in the Circuit Court Clerks’ Technology Trust Fund.
 - ***Convert Contractual Systems Support Position to Classified Status.*** Proposes a reduction of \$36,004 GF in the first year and \$42,604 GF in the second year by converting a contractual position into a full-time classified position. The contractual position currently provides application support for both of the Compensation Board’s automated systems. The savings result from eliminating the contract’s overhead costs.
- **Department of General Services**
 - ***Adjust Rent Charges.*** Recommends an increase in the rental rates that state agencies are charged for office space in state-owned buildings at the seat of government. Provides an increase of \$1.3 million NGF the first year and \$1.7 million NGF the second year to account for increases in the costs of contractual services, utilities, payments in lieu of taxes, personal services, and the costs of maintaining vacant space. Sixty-one percent of the department’s total collections are derived from the general fund appropriations of other state agencies.
 - ***Enhance the Virginia Partnership Procurement Program.*** Provides \$327,603 NGF the first year and \$349,557 NGF the second year to support the continued expansion of the department’s Virginia

Partners in Procurement spend management program. The Virginia Partners in Procurement program seeks to leverage the purchasing done by state agencies, public colleges and universities, and local governments to seek the lowest possible prices from vendors. This funding will permit the department to continue this initiative using in-house staff rather than contractors. The nongeneral fund revenue necessary to support the initiative will be derived from rebates or surcharges associated with the contracts established as part of the program.

- ***Expand Procurement Account Executive Program to Local Governments.*** Recommends \$243,870 NGF in the first year and \$254,469 in the second year to provide for staff to market the Commonwealth's procurement services to local governments and assist localities in the use of those services. The services that would be made available to localities under this initiative include existing statewide contracts, the establishment of new statewide or regional cooperative procurement contracts, access to and training for the use of the Commonwealth's electronic procurement system, and staff analysis.
- ***Increase Consolidated Laboratory Appropriations to Account for Existing Federal Grants.*** Provides \$3.7 million NGF the first year and \$3.7 million NGF the second year to reflect additional grants received from the federal government for chemical, bioterrorism, epidemiology, and West Nile Virus testing services.
- ***Increase Consolidated Laboratory Appropriations for Newborn Screening Tests.*** Provides \$534,101 NGF in the first year and \$669,762 NGF in the second year to reflect an increase in revenues collected from hospitals, clinics, and physicians for performing newborn screening tests. The cost of these screenings has increased due to the inclusion of a new testing requirement by the General Assembly. The new requirement tests for Medium Chain Acyl-CoA Dehydrogenase Deficiency, a condition that is one cause of Sudden Infant Death Syndrome (SIDS).
- ***Adjust Electronic Procurement System Appropriation.*** Provides \$3.2 million NGF in the first year and \$3.2 million in the second year to account for revenues collected from vendor transaction fees. These fees, capped at one percent of the cost of the goods ordered or \$500, are used to support the development and operation of the Commonwealth's electronic procurement system.

- **Department of Human Resources Management**

- *Adjust Workers' Compensation Premiums.* A series of amendments to almost all state agencies provides for an overall increase of \$2.6 million (all funds) the first year and \$3.9 million (all funds) the second year to pay for the Commonwealth's workers' compensation liabilities. However, the overwhelming majority of these additional funds will be paid by nongeneral fund agencies. In FY 2005, the general fund's share of these additional premiums is only \$14,963. In FY 2006, the general fund will actually save \$172,969. In large part, these general fund savings are due to the introduction in FY 1999 of an experienced-based premium structure.

Unlike private sector firms, the Commonwealth is not required to reserve sufficient sums to pay for the actuarial cost of workers' compensation claims. Instead, the Commonwealth relies upon a much cheaper pay-as-you-go premium structure that ensures sufficient cash is available to pay only the amounts necessary in a given fiscal year.

- **Department of Veterans Services**

- *Enhance Benefits Services to Veterans.* Provides \$137,659 GF and four positions in the first year and \$150,176 GF in the second year to increase veterans' access to claims assistance at the department's field offices in Big Stone Gap, Cedar Bluff, Wytheville, and Charlottesville. Budget language makes the spending contingent upon passage of the Governor's tax restructuring program.
- *Staffing for New Veterans Cemetery.* Includes \$108,796 GF and four positions and \$66,300 NGF the first year and \$102,533 GF and \$106,500 NGF the second year to provide oversight of the cemetery and perform administrative, burial, janitorial, and groundskeeping services. The source of the nongeneral fund revenues is the federal Department of Veterans' Affairs, which provides a \$300 burial allowance for each veteran buried, and families of eligible dependents, who will be charged a similar fee for burial within the cemetery.
- *Transfer Education Unit from Department of Education.* Transfers \$287,266 NGF and three positions the first year and \$287,266 NGF the second year from the Department of Education to support a federally funded unit responsible for approving the educational and vocational programs that veterans may attend when using the

benefits associated with the Montgomery GI bill. A corresponding amendment eliminates these positions and their associated funding in the Department of Education.

- ***Account for Additional Federal Funds Available to Education Unit.*** Provides for \$185,928 NGF and two positions the first year and \$185,928 NGF the second year in additional federal funds for the state veterans education program. The department will use these additional federal dollars to inform veterans about their educational benefits.

- **Human Rights Council**

- ***Provide Additional Staff.*** Includes \$32,577 GF and one position the first year and \$35,539 GF the second to ensure the agency satisfies its federal contract requirements and to alleviate a backlog in its discrimination investigations.

- **State Board of Elections**

- ***Help America Vote Act (HAVA).*** Provides \$45.5 million NGF the first year and five positions and \$15.0 million NGF the second year to upgrade election equipment and implement a number of election reforms. The Help America Vote Act was passed by Congress in 2002 and provided states with \$3.65 billion in federal funds to improve the manner in which Americans vote. Currently, \$11.6 million in federal funds have already been received by the board. The board expects to receive another \$20.6 million in FY 2004, \$11.6 million in FY 2005, and \$15.0 million in FY 2006.
- ***Rebase Registrar and Local Electoral Board Salaries.*** Provides an additional \$1.0 million GF the first year and \$1.0 million GF the second year to fund the salary costs of general registrars and local electoral boards. The salaries paid to general registrars and local electoral boards are determined based primarily on population. The amounts included represent the sums needed to comply with the salary tables shown for general registrars and local electoral boards in the Appropriation Act.

Commerce and Trade

The Governor's proposed 2004-2006 appropriation for Commerce and Trade includes \$235.8 million GF and \$1,462.7 million NGF. This is \$7.7 million GF and \$213.0 million NGF greater than the adjusted appropriation for current operations.

Some \$1.9 million GF is provided in the first year to honor state commitments made under the solar photovoltaic manufacturing incentive grant program. An additional \$6.7 million GF each year is provided in Central Appropriations to honor commitments made under the semiconductor manufacturing performance grant program. In addition, the Governor proposes general fund support for the Governor's Development Opportunity Fund of \$23.0 million for the biennium.

For economic development in Southside and Southwest Virginia, the Governor proposes \$2.0 million GF for special marketing efforts to promote distressed areas and \$500,000 for a Virginia Motorsports Initiative over the biennium.

To support economic opportunities for individuals and small businesses, biennial general fund support of \$630,705 and four positions are proposed to expand the number of minority-owned businesses participating in state procurement. Also, \$1.0 million GF is provided in 2004-2006 to respond to the latest round of military base closings, and \$415,660 GF and five positions are added in the biennium to increase by over 2,000 the number of apprentices participating in state-recognized programs. However, the most significant proposal for individuals is the \$157.7 million NGF item to increase VEC's Unemployment Insurance Program over the biennium.

In tourism, the proposed budget includes \$1.0 million GF each year to promote the 400th anniversary of the Jamestown founding and \$150,000 GF each year to promote outdoor recreation and eco-tourism.

Some of the general fund spending proposals are contingent upon passage of the Governor's tax proposal. These include the Jamestown marketing initiative and the economic development marketing initiative for distressed communities. The budget also includes several general fund reductions affecting small business research (\$300,000), forestry equipment (\$318,000), and the 21 planning district commissions (\$429,856).

- **Department of Agriculture and Consumer Services**
 - *Agriculture Education Specialists.* Eliminates funding and budget language designating \$75,000 GF each year to support agricultural education specialists. The “pass through” funding went to the Agricultural Education Program at Virginia Tech.
 - *Fee Authorization.* Continues budget language from the 2002 and 2003 Sessions authorizing a registration fee for the weights and measures program and an inspection fee for the food establishment inspection program. Some 13.60 FTE positions assigned to these regulatory programs will be supported by nongeneral funds.
- **Department of Business Assistance**
 - *Small Business Research.* Reduces funding by \$150,000 GF each year and eliminates two general fund positions for small business research.
 - *Small Business Incubators.* Curtails funding by \$75,000 GF each year for the statewide small business incubator program, leaving \$335,000 available annually for competitive grants.
- **Department of Forestry**
 - *Equipment Replacement.* Reduces general fund support for new equipment by \$159,000 each year leaving \$400,000 each year for equipment purchases.
 - *Two-Way Radio System.* Proposes \$123,599 GF the first year and \$244,359 GF the second year to replace the agency’s existing two-way radio system. Budget language conditions the spending upon the passage of the Governor’s tax proposal.
- **Department of Housing and Community Development**
 - *State Fire Marshal’s Office.* Provides \$166,000 GF and \$166,000 NGF the first year and \$160,500 GF and \$160,500 NGF the second year along with 2.50 general fund positions and 2.50 nongeneral fund positions. The initiative targets an estimated 600 high risk buildings (e.g., hospitals, private schools, private college dormitories, and nightclubs) not currently inspected, primarily in communities without local fire marshals. One-half of the costs are to be recovered from a new fee charged to the buildings’ owners, estimated to be \$250.

- *Planning District Commissions.* Reduces general fund support by \$214,928 each year. The proposed action is equivalent to a 10 percent reduction in the amount of state support for the 21 regional planning groups.
- **Department of Labor and Industry**
 - *Apprenticeship Program.* Proposes \$212,830 GF and \$212,830 NGF the first year and \$202,830 GF and \$202,830 NGF the second year along with four GF positions. The four field representatives will boost participation by 2,108 apprentices along with the 11,400 apprentices currently enrolled. In its 2002-2004 budget reduction plan, the agency trimmed the Apprenticeship Program by seven positions.
- **Department of Mines, Minerals and Energy**
 - *Solar Photovoltaic Manufacturing Incentive Grants.* Adds \$1.9 million GF the first year to complete the state’s commitment to B.P. Solar under this incentive program.
- **Department of Minority Business Enterprise**
 - *Minority Procurement.* Proposes \$301,279 GF the first year and \$329,426 GF the second year and four GF positions to increase the number and value of procurement contracts offered by the Commonwealth to minority businesses. Each Procurement Advocate would counsel and provide procurement information to some 100 minority-owned businesses.
- **Virginia Economic Development Partnership**
 - *Marketing Distressed Areas of Virginia.* Proposes \$1.0 million GF each year to market distressed areas of the state. Budget language makes the spending contingent upon passage of the Governor’s tax proposal.
 - *Virginia Commission on Military Bases.* Provides \$704,000 GF the first year and \$303,000 GF the second year for operating and staff support for the Governor’s Commission and for establishing a strategic planning grant program in response to the federal 2005 Base Realignment and Closure Commission.
 - *Motor Sports Recruitment.* Adds \$250,000 GF each year to attract motor sports-related businesses to Virginia. The spending proposal

is part of the Governor's Virginia Motorsports Initiative, which was announced in August of 2003.

- ***Virginia Commercial Space Flight Authority.*** Continues past general fund support for the Authority at \$100,000 each year.
 - ***Staff Reduction.*** Eliminates one vacant administrative position saving \$102,000 GF each year. The agency's Deputy Director assumed the duties of the human resources position.
 - ***Shell Building Program.*** Reduces general fund support for the activity by \$69,059 the first year and \$200,000 the second year leaving \$45,000 in FY 2006 for three demonstration projects. The projects would target resources on the preliminary work (i.e., design, utilities, construction schedule, permits, etc.) required before construction on a custom-design building can begin.
- **Virginia Employment Commission**
 - ***Unemployment Benefits.*** Increases nongeneral fund support by \$84.2 million the first year and by \$73.5 million the second year for unemployment insurance benefit payments. The proposed increase will be funded by additional revenue from the Unemployment Insurance Trust Fund.
 - ***Information Technology.*** Proposes additional nongeneral fund spending of \$17.9 million the first year and \$3.0 million the second year to replace outdated and unreliable equipment and to rewrite or modify several of the agency's major application systems. Most of the effort will be directed towards redoing the Unemployment Insurance Benefits System to improve efficiency in processing claims, produce statistical reports, address legislative changes, and provide real-time information.
 - ***Reed Act Allocations.*** Provides \$4.5 million NGF each year to administer the Job Service and Unemployment Insurance Programs. Currently, these two programs are co-located in VEC's statewide network of 40 full-service field offices. VEC intends to move the Unemployment Insurance Program from these field offices to Customer Contact Centers.
 - ***VEC Staffing.*** Adds nongeneral fund support of \$2.5 million the first year and \$2.8 million the second year along with 67.50 positions to staff two Customer Contact Centers (36 FTEs), support Workforce Investment activities at designated one-stop centers (7

FTEs), provide special services for veterans (15.5 FTEs), resolve the backlog of Unemployment Insurance decisions (8 FTEs), and support information technology applications (1 FTE).

- **Virginia Racing Commission**

- ***Breeders Fund.*** Increases the nongeneral fund appropriation by \$390,000 the first year and by \$520,000 the second year to provide financial support to owners and breeders of Virginia-bred racehorses.
- ***Promotion and Marketing Fund.*** Includes \$250,000 NGF the first year and \$500,000 NGF the second year to promote and market the horse industry in Virginia. Budget language restricts the expenditure of funds for this purpose if revenue to be deposited to the general fund from pari-mutuel wagering falls below specific targets.
- ***Additional Race Days.*** Proposes additional nongeneral fund appropriations of \$144,000 the first year and \$176,000 the second year for the agency's operations. The number of race days will increase by 18 days in FY 2005 and by another 4 days in FY 2006.

- **Virginia Tourism Authority**

- ***Jamestown 2007 Commemoration.*** Proposes \$1.0 million GF each year for advertising and marketing the statewide commemorative events of the 400th anniversary of the founding of Jamestown in 1607. Statewide events are being planned beginning in 2006 and continuing through 2007. Budget language makes the spending contingent upon passage of the Governor's tax proposal.
- ***Outdoor Resources Tourism.*** Adds \$150,000 each year from the general fund for a marketing program to leverage state money in partnership with other public and private funds. The program's focus is outdoor recreation and eco-tourism.
- ***Special Projects.*** Continues funding the Tredegar National Civil War Center at \$150,000 GF each year. Also, provides \$150,000 GF each year for the Virginia Foundation for the Humanities and Public Policy to develop, promote and market the African-American and other ethnic-American heritage trails in the state. Funding for the "See Virginia First" campaign is eliminated.

Public Education

The Governor's proposed 2004-06 budget for Direct Aid to Public Education contains a net increase of \$728.9 million GF and \$47.3 million NGF for the biennium when compared to the adjusted base budget. This total reflects new spending of \$1.3 billion GF, offset by \$572.4 million GF in reductions. This total does not reflect an increase of \$50.9 million GF for a three percent teacher salary increase in the second year and a reduction of \$52.4 million GF by using the "pooled" retirement rate of 6.56 percent. These items are located in the Central Appropriations section of the budget, and are contingent upon passage of the Governor's tax proposal. (Excluding an inter-agency transfer of \$1.7 million GF and \$16.6 million NGF for debt service on technology equipment notes, this equates to an increase of \$761.4 million for public education. At the end of this section, a table details the adjustments to direct aid to public instruction.)

Recommended biennial increases for direct aid to public education include formula-driven and technical increases of \$1.2 billion GF to update the Standards of Quality, Incentive, and Categorical accounts for increased enrollment, prevailing costs of education, sales tax revenues, and updated composite index calculations; \$41.1 million in additional lottery proceeds to support the State Board of Education's recommendation to revise the SOQ Remediation methodology; \$16.6 NGF (Literary Fund) for debt service on technology equipment note issuance; \$9.5 million GF to help school divisions meet the requirements of the No Child Left Behind Act; \$5.6 million GF for programs to help high school seniors pass SOL graduation requirements; and \$3.7 million GF to ensure no school division receives less funding than they received for FY 2004 in SB 29/HB 29.

In addition, the following increases are contingent upon passage of the Governor's tax proposal: \$19.7 million GF to enhance funding for English as a Second Language; \$7.1 million GF to fully fund the cost of competing adjustment for Planning District 8; and \$4.5 million GF to reduce the deduction of Title I students from the funding calculation for the at-risk four-year-olds program.

In addition to the transfer of an additional \$30.8 million from the Literary Fund to cover a portion of retirement costs, the following reductions are proposed to offset cost increases: \$418.1 million GF from deducting certain federal and locally generated revenue sources from SOQ costs; \$109.8 million GF from deducting non-personal technology costs from the SOQ; and \$12.0 million GF by changing the K-3 Class Size Reduction calculation.

The Governor's proposed budget includes a net increase of \$19.1 million GF for the Department of Education, primarily to continue the state's SOL testing programs and to develop a statewide, student information system needed to meet the requirements of the federal No Child Left Behind Act.

- **Secretary of Education**

- *Create a Virginia Cancer Research Fund.* Includes \$50,000 GF the first year and \$50,000 NGF the second year for a new Virginia Cancer Research Fund to support the cancer centers at UVA Medical Center and VCU Medical Center. Funding in the second year is assumed revenue from a newly created income tax form check-off for the research fund.

- **Department of Education**

- *SOL Assessments: Testing Contract Costs.* Adds \$1.8 million GF and \$400,000 NGF the first year and \$4.5 million GF and \$400,000 NGF the second year to meet the contractual inflation adjustment, increased enrollment costs, and costs of a transition year since the existing vendor contract expires on June 30, 2006.
- *SOL Assessments: Continue On-line Testing Implementation.* Adds \$1.5 million GF the first year and \$2.1 million GF the second year to meet annual contract renewal costs, increased enrollment costs, and provide additional technical assistance to school divisions.
- *National Board Certification Bonuses.* Adds \$627,500 GF the first year and \$849,00 GF the second year based on the following: (1) an estimated 197 additional initial awards in FY 2005 and additional 238 initial awards in FY 2006, which would bring the total number of teachers holding National Board Certification in Virginia to 874, and (2) for teachers initially awarded certification on July 1, 2004 and after, funding is provided for initial awards of \$3,000 rather than \$5,000 and annual awards of \$1,000, rather than \$2,500, for the life of the certification.
- *No Child Left Behind: Statewide Student Information System.* Adds \$798,948 GF and \$2.7 million NGF, and four positions the first year and \$3.6 million GF the second year for a contract for development of an "Education Information Management System" that will improve the department's data collection, analysis, and reporting capability in order to meet the requirements of the federal No Child Left Behind Act.

- *No Child Left Behind: Five New Positions.* Adds \$1.0 million GF and five positions the first year and \$970,540 GF the second year to meet requirements of the federal No Child Left Behind Act, such as test development for grades 4, 6, and 7, annual improvement in pass rates, increased technical assistance to improve graduation rates, attendance rates, and school safety, and parental notification of options.
- *SOL Remediation (Project Graduation).* Adds \$356,512 GF each year to support regional summer and/or extended day school programs and on-line SOL tutorials targeted to helping students pass SOL tests needed for graduation. (Additional funding of \$2.8 million GF each year for this purpose is included in the Direct Aid budget.)
- **In Central Appropriations**
 - *Three Percent Salary Increase.* Includes \$50.9 million GF the second year for the state share of a three percent salary increase along with the related fringe benefits for public school instructional and support staff effective December 1, 2005. Budget language makes the spending contingent upon passage of the Governor’s tax proposal.
 - *“Pooled” Retirement Rate.* Decreases funding by \$24.9 million GF the first year and \$27.5 million GF the second year by using the “pooled” retirement rate of 6.56 percent rather than 7.82 percent. Budget language makes the spending contingent upon passage of the Governor’s tax proposal.
- **In Department of Accounts**
 - *“Efficiency Reviews” of School Divisions.* Adds \$2.5 million and 13.0 FTE the first year and \$3.3 million and 5.0 FTE the second year for staff and consultants to perform 15 “efficiency reviews” (Governor’s Education for a Lifetime initiative) of school systems’ administrative functions in 2005 and 20 reviews in 2006. Currently, three reviews are being conducted through the Department of Planning and Budget with existing resources.

- **Direct Aid to Education**
 - *Technical Changes (Biennial SOQ Re-benchmarking).* Includes \$527.4 million GF and \$13.4 million NGF (Literary Fund) the first year and \$598.9 million GF and \$17.4 million NGF (Literary Fund) the second year to make technical adjustments to Standards of Quality, Incentive, and Categorical funding due to the following:
 - Updated Prevailing Instructional Salaries. Instructional salary data is adjusted to reflect prevailing salaries in 2001-2002 and the FY 2004 salary increase provided by the General Assembly.
 - Updated Prevailing Instructional Support Costs. Support cost data, including textbooks (down from \$75.36 to \$63.12 per pupil) and instructional supplies, are adjusted using the 2001-2002 Annual School Report.
 - Updated Projected Enrollment. Enrollment is expected to increase by 15,006 students (unadjusted ADM) the first year above the projected March 2004 ADM and by another 16,223 students the second year, for an estimated 1,201,451 students in FY 2006.
 - Revised Inflation Factors. Prevailing support costs, updated to reflect 2001-2002 actual costs, are adjusted for inflation through September 2003.
 - Revised Fringe Benefit Costs. The 2004-06 Standards of Quality budget is calculated by the Department of Education to reflect the following fringe benefit rates: 7.82 percent, up from 3.77 percent last biennium, for retirement; continuation of the premium holiday for group life; 0.59 percent, down from 0.67 percent last biennium, for Retiree Health Care Credit; \$3,269 per instructional position, up from \$2,734 last biennium, for health insurance premiums.
 - Revised Sales Tax Revenue Projections. Sales tax revenues from the one cent portion of the sales tax that is returned for public education are projected to be \$884.0 million the first year and \$926.0 million the second year, an increase from the base budget of \$23.8 million the first year and \$42.4 million the second year.

- Revised Composite Index of Local Ability-to-Pay. The elements used to calculate each school division's composite index of local ability-to-pay are updated from 2001 to 2003. The composite index measures local wealth through true value of real property (50%), adjusted gross income (40%), and retail sales tax collections (10%). The index is weighted two-thirds by ADM and one-third by population. The index for 89 divisions went down, 37 went up, and 10 remained the same.
 - Updated Student Counts. Student counts in special, vocational, and remedial education have been updated from 2000 and 2001 to 2002 and 2003 data.
- ***Other Technical Changes to Incentive-Based Accounts.*** Includes \$26.0 million GF and \$9.5 million NGF the first year and \$26.6 million GF the second year to make technical adjustments in incentive-based programs that provide funding beyond the Standards of Quality. Changes in funding requirements for these programs are based on updated enrollment projections, updated free lunch eligibility data (statewide the percent of students eligible for federal free lunch program changed from 23.55 percent to 24.53 percent), and updated participation rates for particular programs. (A list of incentive-based accounts is included at the end of this section.)
 - ***Other Technical Changes to Categorical Accounts.*** Includes \$10.9 million GF the first year and \$19.5 million GF the second year to make technical adjustments in categorical programs that provide funding beyond the Standards of Quality to meet additional federal and state statutory and regulatory requirements. (A list of categorical accounts is included at the end of this section.)
 - ***State Board of Education's Proposed SOQ Remediation Enhancement.*** Transfers additional lottery proceeds of \$20.5 million the first year and \$20.6 million the second year to fund the State Board of Education's proposed revision to the SOQ remediation calculation. The proposed methodology is based on the state's share of the cost of one hour per day of additional instruction for students at-risk of academic failure as measured by eligibility for the federal free lunch program, with a sliding scale for the ratio of students to teachers based on a division's percentage of students failing SOL tests. The current methodology is based on the state's share of the cost of nine instructional positions per 1,000 students scoring in the bottom quartile on the Stanford 9

assessment. (Lottery incentive account funding is based on the state share of \$218.26 per pupil the first year and \$219.73 per pupil the second year based on: (1) revised lottery revenue projections, (2) the transfer of funds for SOQ remediation, and (3) new composite index calculations.)

- ***No Child Left Behind: Implementation Costs.*** Adds \$4.4 million GF the first year and \$5.1 million GF the second year to help with costs of implementing the federal No Child Left Behind Act.
- ***Continue Technology Equipment Note Issuance.*** Adds \$7.1 million NGF (Literary Fund) the second year for the first year of debt service on a 2005 five-year \$59.1 million note issuance. Costs related to a 2006 issuance would begin in FY 2007.
- ***SOL Remediation (Project Graduation).*** Adds \$2.8 million GF each year for regional summer school programs and on-line SOL tutorials targeted to helping students pass SOL tests needed for graduation.
- ***"No Loss" Funding.*** Includes \$1.5 million GF the first year and \$2.2 million the second year to ensure that no school division would receive fewer education dollars in FY 2005 or FY2006 than they will receive in FY 2004 under HB 29/SB 29.
- ***English as a Second Language.*** Adds \$9.1 million GF the first year and \$10.6 million GF the second year to increase the basis for funding from 10 to 17 the number of instructional positions per 1,000 students for whom English is a second language. Budget language makes the spending contingent upon passage of the Governor's tax proposal.
- ***Cost of Competing Adjustment.*** Adds \$3.5 million GF the first year and \$3.7 million GF the second year to increase the Planning District 8 cost of competing adjustment for support personnel from 20.92 percent to 24.61 percent. Budget language makes the spending contingent upon passage of the Governor's tax proposal.
- ***At-Risk Four-Year-Olds Program.*** Adds \$2.2 million GF each year to reduce from 100 percent to 67 percent the deduction of students being served by Title I programs. Budget language makes the spending contingent upon passage of the Governor's tax proposal.
- ***Deduct Locally Generated and Federal Revenues from SOQ Costs.*** Reduces funding by \$208.3 million GF the first year and \$209.8

million GF the second year by: (1) deducting certain locally generated revenues from total SOQ costs and (2) deducting certain federal revenues from total SOQ costs.

- *Deduct Non-Personal Technology Costs from SOQ.* Reduces funding by \$54.6 million GF the first year and \$55.2 million GF the second year by deducting non-personal technology cost codes from the calculations of SOQ costs.
- *Decrease in Primary Class Size K-3 Reduction Funding.* Reduces funding by \$6.0 million GF each year by funding the lower of, rather than the higher of, the division average per pupil cost or the actual division per pupil cost.
- *Literary Fund Diversions.* Supplants an additional \$13.4 million GF the first year and \$17.4 million GF the second year with Literary Fund revenues by funding a portion of Teacher Retirement and Social Security SOQ costs. Uses \$5 million each year for interest rate subsidies.

Proposed Literary Fund Sources & Uses (\$ in millions)			
	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>
Proposed Revenues & Balances	\$213.2	\$214.2	\$203.5
Proposed Uses			
Teacher Ret./Soc. Security	\$118.5	\$131.9	\$135.9
Technology Debt Service	55.0	64.5	62.2
Interest Rate Subsidy	2.9	5.0	5.0
School Construction Loans	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Total Uses	\$176.4	\$201.4	\$203.1
Ending Balance	\$36.8	\$12.8	\$0.5

A listing, by locality, of estimated funding for FY 2005 Direct Aid to Public Education is included as Appendix A and estimated funding for FY 2006 Direct Aid to Public Education is included as Appendix B.

Programs Funded Above the SOQ

Incentive-Based Programs

Lottery	School Construction
At-Risk Add-On	ISAEP
Primary Class Size K-3	SOL Algebra Readiness
At-Risk Four Year Olds	No Loss
Early Reading Intervention	Student Achievement Grant
SOL Remediation	Technology

Categorical Programs

Vocational Education	Adult Education
Special Education: Homebound	Foster Care
Special Education: Hospitals	Alternative Education
Special Education: Tuition	Electronic Classroom
Special Education: Inservice	School Nutrition
Special Education: Jails	Governor's School
	Adult Literacy

Direct Grants

Southwest Education Consortium	Small School Division Assistance
Project Discovery	Mentor Teacher Program
Southside VA Reg. Tech. Consort.	Indian Children
William King Reg. Arts Center	

Tracking Direct Aid to Education:

From the Preliminary Re-benchmarking Estimate of \$525.1 million (July 23, 2003)
to the Governor's Proposed Budget of \$761.4 million (December 17, 2003)

Technical (Re-benchmarking) Adjustments		<i>Running Totals</i>
Enrollment (SOQ Accounts Only)	\$116,670,286	
Base Year Exp. Data (SOQ Accounts Only)	129,785,835	
Special Enrollments (SOQ Accounts Only)	110,145,060	
Funded Salaries (SOQ Accounts Only)	168,471,006	\$525,072,187
Other* (SOQ, Incentive, and Cat. Accounts)	314,366,830	\$839,439,017
Sales Tax (SOQ Accounts Only)	66,197,521	
Fringe Rates (SOQ, Incentive, Cat. Accounts)	167,974,258	
Comp. Index (SOQ, Incentive, Cat. Accounts)	53,547,619	
Other Updates (Cat. Accounts Only)	30,436,089	
Other Updates (Incentive Accounts Only)	<u>52,538,662</u>	
Subtotal	\$1,210,133,166	\$1,210,133,166
Decreases		
Deduct Local & Fed. Revenues from SOQ	\$(418,155,938)	
Remove Tech. Expenditures from SOQ	(109,716,737)	
Reduce K-3 Class Size Funding	(11,976,820)	
Supplant \$30.8M GF with \$30.8M Lit. Fund	<u>0</u>	
Subtotal	\$(539,849,495)	\$670,283,671
Increases		
Revise SOQ Remediation (w/ Lottery)	\$41,168,233	
Increase English as a 2 nd Language Funding**	19,676,974	
Provide Funding for No Child Left Behind	9,473,290	
Increase PD8 Cost of Competing Adjustment**	7,124,711	
Expand Project Graduation Funding	5,548,956	
Increase At-Risk Four-Year-Olds Funding**	4,463,981	
Institute "No Loss" Funding	<u>3,707,751</u>	
Subtotal	\$91,163,896	\$761,447,567

*Other = health insurance premiums, superintendents, school boards, nurses, pupil transportation, remedial summer school enrollment, inflation, partial lottery revenue

**Contingent on Governor's tax proposal.

Higher Education

The Governor's proposed 2004-06 budget provides a net increase of \$125.9 million GF, or 4.8 percent, for higher education compared to the adjusted base budget. In addition to funds appropriated directly to the higher education institutions and agencies, the Governor's proposed budget includes \$12.0 million GF in central accounts for a three percent salary increase for faculty (effective November 25, 2005) and \$11.4 million GF in the Treasury Board for lease payments through the Higher Education Equipment Trust Fund. In total, the Governor's proposed budget contains \$149.3 million in additional general fund support for higher education.

Almost three-fourths of the Governor's proposed increases for higher education are contingent on the passage of his tax proposal.

Major GF Increases	
(2004-06 Biennium, \$ in millions)	
Contingent on Governor's Tax Proposal	
Base Operating Needs:	
Base Adequacy	\$35.5
Enrollment Growth	35.1
Instruction/Research Supplement	11.5
3% Faculty Salary Increase in FY 2006	12.0
Tuition Assistance Grants (TAG)	4.5
Institute for Advanced Learning & Research (incl. HEETF lease payments)	3.1
Virtual Library of Virginia	2.9
Advanced Communications Network	2.4
Military Tuition Waivers	2.0
High-Value Crops Initiative	1.4
TOTAL	\$110.4

The major items included in the Governor's proposed budget that are not contingent on passage of his tax proposal are identified below:

Major GF Increases (2004-06 Biennium, \$ in millions)	
Not Contingent on Governor's Tax Proposal	
Equipment Trust Fund Lease Payments	\$11.3
Student Financial Aid	9.1
NVCC Medical Education Campus	7.0
Operation of New Facilities	4.6
Program Enhancements at NSU and VSU	2.7
VSU – Extension 100% State Match	1.4
UVA Health Insurance Premiums	1.2
Tidewater CC Norfolk Admin. Office Lease	0.9
Private College Transfer Grants	0.3
Student Participation Initiative	0.3
Restore Space Grant Consortium	<u>0.3</u>
TOTAL	\$39.1

- **Base Operating Needs.** The Governor has proposed increasing base operating funds for the institutions' Educational and General (E&G) programs to support three key initiatives:
 - **Base Adequacy.** Proposes \$11.8 million GF and \$9.2 million NGF the first year and \$23.7 million GF and \$18.5 million NGF the second year as part of a multi-year phase-in to increase base support at public colleges and universities to 95 percent of the targeted funding levels identified by the Governor.
 - **Enrollment Growth.** Proposes \$17.6 million GF each year for the estimated marginal costs associated with enrollment growth between FY 2002 and FY 2003. The 2002-04 biennial budget included no general fund support for enrollment growth.

- **Instruction and Research Supplement.** Proposes \$10.0 million GF the first year and \$1.5 million GF the second year to supplement existing academic and research programs. Of the \$10.0 million provided in the first year, \$8.4 million is intended as one-time "seed" money to expand institutions' research capabilities in targeted program areas by attracting prominent research faculty.

Proposed Base Operating Increases (Biennial \$ Amounts, GF Share)			
<u>Institution</u>	<u>Base Adequacy</u>	<u>Enrollment Growth</u>	<u>Instr/Research Supplement</u>
Christopher Newport Univ.	\$1,193,000	\$533,000	\$0
College of Wm. & Mary	431,000	0	636,000
George Mason University	1,137,000	6,528,000	886,000
James Madison University	2,033,000	1,424,000	305,000
Longwood University	596,000	696,000	0
Mary Washington College	0	819,000	0
Norfolk State University	0	0	251,000
Old Dominion University	6,064,000	4,731,000	406,000
Radford University	2,090,000	183,000	0
Richard Bland College	0	0	126,000
University of Virginia	665,000	0	3,005,000
UVA – Wise	0	442,000	0
Virginia Commonwealth Univ.	759,000	2,901,000	1,979,000
Va. Community Colleges	19,146,000	16,243,000	0
Va. Institute of Marine Science	0	0	976,000
Virginia Military Institute	0	0	694,000
Virginia State University	0	638,000	102,000
Virginia Tech	<u>1,390,000</u>	<u>0</u>	<u>2,105,000</u>
TOTAL	\$35,504,000	\$35,138,000	\$11,471,000

- **Faculty Salary Increases.** Provides \$12.0 million GF in the second year for a three percent salary increase for faculty, effective November 25, 2005. The increase is contingent upon approval of the Governor's tax proposal.

3% Faculty Salary Increases
(FY 2006, GF Share)

Christopher Newport Univ.	\$190,000
College of William and Mary	380,000
George Mason University	1,066,000
James Madison University	533,000
Longwood University	145,000
Mary Washington College	139,000
Norfolk State University	239,000
Old Dominion University	649,000
Radford University	302,000
University of Virginia	1,210,000
UVA – Wise	66,000
Virginia Commonwealth Univ.	1,538,000
Va. Community Colleges	3,166,000
Virginia Institute of Marine Science	232,000
Virginia Military Institute	56,000
Virginia State University	139,000
VSU – Cooperative Extension	32,000
Virginia Tech	1,273,000
VT – Cooperative Extension	<u>595,000</u>
TOTAL	\$11,950,000

- **Tuition Assistance Grants.** Recommends \$1.8 million GF the first year and \$2.7 million GF the second year to increase the maximum undergraduate award to \$2,400 in FY 2005 and \$2,450 in FY 2006 and the maximum graduate award to \$1,900 in FY 2005 and \$1,950 in FY 2006. The increased funding is contingent upon passage of the Governor’s tax proposal.
- **Institute for Advanced Learning and Research.** Provides \$1.5 million GF each year to support operating costs associated with the Institute for Advanced Learning and Research in Danville and establishes the Institute as an authority of the Commonwealth. The Institute is currently operating in conjunction with Virginia Tech and is being supported through grants from the Tobacco Indemnification and Community Revitalization

Commission. The increased funding is contingent upon passage of the Governor's tax proposal.

- **Advanced Communications Network.** Includes \$2.4 million GF the first year to provide Virginia's six doctoral institutions with access to advanced national communication networks as part of the Governor's initiative to enhance the universities' research capacity. The proposed funding is contingent upon passage of the Governor's tax proposal.
- **Military Tuition Waivers.** Provides \$2.0 million GF the first year to offset a portion of the revenue loss at public colleges and universities that provide in-state tuition rates to military dependents who would otherwise be considered out-of-state students as provided in §23-7.4:2, *Code of Virginia*. Because previous estimates have placed the potential revenue loss at \$8 to \$9 million per year, language in the Appropriation Act has overridden this Code provision since 1998. The Governor proposes to remove that language in the introduced bill. The proposed funding is contingent upon passage of the Governor's tax proposal.
- **Equipment Trust Fund.** Authorizes the Virginia College Building Authority to acquire \$52.2 million of new academic computers and equipment each year through the Higher Education Equipment Trust Fund. Amendments in the Treasury Board provide \$11.4 million GF in FY 2006 to support the lease payments on those purchases. The allocation for the Institute for Advanced Learning and Research is contingent on the passage of the Governor's tax proposal.

Equipment Trust Fund
(Biennial Authorization)

Christopher Newport Univ.	\$1,180,000
College of William and Mary	3,096,000
George Mason University	5,785,000
James Madison University	4,029,000
Longwood University	1,094,000
Mary Washington College	1,269,000
Norfolk State University	2,048,000
Old Dominion University	6,965,000
Radford University	2,269,000
University of Virginia	18,720,000
Richard Bland College	251,000
UVA – Wise	535,000
Virginia Commonwealth Univ.	14,291,000
Va. Community Colleges	20,777,000
Va. Institute of Marine Science	957,000
Virginia Military Institute	1,635,000
Virginia State University	2,159,000
Virginia Tech	16,061,000
Southwest Va. Higher Education Ctr.	110,000
Roanoke Higher Education Ctr.	110,000
Institute for Adv. Learning & Research	<u>1,000,000</u>
TOTAL	\$104,341,000

- **Student Financial Aid.** Provides \$4.5 million GF each year for student financial assistance to offset anticipated tuition increases and to begin phasing-in support for the Commonwealth to meet at least 50 percent of remaining student need.
- **Northern Virginia Community College Medical Education Campus.** Adds \$3.5 million GF and \$1.9 million NGF each year to support the hiring of faculty and staff needed to accommodate enrollment demand in nursing and allied health training programs in Northern Virginia.

- **Operation of New Facilities.** Provides \$1.7 million GF and \$1.7 million NGF the first year and \$2.7 million GF and \$2.3 NGF the second year for new E&G facilities coming on-line in FY 2005.
- **Program Enhancements at Norfolk State and Virginia State.** Includes funding to enhance academic programs identified in the Accord between the Commonwealth of Virginia and the U.S. Office of Civil Rights (OCR). Provides Norfolk State University with \$517,000 GF in FY 2005 and \$952,000 GF in FY 2006 for new academic programs in engineering and computer science. Provides Virginia State University with \$568,000 GF in FY 2005 and \$615,000 GF in FY 2006 to support the accreditation of its business and education programs and to upgrade the campus telecommunications network.

The Governor proposes additional funding in support of the OCR Accord through stand-alone capital appropriations for maintenance reserve at both institutions and for a supplement to a technology infrastructure project at Norfolk State University.

- **VSU – Cooperative Extension.** Provides \$374,000 GF in FY 2005 and \$1.1 million GF in FY 2006 to meet 100 percent of federal funding through state matching funds.
- **UVA Health Insurance Premiums.** Provides \$600,000 GF and \$829,000 NGF in each year to cover the increased employer premiums for employees participating in the university's self-insured health plan.
- **Private College Transfer Grants.** Proposes \$160,000 GF in each year to establish a pilot program for in-state students wishing to transfer from a community college to a private four-year institution. The pilot program would provide up to 40 students with \$4,000 transfer grants to defray the cost of attending a private four-year institution. Students participating in this program would not be eligible for the TAG award.

In addition to changes in funding, the Governor proposes several policy changes through language amendments, including:

- **Fund Split Policy.** Establishes a cost-sharing policy under which the Commonwealth would be responsible for 60 percent of the educational costs of in-state students at all public institutions, except for the community colleges where the general fund share of the cost would be 70 percent for in-state students.

Language in the proposed budget replaces previous language which set a goal that the state should support 75 percent of the educational costs of in-state students at public four-year institutions and 80 percent of the cost at the Virginia community colleges. The Governor proposes no change to the existing policy that out-of-state students cover at least 100 percent of the cost of their education.

The Governor has applied this fund split in the proposed increased funding for base adequacy, faculty salaries, and operating support for new facilities coming on-line.

- **Tuition and Fee Restrictions.** Returns authority for setting tuition and fees to the institutions' boards of visitors, removing all caps on the rate at which institutions can increase tuition, student technology fees, and mandatory non-E&G fees used to support auxiliary enterprises.
- **Melchers-Monroe Memorials.** Consolidates Mary Washington College and Melchers-Monroe Memorials. The College currently administers the Melchers' estate and gallery, and the James Monroe museum and library. The Governor proposes merging the two agencies to improve the efficiency of the museum administration.
- **NGF Maintenance Reserve Fund.** Authorizes the University of Virginia to establish a reserve fund from tuition and other nongeneral fund operating revenues to support major maintenance and repair work for E&G facilities constructed with nongeneral fund funds.

Other Education

The Governor's proposed 2004-06 budget provides a net increase of \$3.1 million GF for state museums and other educational entities. This net increase is the result of \$3.8 million in GF increases offset by \$686,000 in GF reductions. Although most of the proposed changes are technical in nature, the Governor has identified targeted increases in general fund support for the Jamestown-Yorktown Foundation and the Virginia Commission for the Arts in addition to supplanting general fund support at the Library of Virginia with nongeneral funds.

- **Jamestown-Yorktown Foundation**
 - *Operation of new facilities.* Provides \$1.0 million GF and \$136,000 NGF in the first year and \$1.2 million GF and \$93,000 NGF in the second year along with a total of seven positions for the biennium to support the operation and maintenance of new facilities coming on-line.

- **Virginia Commission for the Arts**
 - *Grants for the Arts.* Adds \$210,000 GF the first year and \$430,000 GF the second year for grants awarded by the Commission. Budget language makes the spending contingent upon passage of the Governor's tax proposal.

- **Library of Virginia**
 - *State Records Center.* Supplants \$115,000 GF in the first year and \$185,000 GF in the second year with nongeneral funds derived from existing service fees charged by the State Records Center.

Finance

The Governor's proposed 2004-06 budget for Finance results in a net increase of \$225.2 million GF for the biennium when compared to the adjusted appropriation for current operations. This total reflects new spending of \$226.3 million, offset by reductions of \$1.1 million.

New general fund spending includes \$87.0 million for deposit into the Revenue Stabilization Fund, \$82.6 million in additional debt service for bonds issued by the Commonwealth, \$22.3 million to continue computer equipment leases needed by the Department of Taxation, \$5.3 million to implement tax reform, \$6.0 million in additional transfers to local governments, \$5.7 million in funding for school system efficiency reviews, and \$5.6 million in funding for Line of Duty Act payments.

One of the more notable actions taken in the Finance secretariat, however, is the transfer of \$111.4 million from the Department of Accounts to a new sub-agency called "Department of Accounts Transfer Payments." Among the items that will be included in this new sub-agency are aid-to-locality payments, Virginia Education Loan Authority Reserve Fund payments, Line of Duty Act payments, and deposits to the Revenue Stabilization Fund. This change has been proposed to delineate the Department of Accounts' operating and non-operating activities.

- **Department of Accounts**

- *Provide Funding for School System Efficiency Reviews.* Provides \$2.5 million GF and 13.0 positions the first year and \$3.3 million GF and five positions the second year to conduct 15 school system efficiency reviews in FY 2005 and 20 such reviews in FY 2006. Included in the funding is \$100,000 each year for the hiring of consultants to assist the new unit.
- *Reduce Schedule for Updating the Financial Information Downloading System (FINDS).* Reduces the agency's appropriations by \$25,000 GF each year by reducing the schedule for FINDS updates from daily to weekly. The FINDS system is used by many agencies to keep track of their budget and expenditures.
- *Eliminate Printed Reports.* Reduces the agency's appropriations by \$40,000 GF in both years through the elimination of printed reports. Agencies may continue to access these reports through the

Internet, but will be required to print the reports on their own local printers.

- *Create New Sub-Agency for Transfer Payments.* Decreases the agency’s appropriations by \$55.7 million GF and \$2.0 million NGF each year and transfers those amounts to a new sub-agency titled “Department of Accounts Transfer Payments.” The programs to be transferred by this action include: Financial Assistance to Localities, the Virginia Education Loan Authority Reserve Fund, and Line of Duty payments. The proposal will better delineate those activities over which the department has direct control and those activities it simply administers. This proposal is analogous to the establishment of the Treasury Board as a sub-agency within the Department of the Treasury.
- **Department of Accounts Transfer Payments**
 - *Create New Sub-Agency for Transfer Payments.* Increases this new agency’s appropriations by \$55.7 million GF and \$2.0 million NGF each year. This proposal creates a new sub-agency within the Department of Accounts for transfer payments, including: aid-to-locality payments, Virginia Education Loan Authority Reserve Fund payments, Line of Duty payments, and deposits to the Revenue Stabilization Fund. The proposal will better delineate those activities over which the Department of Accounts has direct control and those activities it simply administers.
 - *Provide for Rainy Day Fund deposit.* Provides \$87.0 million GF in the second year to satisfy the mandatory deposit into the Revenue Stabilization Fund required by Article X, Section 8 of the Constitution of Virginia.
 - *Provide Permanent Funding for Line of Duty Act Payments.* Provides \$2.5 million GF in the first year and \$3.1 million GF in the second year to support the payment of death benefits and health insurance benefits to deceased or disabled public safety officers and their families.
 - *Adjust Aid to Localities Program Appropriation.* Provides \$2.4 million GF the first year and \$3.6 million GF the second year for distribution of alcoholic beverage control profits, wine taxes, rolling stock taxes, recordation taxes, and Tennessee Valley Authority payments to localities. These additional amounts are based upon revised forecasts submitted by the Department of Alcoholic Beverage Control and the Department of Taxation.

- **Department of Planning and Budget**
 - *Economic Contingency Transfer.* Provides \$300,000 GF each year from the Economic Contingency Fund to offset costs associated with the department’s support for the Council on Virginia’s Future. This proposal has been included as an adjustment to the department’s base budget.
 - *Fund Staffing Needs.* Provides \$295,916 GF the first year and \$322,824 GF the second year to support hiring for four vacant staff positions. The staff are needed to address increases in the agency’s workload associated with initiatives such as the Six-Year Capital Outlay Plan, the Council on Virginia’s Future, and the Taxpayer’s Budget Bill of Rights.

- **Department of Taxation**

- *Fund Partnership Continuation Costs.* Provides \$11.4 million GF the first year and \$10.9 million GF the second year to assume the on-going costs of acquiring, maintaining, and refreshing the hardware, software, and annual maintenance contracts initially supported by the proceeds of a public-private partnership between the agency and American Management Systems, Inc.

Previously, the leases for the department’s hardware, software, and annual maintenance costs were supported by a Technology Partnership Fund. This fund was comprised of the additional revenue collected by the agency as the result of the enhancements to its operations produced by the partnership with American Management Systems, Inc. However, this partnership is scheduled to terminate on July 1, 2004. It is expected that an additional \$52.6 million in revenue will flow into the general fund beginning in FY 2005.

- *Reduce Technology Partnership Fund Appropriation.* Reduces the agency’s appropriations by \$25.3 million NGF the first year and \$26.3 million the second year to account for the estimated final payments due in FY 2005 and FY 2006 to American Management Systems, Inc. The source of the payments is balances in the Technology Partnership Fund. With the exception of these estimated final payments, the Technology Partnership Fund will terminate on July 1, 2004.
- *Implement Tax Reform.* Provides \$3.4 million GF and 22.00 positions in the first year and \$1.8 million GF in the second year to

support the implementation costs of the Governor's tax reform initiative. These general fund dollars will be used to pay for changes to the agency's computer system, undefined nonpersonal services, and personal services costs associated with the additional positions.

- ***Establish Nongeneral Fund Voluntary Contribution Appropriation.*** Recommends the appropriation of \$50,000 NGF each year to support the agency's administration of the voluntary contributions program. The voluntary contributions program provides the opportunity to taxpayers to include amounts on their tax returns for various purposes. The Code of Virginia currently permits the department to retain five percent of the contributions made by taxpayers up to \$50,000 each tax year for the administration of this program.
- ***Reduce Warehouse Space.*** Reduces the agency's appropriations by \$100,000 GF each year to account for a reduction in the total square footage of storage space rented due to the department's increasing ability to store documents electronically.
- ***Adjust Federal Debt Setoff Program Funding.*** Provides for a reduction of \$614,887 GF in each year to capture savings from increased efficiencies in the federal debt setoff program.
- ***Postage Increase.*** Includes \$251,326 GF each year to offset increases in the costs of postage. Of the total sums provided each year, \$53,926 is transferred from the Department of the Treasury. This proposal has been included as an adjustment to the department's base budget.

- **Department of the Treasury**

- ***Provide Funding for the Administration of the Security for Public Deposits Act.*** Provides \$97,500 NGF and one position for the administration of the Security for Public Deposits Act (SPDA). SPDA requires financial institutions holding public deposits to secure those deposits by pledging collateral worth fifty percent of the deposits. In many states, however, financial institutions are required to pledge 100 percent of public deposits' value as collateral. Given the smaller pledge required by the department, financial institutions have agreed to pay a fee to support the agency's administration of this program, which centralizes and standardizes the regulations with which financial institutions must comply to secure public deposits statewide. The fee will reportedly

be one-half of one basis point, capped at \$125,000, with a minimum charge of \$25.

- ***Study the Development of a State-Owner Controlled Insurance Program for State Construction Projects.*** Provides \$100,000 NGF the first year to study the development of a self-insurance program for state construction projects. Based upon insurance industry research, a self-insurance program could reduce the total costs of a construction project by one to three percent by eliminating the need for individual contractors to procure their own insurance. The self-insurance program could also eliminate the need for litigation between the various insurance companies representing different contractors working on a project when losses occur.
- ***Enhance Unclaimed Property System.*** Provides \$100,000 NGF each year to upgrade the unclaimed property system. Upgrading the system will permit the department to, for the first time, begin liquidating about \$12.4 million in mutual fund accounts. Due to problems associated with the agency's current database information system, the agency is not able to accurately account for detailed mutual fund transactions at the owner level. Furthermore, the current database information system requires a high degree of manual intervention to extract the names of unclaimed property holders for publication in newspapers. Given a new system, the agency reports it will be able to make the mutual funds' entire value of \$12.4 million available to the Literary Fund.
- ***Increase Staff for Unclaimed Property.*** Provides \$76,542 NGF and two positions in the first year and \$78,956 NGF the second year to reduce a backlog in the processing of unclaimed property inquiries and resulting claims. Currently, the department's staff require eight weeks to process an inquiry about unclaimed property from initial contact to successful payment. Prior to FY 2003, the timeframe for making successful payment from initial contact was 30 days. The source of the nongeneral fund dollars supporting this proposal is proceeds from unclaimed property.
- ***Reduce Printing of State Employee Earnings Notices.*** Reduces the agency's appropriations by \$45,000 GF in the second year to account for a reduction in the number of printed earnings notices. Because state employees will continue to be able to access earnings notice information through the Department of Accounts' web-based Payline system, the proposal reports state employees will be "encouraged" to make better use of that system. Nevertheless,

those employees that choose to do so will still be permitted to obtain the printed notices.

- ***Reduce Printing of Payroll Checks by Increasing Participation in Direct Deposit.*** Reduces the agency’s appropriations by \$17,500 GF the second year to account for a reduction in the number of payroll checks issued to state employees due to participation in the direct deposit program.
- ***Increase Use of Electronic Funds Transfer for Payments.*** Reduces the agency’s appropriations by \$64,404 GF in the second year to account for a reduction in the number of checks printed and mailed to vendors for goods and services purchased by the Commonwealth. The department will continue to work with the Department of Accounts to encourage state agencies to use electronic funds transfers for payments instead of printed checks.
- ***Eliminate Funding for Systems Design and Development.*** Reduces the agency’s appropriations by \$1.2 million NGF each year to account for the completion of a new risk management system. The system has been developed and is in operation.
- ***Realign Positions to Reflect Funding Sources.*** Provides for a reduction of four general fund positions and a corresponding increase of four nongeneral fund positions to better reflect the source of funding for those positions.
- ***Postage Increase.*** Includes \$102,600 GF each year to offset increases in the costs of postage. This proposal has been included as an adjustment to the department’s base budget.
- ***Postage Transfer.*** Reduces the agency’s appropriations by \$53,926 GF each year to reflect the transfer of these amounts to the Department of Taxation. This amendment has been included as an adjustment to the department’s base budget.
- **Treasury Board**
 - ***Revised Debt Service Schedule.*** Proposes an increase of \$15.9 million GF the first year and \$34.6 million GF the second year based on changes in debt service requirements for previously issued or authorized obligations.
 - ***Debt Service Increase.*** Proposes \$2.2 million GF the first year and \$18.5 million GF the second year for debt service payments on

bonds of the Virginia College Building Authority and the Virginia Public Building Authority to be issued for new projects included in the introduced budget. An interest rate of 5.10 percent was assumed on these 20-year bonds. Of the amounts proposed, \$1.5 million the first year and \$10.1 million the second year is assumed to finance the State Agency Radio Systems (STARS). These amounts are contingent upon passage of the Governor's tax proposal. No additional debt service requirements are assumed for the \$273.3 million of capital projects proposed by the Governor in separate legislation.

- ***Higher Education Equipment Trust Fund Debt Service.*** Proposes \$11.4 million GF the second year for short-term lease costs to purchase \$52.2 million of equipment each year under the Higher Education Equipment Trust Fund program. Approximately \$50,000 of the lease costs are contingent upon approval of the Governor's tax proposal. The contingent allowance would be used to acquire \$500,000 of equipment each year for the Institute for Advanced Learning and Research in Danville.

- ***Debt Service Decrease.*** Proposes a \$3.3 million NGF decrease each year due to the retirement of two Virginia Public Building Authority bonds.

Health and Human Resources

The Governor's proposed 2004-06 budget for Health and Human Resources results in a net increase of \$320.1 million GF and \$1.6 billion NGF for the biennium when compared to the adjusted appropriation for current operations. This total reflects new spending of \$375.5 million GF and \$1.7 billion NGF, offset by \$55.5 million GF and \$13.0 million NGF in reductions. About 79 percent of the funding is required to meet caseload and cost increases, comply with federal and state mandates, and offset nongeneral fund revenue losses. In addition, a \$27.4 million GF initiative is included to address the U.S. Supreme Court's Olmstead decision by increasing community-based services for mentally disabled persons. A portion of the proposed funding for Health and Human Resources totaling \$384.9 million is contingent upon revenues assumed by the passage of the Governor's tax proposal. Most of this contingent funding affects the Medicaid program.

Inflation in medical costs and increasing numbers of low-income families, elderly, and disabled in the Medicaid program require the addition of \$272.0 million in FY 2005 and \$435.8 million in FY 2006 in state funding. Most of the additional funding needed for the Medicaid program comes from the Governor's proposed Virginia Health Care Fund. The fund would be used solely for health care services and is comprised of revenues from the current cigarette tax, the 40 percent general fund share of the Tobacco Master Settlement Agreement, and all prior-year Medicaid recoveries. The recommended budget also proposes language to increase the state cigarette tax from 2.5 cents per pack to 25 cents per pack. The \$292.3 million in increased cigarette tax revenue over the biennium would also be deposited into the Virginia Health Care Fund. With this increased revenue, the fund is estimated to provide \$310.7 million in FY 2005 and \$276.3 million in FY 2006 for the Medicaid program. To fully fund the forecasted need for Medicaid in 2004-06, an appropriation of \$120.8 million from the general fund is proposed in addition to revenues from the Virginia Health Care Fund.

Other caseload and cost increases account for \$106.7 million GF of the added funding. The rising cost to serve at-risk youth, entitled to care under the Comprehensive Services Act (CSA), requires \$46.8 million GF. An additional \$31.3 million GF is proposed for growth in the number of low-income children eligible for FAMIS and FAMIS-Plus, the state's children's health insurance program. Growth in the number and cost of serving children entitled to foster care and subsidized adoptions requires \$25.5 million GF. Finally, an added \$3.1 million GF is proposed for increases in involuntary mental commitments.

Federal and state mandates account for \$12.3 million GF of the additional proposed funding. This includes \$9.1 million for the civil commitment and treatment of violent sexual predators, and \$859,000 to monitor and treat sex

offenders conditionally released by the courts into the community. It also includes \$506,250 GF to support workload increases in determining eligibility for Medicaid disability services in the Department of Rehabilitative Services, and \$1.8 million GF for contractual costs to administer the federally mandated Electronic Benefits Transfer System for food stamps.

The \$27.4 million GF Olmstead initiative includes:

- \$9.0 million to discharge 77 long-term mentally disabled patients from state facilities and treat with specialized services;
- \$6.7 million for 160 new mental retardation waiver slots;
- \$4.6 million to add three programs of assertive community treatment for mentally ill adults;
- \$4.0 million to increase community mental health services for children and adolescents with serious emotional and behavioral disorders;
- \$2.0 million to expand the purchase of short-term inpatient mental health treatment beds at local community hospitals;
- \$804,431 to add 25 slots for the developmentally disabled waiver program; and
- \$360,000 to add five new Public Guardian and Conservator Programs to serve disabled adults.

About 80 percent of the budget savings from Health and Human Resources comes from Medicaid cost avoidance and cost containment initiatives (\$44.5 million GF). Significant budget reductions include:

- \$28.0 million in savings from efforts to reduce teaching hospital reliance on general funds for indigent care;
- \$10.3 million from reducing pharmacy program costs by implementing a maximum allowable cost program to contain costs for generic drugs;
- \$2.3 million by realizing savings by moving AIDS waiver program patients to the elderly and disabled waiver program and eliminating their case management services;
- \$3.4 million by reducing administrative funding for a disease management program and implementing the program on a more

limited basis to test its ability to enhance patient care and control costs.

- **Comprehensive Services Act (CSA) for At-Risk Youth and Families**
 - *Increased Cost of Mandatory Services.* Adds \$18.9 million GF and \$21.6 million NGF the first year and \$27.9 million GF and \$27.0 million NGF the second year for increased costs of serving children mandated for care under CSA. Spending growth for CSA over the biennium is projected to be slightly less than in recent years, averaging about 10 percent in FY 2005 and 7.3 percent in FY 2006.

- **Virginia Department for the Aging**
 - *SeniorNavigator Web-based Aging Information System.* Provides \$250,000 GF each year for operational support of SeniorNavigator, a web-based aging information system which provides information about available services for seniors, families, and caregivers.
 - *Expand Public Guardian and Conservator Program.* Provides \$110,000 GF in FY 2005 and \$250,000 GF in FY 2006 to establish five new Public Guardian and Conservator Programs in unserved areas. Currently, nine programs operate throughout the state and serve elderly and disabled adults who have no family or friends able to provide guardian services. Funding for this program is part of the Olmstead initiative and contingent upon passage of the Governor's tax proposal.

- **Department of Health**
 - *Anticipated Federal Funds for Public Health Activities.* Provides \$20.1 million NGF in FY 2005 and \$21.2 million NGF in FY 2006 for anticipated federal grants for cancer prevention and control, hospital preparedness activities, and the AIDS Drug Assistance Program.
 - *Offset GF with NGF for Emergency Medical Services System.* Reduces general fund support for EMS by \$3.2 million each year and provides \$13.8 million NGF each year from the additional \$2 surcharge on motor vehicle registrations passed during the 2002 General Assembly (\$4-for-Life). Language is added making this additional funding for EMS contingent upon passage of the Governor's tax proposal.
 - *Substitute \$4-for-Life Funds for GF Support for Med-flight Operations.* Provides \$1.0 million NGF each year from the EMS \$4-

for-Life funds to replace general fund support to the State Police for med-flight operations.

- *Federal Funds for the Violent Death Reporting System.* Provides \$414,659 NGF each year in federal funds received by the Office of the Chief Medical Examiner for the development and maintenance of a National Violent Death Reporting System.
- *Allow Area Health Education Centers to Leverage Federal Medicaid Funds.* Language is added to allow the Area Health Education Centers (AHECs) to use existing funds to match federal Medicaid funds available for the recruitment, retention and practice support of Medicaid providers in medically underserved areas or areas with medically underserved populations. In addition, local and private funds available to AHECs can be used to match federal Medicaid funds available for provider education, health promotion, and Medicaid outreach and enrollment.
- *AHEC Cash Match for State Funding.* Language is also added to require AHECs to match 100 percent of the funds received from the state for their activities. In the past, AHECs were required to match only 50 percent of the funding received from the state.
- *Supplant Vital Records GF Operational Support With Vital Statistics Automation Fee Revenue.* Reduces \$967,904 GF each year for operational support of the Office of Vital Records and Health Statistics, and supplants it with a portion of the fees collected for the Vital Statistics Automation Fund. Currently the State Registrar collects a fee, not to exceed eight dollars, for a certified copy of a vital record or for a search of the files or records when no copy is made. Four dollars of this fee is deposited into the Vital Statistics Automation Fund for the automation of vital records and statistics information. The proposed budget redirects \$2 of the automation fee for the Office's operations.
- *Transfer Wastewater Activities to DEQ.* Transfers \$552,006 GF and seven FTE positions each year to the Department of Environmental Quality for the regulation of sewage treatment plants pursuant to HB 2602 passed by the 2003 General Assembly.
- **Department of Health Professions**
 - *Enforcement and Adjudication Costs.* Adds \$2.2 million NGF in FY 2005 and \$2.3 million NGF in FY 2006 and 27 positions to implement additional investigations, enforcement, and

adjudication of misconduct by doctors of medicine, podiatry, and osteopathy. These additional efforts are related to the passage of HB 1441 by the 2003 General Assembly that lowered the disciplinary standard of proof from gross negligence to simple negligence for misconduct by these health practitioners.

- *Leverage Medicaid for CNA Regulatory Program.* Adds language allowing the department to transfer revenue generated from Certified Nurse Aide fees to the Department of Medical Assistance Services to be matched by federal Medicaid funds. These funds would support the CNA regulatory program.

- **Department of Medical Assistance Services (DMAS)**

- *Increase for Medicaid Utilization and Inflation.* Proposes to fully fund expected increases in enrollment and costs in the Medicaid program. Projected growth in Medicaid can be attributed to increasing enrollment, especially among children and families, and rising costs of nursing home placements, managed care payments, mental retardation waiver services, and prescription drugs. The Medicaid program is expected to grow by 7.6 percent in FY 2005 and 8.8 percent in FY 2006, requiring additional state funding of \$272.0 million in FY 2005 and \$435.8 million in FY 2006 to maintain current services for eligible persons.

The proposed budget provides additional funding for Medicaid utilization and inflation from the Governor's proposed Virginia Health Care Fund. The fund would be used solely for health care services and is comprised of revenues from the current cigarette tax, the 40 percent general fund share of the Tobacco Master Settlement Agreement, and all prior-year Medicaid recoveries. The recommended budget also proposes language in Part 5 to increase the state cigarette tax from 2.5 cents per pack to 25 cents per pack. The \$292.3 million in additional cigarette tax revenue over the biennium would also be deposited into the Virginia Health Care Fund, making a portion of the funding for Medicaid contingent upon passage of the Governor's tax proposal.

The health care fund is estimated to provide a total of \$310.7 million in FY 2005 and \$276.3 million in FY 2006 for the Medicaid program. Consequently, to fully fund the forecasted need for Medicaid utilization and inflation, the budget proposes a reduction of \$38.7 million GF and an increase of \$555.2 million NGF in FY 2005 and an increase of \$159.5 million GF and \$684.1 million NGF in FY 2006.

- ***Medicaid Low-Income Children Caseload Growth (FAMIS Plus).*** Provides \$8.1 million GF and \$14.2 million NGF in FY 2005 and \$8.4 million GF and \$15.6 million NGF in FY 2006 for caseload growth in Medicaid eligible low-income children in families with incomes between 100 and 133 percent of the federal poverty level. The federal government matches Medicaid service expenditures for these children at the same rate as that provided for the Family Access to Medical Insurance Security (FAMIS) program (about 65 percent). Enrollment of these children in FAMIS Plus is expected to grow by 8 percent in FY 2005 and 6.7 percent in FY 2006, totaling about 28,400 children by the end of FY 2006.
- ***FAMIS Caseload Growth.*** Provides \$6.2 million GF and \$10.1 million NGF in FY 2005 and \$8.6 million GF and \$16.0 million NGF in FY 2006 for caseload growth in the FAMIS program. FAMIS enrollment has grown by about 14 percent in the past year, and as of September 2003 the program served about 32,700 children. Enrollment is expected to continue growing significantly during FY 2004 due to expanded outreach efforts. It is estimated that almost 38,000 children will be enrolled in the program by the end of FY 2004, with growth slowing to about 8.0 percent in FY 2005 and 7.4 percent in FY 2006. By June 30, 2006, the program is expected to serve about 46,000 children.
- ***Restore General Fund Support for Unrealized Revenue Maximization Initiatives.*** Adds \$6.9 million GF and reduces \$6.9 million NGF each year for unrealized revenue maximization strategies. Ongoing savings strategies assumed in the base budget to maximize federal Medicaid revenue have not materialized as expected and will probably not be feasible in the 2004-06 biennium.
- ***Increase Nursing Facility Reimbursement.*** Provides \$9.7 million GF and \$9.7 million NGF in FY 2006 to increase nursing facility reimbursement by \$3.00 per day. Language is added making this funding contingent upon passage of the Governor's tax proposal.
- ***Increase Inpatient Hospital Reimbursement.*** Provides \$9.1 million GF and \$9.1 million NGF in FY 2006 to increase inpatient hospital reimbursement by modifying a payment adjustment factor used in calculating the state's reimbursement. Currently, the payment adjustment factor discounts 28 percent of allowable hospital inpatient costs, thus reimbursing hospitals for about 72 percent of their costs. This added funding would allow the department to decrease the discount to 25 percent, resulting in increased reimbursement covering 75 percent of allowable costs for hospital

inpatient services. Language is added making this reimbursement change contingent upon passage of the Governor's tax proposal.

- ***Involuntary Mental Commitments.*** Adds \$1.1 million GF in FY 2005 and \$2.0 million GF in FY 2006 to fully fund hospital and physician services resulting from involuntary mental commitments.
- ***Add Developmentally Disabled Waiver Slots.*** Provides \$344,756 GF and \$344,756 NGF in FY 2005 and \$459,675 GF and \$459,675 NGF in FY 2006 for 25 additional slots for the Medicaid waiver program serving developmentally disabled persons, including those with cerebral palsy, autism, and epilepsy. The additional funds would increase the number of waiver slots from 323 to 348. Funding for this program is part of the Olmstead initiative and language is added making it contingent upon passage of the Governor's tax proposal.
- ***Adjust Medically Needy Income Limits for Inflation.*** Language is modified to provide an annual adjustment to medically needy income limits for the Medicaid program based on changes in the Consumer Price Index. This adjustment had been deferred in FY 2004 as part of the agency's budget reduction strategies. The Medicaid forecast for the 2004-06 biennium assumes the funding to provide this adjustment, estimated at \$500,093 GF and \$500,093 NGF each year.
- ***Develop Alzheimer's and Dementia Assisted Living Waiver.*** Adds language directing the Department of Medical Assistance Services to develop and implement a new home- and community-based waiver program to serve persons with Alzheimer's disease and related dementias, contingent upon federal approval. Language allows existing Medicaid funding to be used to implement the waiver not to exceed \$1.3 million GF and \$1.3 million NGF in FY 2005 and \$1.9 million GF and \$1.9 million NGF in FY 2006. Enrollment would be capped at 200 slots in the first year. Language directs the department to present the waiver proposal to the Governor and Chairman of the Joint Commission on Health Care by October 1, 2004, in order to consider the fiscal impact of the waiver during the development of the 2005 budget.
- ***Implementation of a Medicaid Buy-In Program.*** Adds language directing the Department of Medical Assistance Services to implement a Medicaid Buy-In Program, pursuant to HB 1822 passed by the 2003 General Assembly. The Medicaid Buy-In Program would serve up to 200 persons with disabilities and

would allow them to return to work or remain in the workforce while receiving Medicaid benefits. Current law discourages work by denying Medicaid eligibility to disabled individuals with minimal levels of earned income. Language allows existing Medicaid funding to be used to implement the waiver not to exceed \$223,463 GF and \$223,463 NGF in FY 2005 and \$455,767 GF and \$455,767 NGF in FY 2006.

Targeted Reductions

- ***Indigent Care Payments to Teaching Hospitals.*** Reduces general funds by \$15.6 million in FY 2005 and \$12.4 million in FY 2006 and increases nongeneral funds by \$2.3 million in FY 2005 and \$5.5 million in FY 2006 for indigent care services provided by the Virginia Commonwealth University Health System Authority and the University of Virginia Medical Center. The general fund reductions reflect efforts to reduce reliance by the teaching hospitals on disproportionate share hospital payments. Currently, both entities receive enhanced Medicaid payments for serving a disproportionate share of low-income, uninsured patients. However, the amount states can collect in enhanced federal Medicaid reimbursement is capped, requiring the hospitals to seek alternative funding sources for increased costs of indigent care. These initiatives have resulted in the need for fewer general funds for indigent care in the 2004-06 biennium.
- ***Implement Maximum Allowable Cost Reimbursement Methodology for Generic Drugs.*** Reduces \$5.2 million GF and \$5.2 million NGF each year by implementing a state maximum allowable cost reimbursement methodology to contain the costs of generic drugs in the Medicaid program.
- ***Implement a Limited Disease Management Program.*** Reduces funding by \$1.7 million GF and \$1.7 million NGF in anticipation of savings by implementing a limited disease management program, testing the cost effectiveness and quality improvement for certain Medicaid patients. Early attempts to aggressively expand the disease management program were unsuccessful in realizing savings of \$10.4 million GF estimated for FY 2004, because vendor proposals were too costly and could not guarantee programmatic savings. A portion of the savings (\$700,000 GF each year) is attributable to a reduction in administrative funding, which is not needed since a contract for disease management was not implemented.

- ***Move AIDS Waiver Patients to Elderly and Disabled Waiver Program.*** Reduces \$1.2 million GF and \$1.2 million NGF each year by moving AIDS Waiver patients into the elderly and disabled waiver program and realizing savings by the elimination of case management services. Case management is not a covered service in the elderly and disabled waiver program. Currently, 272 individuals are receiving AIDS waiver services.
- ***Reduce Durable Medical Equipment Payments.*** Reduces \$200,000 GF and \$201,043 NGF each year by eliminating a 30 percent mark-up paid for certain durable medical equipment items not included in Medicaid's rate schedule.
- **Department of Mental Health, Mental Retardation, and Substance Abuse Services (DMHMRSAS)**
 - ***MH Facility Revenue Shortfall.*** Adds \$14.8 million GF and reduces \$14.8 million NGF each year to reflect the loss of patient revenues at the state's mental health facilities. As the number of patients receiving services at state facilities has declined and fewer Medicaid-eligible clients have been served, operating revenues have diminished, resulting in the current funding shortfall. In recent years, the department has been able to maximize federal Medicaid revenues through a year-end cost-settlement process. The declining number of Medicaid-eligible patients will not allow the department to rely on this strategy in the upcoming biennium.
 - ***Mental Health Discharge Assistance Planning Funds.*** Allocates \$3.6 million GF in FY 2005 and \$5.4 million GF in FY 2006 to allow for the discharge of 77 long-term rehabilitation patients who have been identified and are ready to be released from one of the Commonwealth's mental health facilities. Funding, estimated at \$70,000 per individual, will be used to provide specialized services for individuals who face extraordinary barriers to placement in the community. Funding for this program is part of the Olmstead initiative and contingent upon passage of the Governor's tax proposal.
 - ***Add 160 Mental Retardation Waiver Slots.*** Adds \$2.7 million GF in FY 2005 and \$4.0 million GF in FY 2006 to increase the number of individuals receiving home- and community-based mental retardation waiver services. The additional waiver slots, which are estimated to cost \$25,000 each, will allow 107 individuals who are currently residing in mental retardation training centers to be discharged and placed into a less restrictive placement in the

community. The remaining 53 waiver slots will be used to reduce the current urgent waiting list of 1,000 individuals. Funding for this program is part of the Olmstead initiative and contingent upon passage of the Governor's tax proposal.

- ***Establish Additional Programs of Assertive Community Treatment (PACT).*** Provides \$2.0 million GF in FY 2005 and \$2.6 million GF in FY 2006 to establish three new PACT teams in communities. PACT programs provide crisis intervention and case management services that allow adults with mental illness to receive intensive treatment services in the community and avoid placement in mental health facilities. Currently, there are 13 PACT programs across the Commonwealth. Funding for this program is part of the Olmstead initiative and contingent upon passage of the Governor's tax proposal.
- ***Increase Community Mental Health Services for Children and Adolescents.*** Provides \$2.0 million GF each year to expand mental health services for children and adolescents with serious emotional disturbances and related disorders. While these children and adolescents may have the same diagnoses and illnesses as mandatory cases served through the Comprehensive Services Act, they are not eligible to receive CSA-funded services. For example, children whose parents retain custody of their child, as opposed to relinquishing custody to the state, may be ineligible for mental health services whereas foster care children are considered mandated cases. Funding for this program is part of the Olmstead initiative and contingent upon passage of the Governor's tax proposal.
- ***Increase Inpatient Treatment Services Purchased at Community Hospitals.*** Adds \$1.0 million each year to expand the purchase of inpatient services at community hospitals in order to reduce inpatient admissions and potentially long-term stays at state mental health facilities. Funding for this program is part of the Olmstead initiative and contingent upon passage of the Governor's tax proposal.
- ***Services and Monitoring for Conditionally Released Sexually Violent Offenders.*** Adds \$325,000 GF in FY 2005 and \$534,000 in FY 2006 to monitor, treat, and support sexually violent offenders who are conditionally released by the courts to the community.
- ***Replace Obsolete Computer Hardware.*** Adds \$400,000 GF in FY 2005 and \$175,000 in FY 2006 to replace outdated computer

hardware that the Department uses to operate its financial management systems such as procurement, patient cost accounting, and budgeting. The Department's computer hardware will be purchased through the state's Master Equipment Leasing Program (MELP).

- *Advisory Committee on the Olmstead Decision.* Adds budget language establishing the Community Integration Oversight Advisory Committee to oversee implementation of the Supreme Court's 1999 decision *Olmstead vs. L.C.* A community integration implementation team is required to report annually to the advisory committee on the status of the implementation of *Olmstead* in Virginia.
- *Adjust NGF for Increased Revenues.* Adds \$9.4 million each year to adjust the nongeneral fund appropriation for the community services boards to reflect federal grant increases for mental health, substance abuse, and early intervention services. Provides an additional nongeneral fund appropriation of \$3.6 million each year to reflect a) increased federal revenues for the Southwestern Virginia Training Center and b) increased federal grants for early intervention services for children, crisis counseling, outreach, human rights protections, and licensure activities.
- **Department of Rehabilitative Services**
 - *Additional Medicaid Disability Unit Workers.* Provides \$250,000 GF and \$250,000 NGF in FY 2005 and \$256,250 GF and \$256,250 NGF in FY 2006 to hire additional staff to determine whether applicants are eligible for Medicaid because of their disability. Federal law requires Medicaid disability applications to be processed within 90 days. The department has not been fully compliant with this requirement in recent years due to budget reductions that coincided with double-digit caseload increases.
 - *Expand Services for Brain-Injured Individuals in Southwest Virginia.* Allocates \$75,000 GF each year to coordinate services for individuals with brain injuries who reside in Southwest Virginia.
- **Woodrow Wilson Rehabilitation Center**
 - *Replace Contractors with Classified Positions.* Saves \$75,000 GF each year by transitioning contracted employment placement services positions to classified employees.

- **Department of Social Services**
 - ***Mandatory Adoption Subsidy Payments.*** Provides \$5.5 million GF and \$690,344 NGF in FY 2005 and \$8.6 million GF and \$1.9 million NGF in FY 2006 for caseload and cost increases for the adoption subsidy program. Expenditures for the program have grown significantly in recent years, largely the result of the Adoption and Safe Families Act passed by Congress in 1997. The law required states to expedite the adoption of children in foster care. State improvements in the adoption of Virginia’s children have resulted in the award of federal adoption incentive grants.
 - ***Mandatory Title IV-E Foster Care Payments.*** Adds \$3.9 million GF and NGF in FY 2005 and \$7.4 million GF and NGF in FY 2006 to fully fund anticipated caseload and cost increases in the federal Title IV-E foster care program. Foster care caseloads have risen as the department seeks to qualify foster care children for federally funded foster care. At the same time, the number of children requiring intensive and expensive residential treatment services is increasing.
 - ***EBT Cost Increase for Food Stamps.*** Provides \$1.4 million GF and NGF in FY 2005 and \$400,000 GF and NGF in FY 2006 for the increased costs of administering the point-of-sale, Electronic Benefits Transfer system (EBT). EBT cards, which are used the same way as an Automatic Teller Machine (ATM) card, are the federally required mode of transmission for food stamp benefits.
 - ***Renegotiate Contract for Data Line Services.*** Saves \$205,990 GF each year by renegotiating rates for data-line services.
 - ***Assisted Living Facilities Increase.*** Modifies budget language providing for an inflationary increase of \$12 per month or 1.4 percent for licensed assisted living facilities and adult foster care home rates consistent with changes in federal law. The maximum rate for eligible homes will increase from \$854 to \$866 per month.
 - ***Rebalancing the TANF Block Grant.*** The Governor’s budget proposes to add \$13.6 million GF each year and reduces selected TANF expenses by \$29.6 NGF each year in order to rebalance revenues and expenditures in the Temporary Assistance to Needy Families (TANF) block grant and satisfy federal requirements for the state’s maintenance of effort. Current TANF spending relies on prior-year balances in the TANF program. These balances will be depleted at the end of FY 2004, requiring adjustments to TANF

spending to align resources with expenditures. Based on the Governor's recommendations, a positive TANF balance of \$4.8 million in FY 2005 and \$12,887 in FY 2006 is expected. The following paragraphs describe the proposed additions in general funds and reductions in nongeneral funds to rebalance TANF spending. A detailed table showing expenditures in the TANF program follows this narrative.

- ***Restore GF for TANF Maintenance of Effort.*** Proposes \$10.3 million GF each year to satisfy the federal Temporary Assistance for Needy Families block grant requirement that the Commonwealth spend at least \$128.2 million of its resources each year for TANF. Insufficient state and local expenditures on eligible TANF activities would result in a federal penalty equivalent to twice the amount the state is short.
- ***Child Day Care Subsidies for At-risk, Low-income Families.*** Adds \$3.3 million GF and \$3.3 million NGF from matching federal child care funds each year to maintain child day care subsidies for low-income families. This funding will replace \$6.6 million of the \$8.6 million reduction in child day care subsidies that is currently transferred from the federal TANF block grant to the Child Care Development Fund for these services. This funding frees up TANF funds for core welfare reform activities.
- ***Expand Services for Healthy Families Virginia.*** Provides \$459,980 GF each year to Healthy Families Virginia in order to promote positive parenting, improve child health and development, and reduce child abuse and neglect. Current funding in FY 2004 for Healthy Families Virginia includes \$125,000 from the general fund and \$4.6 million from the TANF block grant. The proposed increase of \$334,980 GF would offset a portion of a proposed 10 percent reduction in federal TANF funding for Healthy Families. The added general funds would also enable Healthy Families to obtain other federal matching dollars for services.
- ***TANF Funding for Earmarked Programs and Services.*** The proposed budget reduces \$7.1 million NGF each year in TANF funding for earmarked programs and services that were funded largely from surplus TANF dollars in previous years. It creates a competitive grant program funded with \$18.5 million each year from the federal TANF block grant. Twenty-four programs that received \$20.5 million in federal TANF funding in FY 2004 will compete for \$18.5 million in FY 2005. In addition, budget language "earmarking" TANF funds for these programs has been deleted in

the proposed budget. Language requires the department to ensure that grants are awarded statewide to organizations that have “a proven record of effectively delivering services and leveraging private and public sector dollars to carry out activities.” In addition, TANF funding for a child support supplement which was initiated in FY 2004 will be capped at one-half of its projected cost beginning in FY 2005. In FY 2004, TANF funding for this initiative totals \$7.8 million.

- ***Kinship Care for Children Receiving TANF.*** Adds budget language creating a separate state Virginia Kinship Care program for children on TANF who are being cared for by family members or relatives other than their parents. Separate state programs are operated outside of the federal TANF program but are paid for with general fund dollars that count toward the state’s maintenance of effort requirement. Separate state programs can operate more flexibly than TANF-funded programs.

**TANF Block Grant Funding
Governor's 2004-2006 Recommendations**

TANF Resources	FY2004	FY2005	FY2006
Annual TANF Block Grant Award	\$ 158,285,000	\$ 158,285,000	\$ 158,285,000
Bonus Award (FFY2001)	7,914,250		
Bonus Award (FFY2002)	7,914,250		
Carry Forward From Prior Fiscal Year	28,256,886	9,664,170	4,838,528
TANF Resources Available	\$ 202,370,386	\$ 167,949,170	\$ 163,123,528
TANF Expenditures			
<i>VIP/VIEW Core Benefits and Services</i>			
TANF Income Benefits	58,262,047	49,174,054	49,174,054
TANF Child Support Supplement	7,800,000	3,900,000	3,900,000
VIEW Day Care	22,964,014	20,764,014	20,764,014
Subtotal, VIP/VIEW Core Benefits and Services	\$ 89,026,061	\$ 73,838,068	\$ 73,838,068
<i>Administration</i>			
State Administration	2,852,250	2,203,893	2,203,893
Information Systems	3,589,500	1,678,560	1,678,560
Local Eligibility and Administration	14,133,977	14,133,977	14,133,977
Subtotal, Administration	\$ 20,575,727	\$ 18,016,430	\$ 18,016,430
<i>Expanded TANF Programming</i>			
Local Foster Care/Adoptions Staff	9,300,000	9,300,000	9,300,000
Domestic Awareness Campaign	127,500	127,500	127,500
Community Action Agencies	3,775,399	3,397,859	3,397,859
Healthy Families/Health Start	4,599,800	4,139,820	4,139,820
Comprehensive Health Investment Project	2,245,155	2,020,640	2,020,640
Comprehensive Services Act Trust Fund	1,064,245	957,821	957,821
Competitive Grants (*)	-	18,500,000	18,500,000
Child Advocacy Centers	200,000	*	*
Dept of Health - Abstinence Program	179,350	*	*
Dept of Health - Partners in Prevention	850,000	*	*
Dept of Health - Teenage Pregnancy Prevention Programs	910,000	*	*
Dept of Health - Resource Mothers	176,800	*	*
Dept of Health - Right Choices for Youth	332,350	*	*

Dept of Health - Preg Prevention Mentoring Program	76,500	*	*
Dept of Health - Virginia Fatherhood Campaign	340,000	*	*
Economic Improvement Program	170,000	*	*
Food Bank Service Expansion	212,500	*	*
Hard to Serve Employment Services	2,550,000	*	*
TANF Disability Funds (was DRS)	711,875	*	*
Local Domestic Violence Grants	1,062,500	*	*
Virginia's Mentoring Initiative	76,500	*	*
St Paul's College Project	85,000	*	*
Transportation Grants	2,125,000	*	*
Centers for Employment & Training	637,500	*	*
Department of Housing & Community Development	4,910,128	*	*
Greater Richmond Transit Company (GRTC)	200,000	*	*
Virginia Mentoring Partnership (One-to-One Mentoring)	42,500	*	*
Opportunity Knocks	425,000	*	*
People, Inc.	42,500	*	*
United Community Ministries	42,500	*	*
Local Dept. - Employment Retention Program	4,190,368	*	*
Subtotal, Expanded TANF Programming	\$ 41,660,970	\$ 38,443,639	\$ 38,443,639
TANF Expenditures, TOTAL	\$ 151,262,758	\$ 130,298,137	\$ 130,298,137
Transfers to other Block Grants			
CCDF Transfer - Child Care Licensing	5,233,474	5,233,474	5,233,474
CCDF Transfer - Child Care Services	20,128,984	11,561,531	11,561,531
CCDF Transfer - Craig County Day Care	42,500	-	-
SSBG Transfer - Local Staff Support	9,101,387	9,101,387	9,101,387
SSBG Transfer - Special Needs Adoptions	2,000,000	2,000,000	2,000,000
SSBG Transfer - Comprehensive Services Act	4,727,113	4,727,113	4,727,113
SSBG Transfer - Fredericksburg Child Dental Clinic	10,000	9,000	9,000
SSBG Transfer - Health Care Foundation	200,000	180,000	180,000
TANF Transfers, TOTAL	\$ 41,443,458	\$ 32,812,505	\$ 32,812,505
TOTAL, TANF Expenditures & Transfers	\$ 192,706,216	\$ 163,110,642	\$ 163,110,642
TOTAL, TANF Resources	\$ 202,370,386	\$ 167,949,170	\$ 163,123,528
TANF, Remaining Balance (**)	\$ 9,664,170	\$ 4,838,528	\$ 12,887
NOTES:			
* These programs and services will compete for \$18.5 million each year.			
** Remaining TANF balances are carried forward to the next fiscal year.			

- *Adjust NGF for Increased Revenues.* Adds \$94.7 million in FY 2005 and \$114.7 million in FY 2006 to adjust the nongeneral fund appropriation for the department as the result of changes in revenues. The changes include:
 - an increase of \$43.2 million for local government spending that is eligible for federal matching dollars such as Medicaid, food stamps, and child day care services. These revenues flow directly to localities;
 - a decrease of \$1.0 million for the Welfare to Work program that recently sunset;
 - an increase of \$68.7 million for additional federal revenues from the department’s revenue maximization efforts related to the federal IV-E foster care program;
 - an increase of \$38.4 million for federal grant increases that have not previously been reflected in the department’s budget (e.g., low-income energy assistance, community service block grant, crime victim’s assistance); and
 - an increase of \$60.0 million for additional child support collections and payments.

- **Center for Behavioral Rehabilitation**
 - *Staffing at Virginia Center for Behavioral Rehabilitation.* Provides \$3.6 million GF and 63 positions in FY 2005 and \$5.6 million GF and an additional 41 positions in FY 2006 for the civil commitment and treatment of sexually violent offenders at the Center for Behavioral Rehabilitation. The new positions will be added to the current staffing level of 73 full-time equivalents. While the Center has one patient at the present time, the number of offenders who are civilly committed to the program is expected to grow significantly through FY 2006. To satisfy projected growth in the program, which is currently situated on the campus of Central State Hospital and Central Virginia Training Center, a separate capital request is included to construct a 150-bed facility at a cost of \$31.8 million.

Center for Behavioral Rehabilitation		
	FY 2005	FY 2006
Projected Census	30	54
Eligible Pool of Offenders	205	214
Budget	\$3.6 million	\$5.6 million
Staff FTEs (Treatment)	57.0	73.0
Staff FTEs (Security)	80.0	105.0

- **Department for the Blind and Visually Impaired**
 - *Salary Reimbursement Study for Teachers of the Visually Impaired.* Adds language requiring the department to work with the Department of Education to study salary inequities for special education teachers of the visually impaired.
 - *Adjust Enterprise Appropriation.* Increases the appropriation for enterprise activities at the department by \$6.0 million NGF in FY 2005 and \$6.5 million NGF in FY 2006 to reflect the opening of new military supply stores and the addition of new product lines.

Natural Resources

The Governor's proposed budget for natural resources provides \$584.7 million in total appropriations for the biennium. This represents a net increase of \$64.4 million in appropriations over the adjusted appropriation for current operations. The introduced budget provides an additional \$15.4 million GF for the biennium, including \$7.7 million GF in FY 2005 for the Water Quality Improvement Fund (WQIF). The introduced bill allocates 75 percent of the WQIF appropriation to address point sources of water pollution and allocates the remaining 25 percent to address nonpoint sources.

The largest increase for the secretarial area – a \$15.1 million annual NGF appropriation – falls under the Department of Environmental Quality. These funds result from a new Virginia Natural and Historic Resources Fund. The fund will be capitalized through a \$10 recordation fee originally approved by the General Assembly during the 2002 Session, which currently flows to the general fund. The introduced budget also restores \$1.4 million GF annually for in-house technology initiatives at the agency, and allocates the agency's share of the WQIF deposit, which totals \$5.8 million GF for the biennium. Finally, the introduced budget increases the nongeneral fund appropriation for the petroleum storage tank fund by \$3.9 million each year.

The Department of Conservation and Recreation receives an additional \$1.9 million GF for non-point source water quality improvements through the Water Quality Improvement Fund. In addition, the introduced budget provides for up to \$2.0 million in VPBA bonds for a lodging and dining facility at Occoneechee State Park to be developed through a Public-Private Education Facilities Infrastructure Act project.

Under the Department of Game and Inland Fisheries, the introduced budget authorizes \$1.5 million NGF for the agency to develop an automated license system. The bill also provides \$1.5 million GF for the biennium for game protection enforcement activities which is contingent on passage of the Governor's tax proposal.

For the Marine Resources Commission, the introduced budget provides \$200,000 GF for the biennium to study the potential risks of introducing a non-native oyster species into the Chesapeake Bay and provides \$258,000 GF biennially for a seawall at Tangier Island. The seawall will be built by the U.S. Corps of Engineers; this appropriation represents Virginia's match for the project.

- **Department of Conservation and Recreation**
 - *Water Quality Improvement Fund Deposit.* Appropriates \$1.9 million to the Water Quality Improvement fund (WQIF) in FY 2005 for nonpoint source pollution reduction strategies. This amount represents 25 percent of the total deposits to the WQIF for the biennium. Deposits to the WQIF come from 10 percent of the year-end revenue surplus and unappropriated balance for FY 2003.
 - *Transfer Technology Reform Funding.* Restores \$157,405 GF each year for information technology functions associated with in-house programs. These funds were originally to be removed from the agency for IT consolidations under the Virginia Information Technologies Agency.
 - *Increase Dam Safety Program.* Increases funding to the dam safety program by \$179,663 GF in FY 2005 and \$335,996 GF in FY 2006. Funds provide for an additional safety inspector position and begin addressing repairs to the 10 highest risk Soil and Water Conservation District-owned dams.
 - *Occoneechee Park PPEA.* Language in Part 2 provides for up to \$2.0 million in Virginia Public Building Authority bonds as the Commonwealth's share of a public-private partnership under the Public-Private Educational Facilities and Infrastructure Act of 2002. The proposed project would include a dining and lodging facility and related amenities such as a boat rental facility and a nature center. Budget language indicates that the facility will not include a golf course.
- **Department of Environmental Quality**
 - *Natural and Historic Resources Fund.* Appropriates \$15.1 million NGF each year from a new fund which will support water quality and land and historic conservation programs. Language in Part 3 of the budget bill earmarks a \$10 recordation fee originally approved in the 2002 Session and creates the fund. Separate legislation will establish the mechanism for allocating these revenues among various natural resource programs. Transfer of the funds from the general fund is contingent upon passage of the Governor's tax proposal.
 - *Environmental Permit Programs.* Increases nongeneral fund appropriations by \$2.6 million each year and provides 25 positions from increased pollution permit fees. The funds will result from

increases in permit fees for water and waste programs mandated by federal and state law. Availability of these funds is contingent on separate legislation, which will set the new permit fee schedule. Language in the budget bill would authorize the Director of the Department of Environmental Quality to return administration of the affected programs to the federal government if a new fee schedule is not implemented or a combination of fund sources is not provided.

- ***Water Quality Improvement Fund Deposit.*** Appropriates \$5.8 million to the Water Quality Improvement fund (WQIF) in FY 2005 for point source pollution reduction strategies. This amount represents 75 percent of the total deposits to the WQIF for the biennium. Deposits to the WQIF represent 10 percent of the year-end revenue surplus and the unappropriated balance.
- ***Transfer Technology Reform Funding.*** Restores \$1.4 million GF each year for information technology functions associated with in-house programs. These funds were originally to be removed from the agency for IT consolidations under the Virginia Information Technologies Agency.
- ***Water Supply Planning.*** Provides \$500,000 GF each year to establish a statewide water supply planning program. The program includes funding for technical assistance to localities to develop local water supply plans. The introduced budget also provides for seven positions to be located at the regional offices.
- ***Evaluate Brownfields.*** Provides \$347,698 NGF the first year and \$379,306 NGF the second year from a federal grant to evaluate hazardous waste and brownfield sites for potential hazards to human health.
- ***Elizabeth River Clean-up.*** Provides \$100,000 GF in the first year to continue the Commonwealth's participation in a federal, state and local effort to clean up the Elizabeth River. These funds will support development of the project design phase and the cooperation agreement.
- ***Sewage Treatment Oversight.*** Transfers \$552,006 GF and seven positions each year from the Department of Health for regulation of sewage treatment plants. House Bill 2602 (2003 Session) gave the State Water Control Board sole authority for oversight of sewage treatment plant construction and operations.

- *Petroleum Storage Tank Fund.* Increases nongeneral funds by \$3.9 million each year for the Petroleum Storage Tank Fund based on an updated forecast of motor fuel sales. The fund is maintained by a 1/5th of a cent tax on motor fuels.
- **Department of Game and Inland Fisheries**
 - *Increase for Game Protection.* Increases agency appropriations by \$733,361 GF each year for enforcement of game protection laws. This funding is contingent on passage of the Governor’s tax proposal.
 - *Automated License System.* Provides \$515,200 NGF in FY 2005 and \$984,800 NGF in FY 2006 to develop an automated point of sale system for hunting and fishing licenses to replace the current paper-based system.
 - *Increase Game Protection Fund Transfer.* Language in Part 3 provides an additional \$881,753 NGF annually for the Game Protection Fund from the general fund. These funds are derived from the sales and use taxes levied on watercraft.
 - *Federal Wildlife Grants.* Provides for an additional \$1.8 million NGF each year from a federal grant for wildlife conservation programs.
- **Marine Resources Commission**
 - *Tangier Island Seawall.* Provides \$250,000 GF in FY 2005 and \$8,000 GF in FY 2006 as state match for a U.S. Corps of Engineers project to build a seawall protecting the harbor on Tangier Island.
 - *Non-native Oyster Research.* Provides \$100,000 GF each year as Virginia’s share of a federal and state program to study the effects of introducing non-native oysters into the Chesapeake Bay. Non-native species may prove resistant to parasites that have decimated native species.
 - *Eliminate Master Equipment Lease Funds.* Reduces the appropriation by \$166,610 GF each year. Funds were provided for participation in a master lease for marine patrol boats.
 - *Reclassify Nongeneral Fund Positions.* During the 2003 Session, the General Assembly provided general funds in lieu of higher

saltwater fishing license fees. The 29 affected FTE have been reclassified as general funded to reflect the actual funding source.

- **Virginia Museum of Natural History**
 - *Executive Director's Salary.* Provides \$113,658 GF each year to hire an executive director. Following budget cuts announced prior to the 2003 session, the executive director resigned and the agency diverted funds for that position to other areas. These actions have hampered the Museum's efforts to raise private funds for its approved new facility.

Public Safety

The 2004-06 budget, as introduced, for the Office of Public Safety provides a net increase of \$122.3 million GF for the biennium when compared to the adjusted appropriation for current operations. This includes total increases of \$129.3 million offset by total reductions of \$7.0 million. This represents a net increase of 4.4 percent for the 2004-06 biennium.

Accordingly, the recommended budget includes \$1,433.1 million GF and \$582.9 million NGF the first year and \$1,454.4 million GF and \$599.8 million NGF the second year.

The introduced budget includes \$35.6 million GF to fully fund state aid to localities with police departments (pursuant to House Bill 599 of 1979). Proposed language indicates this amount is contingent upon passage of the Governor's tax proposal.

The budget also provides funding for the Statewide Agencies Radio System (STARS) project, including \$5.0 million GF for attorney and consultant fees and \$11.6 million GF for debt service. A separate bill has been introduced to provide VPBA bond financing for the first \$159.3 million for the STARS project. Each of these recommendations is also accompanied by proposed language indicating the spending is contingent upon passage of the Governor's tax proposal.

Also included is \$35.0 million GF to offset the NGF revenue loss resulting from the planned termination of the remaining contracts for housing out-of-state inmates in state correctional facilities. This action is necessary to free up prison bed space for the growing number of state-responsible offenders in Virginia. Other recommendations include additional funds for inmate medical costs, reopening Nottoway Work Center, adding 479 additional temporary emergency beds, and expanding substance abuse treatment slots and transitional services.

Three other spending items in Public Safety are linked to passage of the Governor's tax proposal. These include \$3.0 million GF for enhancements to the State Police retention pay plan (a pay increase of \$630 for all sworn positions, which brings starting pay for State Troopers up to \$31,000 per year); \$2.8 million for the Department of Juvenile Justice to increase the number of filled juvenile correctional officer positions at state facilities; and, \$0.4 million to restore funding for training for Commonwealth's Attorneys.

Also included is \$69.0 million NGF for the Department of Alcoholic Beverage Control to expand the number of ABC retail stores, increase the stock of merchandise for resale, and meet other costs of doing business. Language is included in Section 3-1.01 (Transfers) which estimates that net ABC profits transferred to the general fund (after all other transfers) will be \$11.6 million the first year and \$13.3 million the second year. This is an increase of \$7.0 million over the net transfers in the current biennium.

A series of technical amendments provides funding for risk management and state employee workers' compensation premiums, and adjusts funding for rental charges for office space at the seat of government. Other technical amendments capture the savings associated with the Virginia Information Technologies Agency (VITA)

- **Commonwealth's Attorneys' Services Council**
 - *Additional Training Funds.* Includes \$193,325 GF each year for training for Commonwealth's Attorneys. This increases the agency's budget to \$631,939 GF each year, which is two percent higher than the agency's original budget for each year of the 2002-04 biennium, prior to the recent budget reductions. Language is included which states this additional funding is contingent upon passage of the Governor's tax proposal.
- **Department of Alcoholic Beverage Control**
 - *Purchase of Merchandise for Resale.* Includes \$17.1 million NGF the first year and \$35.6 million NGF the second year for purchase of increased quantities of merchandise for resale. Sales growth is due to the opening of new stores in areas where population is growing and the marketing of higher-priced product lines.
 - *New Stores.* Includes \$4.5 million NGF and 17.0 positions the first year and \$8.0 million NGF and 17.0 additional positions the second year to open additional retail stores. Seventeen new stores are projected to open the first year, and an additional 17 stores the second year.
 - *Inflation.* Provides \$1.8 million NGF the first year and \$2.0 million the second year for inflation in rent, utilities and freight charges.

- **Department of Corrections (State Facilities)**
 - ***Replace Out-of-State Revenue.*** Includes \$14.2 million GF the first year and \$20.7 million GF the second year to offset losses of equal amounts of nongeneral funds resulting from the termination of the remaining contracts for housing out-of-state inmates. Based on the most recent state-responsible offender forecast, all available bed space will be required for Virginia’s own state-responsible inmates.

The introduced budget assumes the Vermont inmates will leave during January and February, 2004, and the Connecticut inmates will leave in October.

The budget assumes the department will collect \$6.5 million NGF in revenues from housing the Connecticut inmates for the first quarter of FY 2005.

- ***Medical Costs.*** Includes \$9.0 million GF each year to reflect the increased cost of providing health care services for inmates. Factors driving this increase include the cost of hospital care and prescription drugs, and price increases negotiated in contracts with private medical service providers.
- ***Re-Open Nottoway Work Center.*** Provides \$3.1 million GF and 45.0 FTE positions each year to re-open the 200-bed Nottoway Work Center, which was closed by the 2002 General Assembly.
- ***Increase Temporary Emergency Capacity.*** Includes \$0.6 million GF the first year and \$2.0 million GF the second year to add beds for 479 more inmates in existing facilities. All of these temporary emergency beds would be above current facility capacity and in addition to the 841 temporary emergency beds already in use.

These additional funds represent the direct inmate costs (including food, clothing and medical care) for the 479 additional inmates to be added. No additional positions are included.

- ***Consolidate Warehouse Operations.*** Provides a reduction of \$0.6 million GF each year by consolidating warehouses where two or more correctional facilities are located in the same area and each has a separate warehouse.
- ***Defer Equipment Purchases.*** Provides a reduction of \$0.7 million GF the first year by deferring the replacement of equipment across the agency.

- *Commissary Operations.* Includes a technical reduction of \$49,716 NGF and 1.0 position to reduce the appropriation of commissary profits used to automate the prison commissaries. The system has been completed, so this appropriation is no longer necessary.
- *Supplant General Funds.* Provides \$1.0 million NGF each year from Correctional Enterprises Fund balances to supplant an equal amount of general funds. The enterprise funds will cover operating costs that were previously paid from general funds.

Language reduces the appropriation for Virginia Correctional Enterprises by \$1.0 million NGF each year.

- *Correctional Officer Positions.* Includes a technical adjustment of 6.75 positions funded from correctional enterprise funds. This is an accounting change to reflect more accurately the number of correctional officers currently providing security in prison enterprise workshops.
- *Corrections Construction Unit.* Includes language authorizing the inmate construction unit to spend \$1.5 million NGF each year for capital projects, and directing the Comptroller to establish a special fund to account for these activities.
- *Telemedicine.* Adjusts the language authorizing expenditure of nongeneral funds from inmate fees for medical services, to increase the amounts authorized for the telemedicine program from \$392,434 NGF each year in the 2002-04 biennium, to \$600,000 NGF each year in the 2004-06 biennium.

- **Department of Corrections (Community Corrections)**

- *Replace Federal Funds for Transitional Facilities.* Includes \$1.2 million GF each year to replace federal Byrne grant funding for substance abuse treatment for inmates just released from prison. These funds will support existing transitional facilities in Newport News, Roanoke and Harrisonburg.
- *Replace Federal Funds for Community Treatment.* Provides \$949,787 GF each year to replace federal Byrne grant funding for community outpatient and inpatient substance abuse treatment services for over 2,000 offenders on probation and parole.

- ***Expand Substance Abuse Treatment.*** Provides \$1.0 million GF the first year and \$1.8 million the second year to expand the number of transitional substance abuse treatment beds outside of prison.

Under this program, inmates will be placed in transitional facilities prior to their release date. This will assist the offenders in making the transition to life in the community, and will free up bed space in prison for state-responsible inmates held in local jail.

The current daily rate for community transitional beds is \$62-\$64. This amendment assumes a volume discount for an expansion of 100 beds at \$50 per diem. The new beds are assumed to begin phasing-in as of November 2004.

- ***Expand Jail Pre-Release Programs.*** Includes \$0.2 million GF and 5.0 positions the first year and \$0.7 million GF and 5.0 additional positions the second year to expand the jail pre-release program. This program was initiated by the Department of Corrections in the current biennium to transfer selected non-violent inmates from prison to jail prior to the inmates' release date from prison -- both to improve their transition to life in the community and to free up bed space in prison.
- ***Regional Jail Financing.*** Provides authority under the Treasury Board (Item 296 D.3.a at page 224) for the state reimbursement of the state share of the debt service cost for the Eastern Shore and Botetourt-Craig regional jail projects.
- ***Winchester Regional Jail.*** Includes language authorizing the Board of Corrections to approve an expansion project at the Clark-Fauquier-Frederick-Winchester Regional Adult Detention Center earlier than the date provided in the Code of Virginia (March 1, 2005), so this project may go forward on an expedited basis.

Language also provides that the Governor may include a recommendation for funding this project in his amendments to be submitted to the 2005 General Assembly.

- ***Reporting Requirements.*** Adjusts the language which requires reporting on the status of state-responsible community corrections, to require an annual report on September 1 each year. Also, adds language to require an annual report on September 1 each year on the status of the pilot program authorized by the 2003 General Assembly, in which the department may directly refer selected offenders to detention centers without a judicial hearing.

- **Department of Corrections (Central Office)**
 - *Offender Management System.* No general funds are provided for the proposed Offender Management System (OMS). However, a language amendment included in the Department of Criminal Justice Services directs that up to \$2.0 million in federal grant funds be provided for the development and implementation of the initial phases of OMS. The language specifies that the first priority is to replace the offender time computation system.

Language authorizes DOC to use additional out-of-state inmate contract revenue for this purpose, subject to the approval of the Department of Planning and Budget.

- **Department of Criminal Justice Services**
 - *House Bill 599.* Provides \$11.7 million GF the first year and \$23.9 million GF the second year to increase state aid to localities with police departments by a percentage amount each year which is equal to the anticipated percentage increase in total general fund revenue collections (including the additional revenues generated by the Governor's proposed tax restructuring program). Language is included which states this funding is contingent upon passage of the Governor's tax proposal.

With these additional amounts, total HB 599 funding will increase 6.9 percent (from \$168.8 million in FY 2004 to \$180.5 million in 2005) and 6.8 percent to \$192.7 million in 2006.

- *State Match for Federal Grant.* Provides \$248,375 GF each year to match a \$1.5 million federal Crime Laboratory Improvement Program (CLIP) grant. This grant will enhance the DNA, drug analysis, latent fingerprints, trace evidence and firearms and toolmark programs in the Division of Forensic Science.
- *Private Security Services.* Includes \$250,000 NGF and 2.0 positions each year to regulate Special Conservators of the Peace, beginning January 1, 2004. The department will develop regulations and charge a fee for those persons seeking designation as Special Conservators.
- *Regional Training Academies.* Includes a reduction of \$101,620 GF each year in state support for regional law enforcement training academies. Nongeneral funds distributed to the academies from court fees are not affected by this recommendation.

- *Breath Alcohol and Laboratory Analysis Positions.* Includes a technical adjustment to reflect the change from nongeneral to general fund support for 12.0 positions in the blood alcohol analysis section in the Division of Forensic Science. This change was enacted by the 2003 General Assembly.
- **Department of Emergency Management**
 - *Homeland Security Grant Positions.* Provides \$572,374 NGF and 13.0 positions each year to improve planning, coordination, training and technical assistance to localities in assessing and improving the ability to respond to a terrorist attack. The source of the nongeneral funds is a new federal grant from the U.S. Department of Homeland Security.
 - *Nonpersonal Services.* Provides \$18,145 NGF each year to cover the cost of nonpersonal services for disaster response operations. The agency reduced its nonpersonal services budget in order to cover increased salary and benefit costs in this activity.
- **Department of Fire Programs**
 - *Fire Programs Fund.* Increases the appropriation for the Fire Programs Fund by \$6.4 million NGF the first year and \$7.6 million NGF the second year to reflect the most recent revenue projection for the fund. The source of nongeneral fund revenue for the fund is the one percent tax on fire insurance premiums.
 - *Local Match for Federal Grant.* Provides \$1.25 million GF the first year to reimburse localities for part of the local match required to participate in the federal staffing for adequate firefighters and emergency response (SAFER) grant program, which is intended to encourage localities to hire additional firefighters.

The required local match increases each year (beginning at ten percent the first year) until the federal funding is phased out entirely after the fourth year.
 - *Homeland Security Positions.* Provides \$0.3 million NGF and 5.0 positions each year, which will be supported with federal homeland security grants.
 - *Personal Protective Equipment.* Includes \$100,000 NGF each year from the Fire Programs Fund to purchase 28 complete sets of

personal protective gear to be used by agency instructors during live fire training exercises.

- **Department of Juvenile Justice**

- ***Security Positions.*** Includes \$1.0 million GF the first year and \$1.8 million GF the second year to increase the number of filled juvenile correctional officer positions at state juvenile correctional centers. Language is included which states this funding is contingent upon passage of the Governor's tax proposal.
- ***Increased Medical Costs.*** Provides \$2.1 million GF each year to cover the increased costs associated with medical care and prescription drugs for juvenile offenders in state facilities.
- ***Sex Offender Treatment Grant.*** Provides \$0.3 million GF the first year and \$0.5 million GF the second year (and a switch of 3.0 positions from NGF to GF support) to continue the intensive sex offender treatment program in state correctional facilities. The federal grant which has supported this program is expiring.
- ***USDA Funds.*** Includes \$0.5 million NGF each year to reflect an increase in utilization of U.S. Department of Agriculture funds for the cost of food services. Federal funding is driven by a formula based largely on facility population and food consumption.
- ***Virginia Beach Detention Center.*** Includes \$2.2 million GF the first year and \$1.8 million GF the second year for the state share (about 50 percent) of the start-up and operating costs for the Virginia Beach Juvenile Detention Center, as approved by the Board of Juvenile Justice. The facility is expected to open in August 2004.
- ***Henrico County Detention Center.*** Provides \$4,269 GF the first year for the state share of a cost overrun for the installation of razor wire, as approved by the Board of Juvenile Justice.
- ***Hampton/Newport News Less Secure Facility.*** Provides \$56,808 GF the first year for the state share of the cost of furniture, fixtures and equipment, as approved by the Board of Juvenile Justice.
- ***Drug Screening and Assessment.*** Includes a technical reduction of \$0.9 million NGF each year. This action decreases the federal appropriation for the drug screening and assessment program. The funds were removed in a previous budget reduction, but the appropriation was not adjusted at that time.

- **Department of Military Affairs**
 - *Army Aviation Support Facility.* Includes \$150,680 NGF and 5.0 positions each year to increase the number of full-time guards for the Army Aviation Support Facility at Richmond International Airport. The federal funds require a 25 percent state match, which is not included in the Governor’s recommendations.
 - *Fort Pickett Operations.* Provides \$0.6 million NGF and 13.0 positions each year. These federally-funded positions will provide maintenance, operational and supervisory support for Fort Pickett. The agency did not request a state match for these positions.
 - *Fort Pickett Billeting Fund.* Provides a technical adjustment of \$257,568 NGF each year to properly reflect the revenues and expenses of this fund.
 - *State Military Reservation.* Provides a technical adjustment of \$250,000 NGF each year to transfer part of the funding for Camp Pendleton from general funds to federal funds.
 - *Additional Federal Funds.* Includes a technical adjustment of \$71,795 NGF each year to add federal funds for positions which have been transferred to federal funding.

- **Department of State Police**
 - *Statewide Agencies Radio System - Development Costs.* Provides \$2.5 million GF each year for implementation of STARS, including payment of consultant and attorney fees. This is included in a separate amendment in Central Appropriations (Item 507). Language is included which states this funding is contingent upon passage of the Governor’s tax proposal.
 - *State Agency Radio System – Bond Financing.* Includes \$1.5 million GF the first year and \$10.1 million the second year in the Treasury Board for debt service for STARS. (Separate legislation has been introduced to provide authority for the Virginia Public Building Authority to issue \$159.3 million in bonds for the first phase of the STARS project.) Language is included which states the debt service for STARS is contingent upon passage of the Governor’s tax proposal. The proposed VPBA legislation includes a similar contingency clause.

- *Sworn Personnel Retention Pay Plan.* Includes \$1.1 million GF and a corresponding decrease of \$1.1 million NGF each year to continue the plan initiated in 2003 to retain sworn State Police officers. The plan includes a base pay adjustment of \$500 and creation of additional senior trooper positions.
- *Sworn Personnel Retention Pay Plan - Increase.* Provides \$1.5 million GF and \$162,829 NGF each year to provide each sworn officer with an additional increase of \$630 per year. This will raise the starting salary for State Troopers to \$31,000 per year. Language is included which states this funding is contingent upon passage of the Governor’s tax proposal.
- *Med-Flight Program.* Includes a reduction of \$1.0 million GF and a corresponding increase of \$1.0 million NGF each year, to reflect the supplanting of general fund support for med-flight aviation operations with nongeneral funds from the Rescue Squad Assistance Fund.
- *Aldie and Middletown Weigh Stations.* Includes a technical adjustment of 4.0 positions from nongeneral funds to operate the weigh stations at Aldie and Middletown.
- *Marijuana Eradication Program.* Includes a technical adjustment of \$275,000 NGF each year to reflect existing federal funds for this program.

Technology

The Governor's proposed 2004-06 appropriation for Technology includes \$21.7 million GF and \$66.2 million NGF. Appropriations for the former Department of Information Technology, Department of Technology Planning, and the Virginia Information Provider's Network have been consolidated into the Virginia Information Technologies Agency pursuant to the technology consolidation approved by the 2003 Session.

The appropriation for the Innovative Technology Authority reflects a reduction of \$1.9 million GF the first year and \$3.8 million GF the second year to implement the phase-out of general fund support for the Center for Innovative Technology by FY 2008.

Finally, a number of appropriation increases are proposed for the Virginia Information Technologies Agency (VITA) to fund additional start-up costs for that agency. These funds would be in addition to funding generated by the recently approved internal service fund charges paid by agencies receiving VITA services. No agency operational savings from the technology consolidation are anticipated until FY 2006, at which time VITA initiatives are anticipated to have reduced GF and NGF costs by a total of \$5.1 million.

- **Innovative Technology Authority**
 - *Reflect Phase-Out of GF Support for CIT.* The appropriation for the Innovative Technology Authority reflects a reduction of \$1.9 million GF the first year and \$3.8 million GF the second year to implement the phase-out of general fund support for the Center for Innovative Technology by FY 2008. These appropriations represent reductions of 25 percent in FY 2005 and 50 percent in FY 2006 compared to FY 2004 funding levels.
- **Virginia Information Technologies Agency**
 - *Efficiency Savings.* Creates a reversion clearing account to capture savings achieved by VITA in the areas of technology enhancements, operational efficiencies or other cost-containment measures. The general fund portion of the savings achieved by VITA initiatives is projected to be \$1.6 million in FY 2006. Such savings would be transferred to VITA. A related item in Part 3 transfers the anticipated \$3.5 million nongeneral fund portion of VITA generated savings as well.

- ***VITA Start-Up Costs.*** Recommends an appropriation increase of \$4.8 million GF in the first year to fund on-going start-up costs to implement VITA's efforts to consolidate network management and security, a statewide customer service center and desktop services for state agencies. The largest share of costs is \$2.4 million for enhanced network security.
- ***VITA Equipment Costs.*** Provides \$519,000 GF each year to continue supporting the financing costs for equipment associated with VITA's Cisco Information Center, network security, and the customer service center.
- ***E-mail System Consolidation.*** Provides an increase of \$1.9 million GF in the first year to fund the general fund share of efforts to consolidate the 94 separate electronic mail systems executive branch agencies currently operate. This action is intended to reduce future licensing and support costs.
- ***E-911 Network Improvements.*** Provides an increase of \$1.0 million NGF each year from the E-911 fund to be used to increase network responsiveness and support new technologies and wireless data services. This increase is to remain unallotted until the expenditure has been approved by the Wireless E-911 Services Board.

Transportation

The Governor's proposed 2004-06 appropriation for Transportation includes \$427.0 million GF and \$6,871.9 million NGF. Included in the recommended general fund appropriation is \$130.4 million in the first year and \$141.6 million in the second year representing one-third of the projected insurance license tax revenues, as provided for by the Virginia Transportation Act of 2000. Accompanying language stipulates that this appropriation is contingent upon passage of the Governor's tax proposal.

Also included in the proposed general fund appropriation for VDOT is \$37.4 million each year to continue general fund support for the debt service costs of the Federal Revenue Anticipation Notes (FRANs) issued to replace the \$317.0 million of transportation revenues transferred to the General Fund in FY 2003.

VDOT's proposed program-level appropriations reflect a significant restructuring of its operating programs. Included are new programs for bond construction and environmental monitoring, as well as fund shifts among programs to more accurately reflect the activities for which funding is used. There is no net change to the department's budget as a result of these changes.

HB/SB 30 proposes adjusting the appropriations for all the transportation agencies to more accurately reflect historic expenditure and revenue levels. In many cases appropriation levels have never been adjusted legislatively to reflect expenditures of these agencies, and spending authority has been provided administratively. These adjustments result in substantial increases in the appropriation levels for the Department of Aviation and the Department of Motor Vehicles in particular.

Finally, proposed language would authorize an increase in the Commonwealth Port Fund debt limit from \$250.0 million to \$265.0 million. Additional language would provide for debt service to support the issuance of \$60.0 million additional Port Fund bonds to complete Phase III of the Norfolk International Terminals South project, as well as the issuance of debt for purchase of additional straddle carriers and crane replacements.

- **Secretary of Transportation**
 - *Clarify Maintenance as Funding Priority.* Includes language enumerating the policy goals of the transportation secretariat. Also contains language stating that the highway share of the Transportation Trust Fund is to be used to supplement highway maintenance and operating (HMOF) funds as necessary to support

VDOT operational and maintenance activities, prior to distributions for construction projects. This language is intended to clarify §33.1-23.1 of the *Code of Virginia*.

- ***Establishment of Cash Reserve.*** Authorizes the Secretary of Transportation to establish a cash reserve in the Highway Maintenance and Operating Fund. The creation of such reserve is intended to address a recommendation made by the Auditor of Public Accounts.
- ***Federal Transportation Infrastructure Finance and Innovation Act (TIFIA).*** Authorizes the Commonwealth Transportation Board (CTB) to assist private entities in obtaining federal credit assistance through the federal TIFIA for projects to be developed under the Public Private Transportation Act of 1995. TIFIA offers loans, lines of credit, and loan guarantees to revenue generating projects. Potential projects which could receive credit assistance under this federal program include I-81, I-495 High Occupancy Toll (HOT) Lanes and the Coalfield’s Expressway. The language clarifies that CTB participation in any such proposal does not implicate the credit of the Commonwealth.
- ***Expenditure of Congestion Mitigation and Air Quality Improvement (CMAQ) Funds.*** Includes language vesting in the CTB additional authority over the allocation of the Commonwealth’s apportionment of the federal CMAQ funds. Funding would be permitted only for projects for which funds can be obligated within 24 months and expended within 48 months. This language is intended to ensure that federal funds do not lapse.
- ***Use of Federal Bridge Funding.*** Provides that federal highway bridge replacement and rehabilitation funding be allocated to eligible projects across the Commonwealth and directs the CTB to consider the sufficiency and deficiency ratings of eligible bridges when making allocations. This language is intended to ensure that the Commonwealth utilizes all federal funding available to it, and is not penalized for utilizing bridge funding for other purposes.
- ***Transfer Funding for Two Positions from VDOT.*** Recommends an increase of 2.0 FTE positions, \$79,892 NGF in the first year, and \$87,154 NGF in the second year to provide administrative support to the Secretary’s office. The funds for these positions would be transferred from VDOT.

- **Department of Aviation**
 - *Reflect Actual Expenditure Levels.* Increases the appropriation for three programs at the Department of Aviation (Financial Assistance to Airports, Aircraft Maintenance and Operations and Air Transportation Planning) by \$4.2 million NGF each year to reflect historical expenditure and revenue levels. Prior legislatively established appropriation levels for these programs did not fully reflect revenues deposited to the Aviation Special Fund or the 2.4 percent share of the Transportation Trust Fund dedicated to aviation.
 - *Transfer Commonwealth Transportation Funds to General Fund.* The proposed budget includes language in Part 3 transferring funds from the Department of Aviation to the general fund. Language stipulates two different levels of transfers. Contingent upon passage of the Governor’s tax proposal, transfers would total \$3.2 million in the first year and \$2.1 million in the second year. If the tax package is not approved, the Governor recommends transfers of \$3.8 million each year. Under either scenario, the majority of reductions would come from financial assistance to airports.
 - *Increase Funding for General Aviation Airport Security.* Recommends \$750,000 NGF in each year to increase funding for the airport security improvements in accordance with Virginia’s General Aviation Airport Security Certification Program.
 - *Small Aircraft Transportation System (SATS) Program.* Recommends \$500,000 NGF in each year to continue the research and development of the Small Aircraft Transportation System, a program administered by NASA. This funding would be used in part to match a \$4.2 million federal grant for a national demonstration project in Danville.
 - *Increase Funding for Facilities and Equipment Program.* Recommends \$900,000 NGF each year to upgrade Automated Weather Observation Systems (AWOS-III) and install Instrument Landing Systems (ILS) at the Farmville, Tazewell, and Warrenton/Fauquier Airports.
 - *Require Secretarial Approval for Obligation of Unappropriated Revenues.* Includes language that requires the Department of Aviation to obtain the approval of both the Secretaries of

Transportation and Finance prior to obligating any unappropriated Aviation Special Fund revenues.

- **Department of Motor Vehicles**

- ***Increase Appropriation for Motor Vehicle Special Funds.*** Increases the appropriation of Motor Vehicle Special Funds by \$8.8 million each year to more closely reflect actual expenditure and revenue levels. Prior legislatively established appropriation levels have not accurately reflected either DMV’s actual expenses or Special Fund revenues.
- ***Reflect Federal Revenues.*** Recommends increasing funding for transportation safety by \$9.8 million NGF each year to more accurately reflect federal grants received for such activities.
- ***Increase Appropriation for Uninsured Motorist Funds.*** Proposes increasing the appropriation for this fund by \$923,489 NGF each year to more accurately reflect expenditure levels for the uninsured motorist monitoring program. Changes made to the insurance monitoring and verification program have increased operating costs and resulted in substantial increases in revenue collected.
- ***Establish Base Appropriation for Hauling Permits Program.*** Adjusts the agency’s appropriation by \$1.7 million NGF each year and provides 10 FTE positions to reflect the transfer of the oversize and overweight permit program from VDOT as authorized by the 2003 Session.
- ***Legal Presence Funding.*** Proposes an appropriation increase by \$1.0 million NGF each year to support the costs associated with the “legal presence” legislation approved by the 2003 Session (Chapters 817 and 819). Funding would be used in large part for 26 FTE positions, of which 20 would be located in the customer service centers in Northern Virginia and Hampton Roads.
- ***Transfer of Commonwealth Transportation Funds to General Fund.*** The proposed budget includes language in Part 3 transferring funds from the Department of Motor Vehicles to the general fund. Language stipulates two different levels of transfers. Contingent upon passage of the Governor’s tax proposal, transfers will total \$6.6 million in the first year and \$3.3 million in the second year. If the tax package is not approved, the Governor recommends transfers of \$8.7 million each year.

- *Provide Line of Credit.* Language included in Part 3 authorizes the establishment of a \$5.0 million line of credit for the Department of Motor Vehicles to help address short-term cash-flow issues.
- **Department of Rail and Public Transportation**
 - *Reflect Revised Revenue Forecast.* Increases mass transit operations funding by \$206,702 NGF in the first year and \$4.9 million NGF in the second year to reflect revised Transportation Trust Fund forecasts.
 - *Reflect Federal Revenue Projections.* Increases federal funding for mass transit by \$14.0 million NGF in the first year and \$106.7 million NGF in the second year to reflect anticipated federal funding, as included in the Six Year Improvement Program. The substantial increase in the second year assumes the receipt of federal revenues for the Dulles Corridor Rapid Transit project.
 - *Increase Appropriation for Transportation Efficiency Improvement Fund (TEIF) Program.* Recommends an increase of \$1.1 million NGF each year (from \$1.9 million NGF to \$3.0 million) to allow for expansion of the statewide transportation demand management programs. These funds would be transferred from the highway share of the Transportation Trust Fund.
 - *Authorize Eight Additional Positions.* Recommends an increase of \$733,431 NGF in the first year, \$678,422 NGF in the second year, and 8.0 FTE positions for transportation demand management, rail programs, capital projects administration and planning activities at the department. All positions and funding would be transferred from the Virginia Department of Transportation.
- **Department of Transportation**
 - *Restructure VDOT Budget Structure.* The proposed budget includes an extensive restructuring of VDOT’s budgetary programs in an attempt to align the VDOT budget (and associated positions) more closely with widely understood definitions of activities undertaken. The structure changes do not result in a net change to the department’s total funding, although substantial increases and decreases occur in specific programs as funding is shifted. The majority of these funding shifts do not reflect increased (or decreased) expenditures for a particular activity. Instead, they are the result of moving activities (and the associated funding) under a different program heading. The major program changes include

the creation of two new programs – one for environmental monitoring and evaluation, the second for highway bond programs. Previously, bond programs were included in the overall construction program. One large subprogram – construction management – also was shifted from the construction program to administration and support services to more accurately reflect the uses of construction management funding.

- ***Insurance Premium Revenues for Transportation.*** Recommends an increase of \$130.4 million GF the first year and \$141.6 million GF the second year, representing the deposit of one-third of the insurance premium tax revenues into the Priority Transportation Fund as provided for by the Virginia Transportation Act of 2000 (VTA). This deposit, required by the VTA beginning in FY 2003, was made in FY 2003 but not in FY 2004. Budget language makes the spending contingent upon passage of the Governor’s tax proposal.
- ***Debt Services Costs for FRANS.*** Recommends the deposit of \$37.4 million GF each year into the Priority Transportation Fund to fully meet the debt service requirements of the \$317.0 million of Federal Revenue Anticipation Notes (FRANS) issued to replace the VDOT share of the ½ cent general sales and use tax dedicated to transportation that was transferred to the General Fund in FY 2003. The General Assembly provided general fund dollars for the debt service for these FRANS in FY 2003 and FY 2004. FY 2005-06 appropriations includes an increase of \$9.0 million, reflecting revised debt service estimates.
- ***Reflect Revised Revenue Forecast.*** Decreases nongeneral fund appropriation by \$164.9 million in the first year and \$101.4 million in the second year to reflect revised federal and state revenue forecasts. The adjustment includes a nongeneral fund reduction in federal funds of \$206.3 million in FY 2005 and \$194.4 million in FY 2006, largely reflecting the special earmarked funding for the Woodrow Wilson Bridge that had been included in FY 2004. The adjustments also reflect projected increases in state transportation revenues included in the December 2003 revenue forecast.
- ***Fund Deferred Hurricane Isabel Costs.*** Transfers \$37.9 million NGF in FY 2005 from VDOT’s construction program to its maintenance program to fund maintenance activities deferred as a result of utilizing maintenance funding for expenses related to clean-up after Hurricane Isabel. Deferred expenditures include equipment purchases, guardrail upgrades and slope repairs as well as routine

maintenance activities. Total direct VDOT costs of hurricane Isabel are estimated at \$70.0 million. The remaining amounts were financed with unforecasted revenues, anticipated FEMA grants, and reductions to VDOT's administrative and operational activities, including maintenance.

- ***Prioritize Coalfield's Expressway.*** Includes language directing VDOT to begin negotiating a fixed price contract for Section A of the Coalfields Expressway, and once such an agreement has been reached, to develop a financial plan for such project. It further expresses the General Assembly's intent that sufficient funding will be provided to support the finance plan from all available transportation revenue sources.
 - ***Authorize VDOT to Recover Costs of Providing Services to Other Entities.*** Includes language authorizing VDOT to recover the costs of providing services to other entities, public and private. Potentially impacted services include special event traffic control and subdivision and land development plat reviews.
 - ***VDOT/Local Agreements for Enforcement of HOV Restrictions.*** Authorizes VDOT to enter into agreements with state and local law enforcement officials for the enforcement of high occupancy vehicle (HOV) restrictions on Virginia roadways. VDOT proposes funding the costs of HOV enforcement because law enforcement agencies have been unwilling to focus their efforts on this activity.
 - ***Transfer Positions to Other Transportation Agencies.*** Authorizes the transfer of 18 FTE positions from VDOT to DMV and DRPT. Ten of these positions are to be transferred to DMV to support the overweight and oversize hauling permit function transferred to DMV from VDOT pursuant to legislation enacted by the 2003 Session. Funding associated with this activity has already been transferred between the agencies. The eight positions to be transferred to the Department of Rail and Public Transportation would be used to support a number of the agency's activities. A corresponding transfer of \$733,431 NGF in the first year and \$678,422 NGF in the second year would be transferred to fund the positions.
- **Motor Vehicle Dealer Board**
 - ***Reflect Actual Expenditure Levels.*** Increases the appropriation for the Motor Dealer Vehicle Board by \$315,701 NGF each year to reflect historical expenditure and revenue levels. Prior

legislatively-established appropriation levels for the board did not fully reflect revenues available.

- ***Fund Database Conversion.*** Recommends an increase of \$90,000 NGF each year to develop, convert and merge several independent databases to one large central database.
- **Virginia Port Authority**
 - ***Norfolk International Terminals South – Phase III.*** Recommends increasing the Commonwealth Port Fund debt limit from \$250.0 million to \$265.0 million. The additional debt capacity would be used to support the issuance of \$60.0 million of additional Port Fund Bonds to complete Phase III of the Norfolk International Terminals South project. Authority for the project is contained in the port’s capital outlay section. Also provides an increase of \$2.7 million NGF in the first year and \$3.3 million NGF in the second year to support the debt service costs of these additional bonds.
 - ***Provide Debt Service for Straddle Carriers and Crane Replacements.*** Increases the appropriation for debt service by \$2.0 million NGF in the first year and \$4.1 million NGF in the second year to support debt service costs for the purchase of additional straddle carriers and replacement cranes. Authority to purchase these items is included in the capital outlay section.
 - ***Adjust Appropriation to Reflect Actual Debt Service for Previously Approved Projects.*** Includes technical adjustments totaling \$4.4 million NGF in the first year and \$4.8 million NGF in the second year to reflect actual special fund and Commonwealth Port Fund debt service payments on existing bonds and lease purchase agreements. This includes the provision of debt service for the purchase of 10 straddle carriers and the \$50.0 million of special fund revenue bonds authorized by the 2003 Session.
 - ***Reflect Revised Revenue Forecast.*** Recommends increasing the funding for port operations by \$787,516 NGF in the first year and \$2.7 million NGF in the second year to reflect the revised revenue forecasts for the Commonwealth Port Fund and special funds.
 - ***Authorize Four Additional Positions.*** Authorizes \$175,000 NGF in the first year and \$200,000 NGF in the second year to fund 4.0 additional FTE positions. Three positions would be for security officers and the fourth an additional marketing/research position. These positions would be supported from the port’s special funds.

- *Increase Funding for Advertising.* Provides \$135,750 NGF in the second year for advertising related to the promotion of the 2007 Jamestown anniversary and the 2007 AAPA International Conference.
- *Increase Funding for Payments in Lieu of Taxes.* Provides an additional appropriation of \$100,000 NGF in the first year and \$150,000 NGF in the second year to provide payments in lieu of taxes to Warren County, where the VPA's inland port is located. Warren County recently passed legislation charging the ports for payments in lieu of taxes for the first time.
- *Allow Increased Funding to be Used for Entertainment Costs.* Includes language authorizing an increase from \$25,000 to \$37,500 NGF each year the cap on the amount of VPA funding that can be used for entertainment costs.

Central Appropriations

Central Appropriations serves as a holding account for contingent funds, for unallocated cost increases and decreases, and for the Personal Property Tax Relief appropriation.

Major amounts include: \$52.8 million GF for state employee and state-supported local employee salary increases; \$50.9 million GF for the state's share of salary increases for public school teachers; \$66.1 million GF for the increased cost of state employee health insurance; \$23.1 million for the increased cost of other state employee benefit programs; \$3.0 million GF for the Governor's discretionary economic development "Deal Closing Fund"; \$13.4 million GF for semiconductor performance grant programs; and \$1,945.0 million for the Personal Property Tax Relief Fund.

Nongeneral fund appropriations of \$152.4 million are included for the Tobacco Settlement funds.

Proposed general fund decreases in Central Appropriations total \$114.2 million and include:

- \$52.4 million for teacher retirement contributions by using a blended contribution rate;
- \$27.3 million from rate reductions for the VRS state employee, JRS, SPORS, and VaLORS systems; and
- \$26.9 million to continue the VRS group life insurance premium holiday.

A number of proposed spending items are contingent upon the passage of the Governor's tax proposal legislation. These include funds for: (1) the second year salary increase for state employees, teachers, and state-supported local employees, (2) additional personal property tax relief; (3) the pooled state employee and teacher retirement rates and (4) continued development of the Statewide Agencies Radio System (STARS).

- **Reversion Clearing Account**

- *Adjust Amortization Funding Period for VRS State Employees, JRS, VaLORS, and SPORS Pension Funds.* Language in Item 499 proposes a reduction of \$13.4 million GF the first year and \$13.9 million GF the second year in employer contribution rates. This reduction results from (1) applying the VRS's actuarially derived

retirement contribution rates (rather than the higher Board approved rates); and (2) using a 30-year amortization period for the unfunded actuarial accrued liability (UAAL) rather than the 23-year amortization period certified by the VRS Board.

- ***State Employee Group Life Insurance Premium Holiday.*** Proposed language continues the premium holiday for the state employee group life insurance program through the 2004-06 biennium. Savings of \$13.1 million GF the first year and \$13.7 million GF the second year are anticipated. Budget language in Part Three transfers \$10.4 million NGF the first year and \$10.9 million NGF the second year from to the general fund.
- ***State Employee Health Insurance Credit Employer Contribution Rate.*** The proposed budget captures savings of \$328,468 GF the first year and \$342,757 GF the second year from lower employer contributions to the state employee health insurance credit program based on rates certified by the Virginia Retirement System Board of Trustees. Budget language in Part Three transfers \$294,584 NGF the first year and \$307,394 NGF the second year from to the general fund.
- **Compensation Supplements**
 - ***State Employee November 25, 2005 Salary Increase.*** Provides \$30.0 million GF the second year to fund a three percent average salary increase for state employees effective November 25, 2005. To be eligible for the three percent increase, employees must receive at least a "Contributor" rating on their most recent performance evaluation. Employees who receive a rating of "Extraordinary Contributor" will receive an additional one percent increase on November 25, 2005. Budget language makes the spending contingent upon passage of the Governor's tax proposal.
 - ***Higher Education Faculty November 25, 2005 Salary Increase.*** Provides \$12.0 million GF and \$11.4 million NGF the second year to fund a three percent average salary increase effective November 25, 2005, for faculty at state-supported institutions of higher education. Budget language makes the spending contingent upon passage of the Governor's tax proposal.
 - ***State-Supported Local Employees December 1, 2005 Salary Increase.*** Provides \$12.4 million GF the second year to fund a three percent average salary increase effective December 1, 2005 for state-supported local employees. State-supported local employees

include constitutional officers and their employees, local social services employees, local election board employees, and local health department employees. Budget language makes the spending contingent upon passage of the Governor’s tax proposal.

- ***Public School Teacher December 1, 2005 Salary Increase.*** Provides \$50.9 million GF the second year to fund the state’s share of a three percent salary increase for public school teachers funded through the Standards of Quality. This proposed increase would take effect on December 1, 2005. Budget language makes the spending contingent upon passage of the Governor’s tax proposal.
- ***Fund Revised Virginia Sickness and Disability Program Rates.*** Proposes \$8.5 million GF the first year and \$8.8 million GF the second year to fund the revised employer contribution rates approved by the VRS Board of Trustees.
- ***Fund Pooled Contribution Rate for VRS Teacher and State Employee Systems.*** Proposes to combine the employer contribution rates for the VRS state employee and VRS teacher systems. The pooled rate assumes a 30-year amortization for both systems rather than the 23-year period approved by the Board. Combining the rates for both the state employee and teacher systems results in an employer contribution rate for the teacher system that is lower than the rate approved by the VRS Board and a higher rate for the state employee system. The blended contribution rate reduces the local share of retirement costs by more than \$20 million each year for local school divisions. After accounting for the additional contributions required to fund the blended rate for the state employee system, an additional \$3.6 million GF the first year and \$2.3 million GF the second year is proposed to fund the blended contribution rates.

Net Cost of Blended VRS Contribution Rates			
(\$ in millions)			
	FY 2005	FY 2006	Total
Pooled State Rate	\$28.5	\$29.7	\$58.2
Pooled Teacher Rate	<u>(\$24.9)</u>	<u>(\$27.5)</u>	<u>(\$52.4)</u>
Net Cost of Pooled Rate	\$3.6	\$2.3	\$5.8

For the biennium, the additional funds proposed for VRS in the 2004-06 biennium above the amounts appropriated in Chapter 1042, 2003 Session total approximately \$197.0 million GF. Budget language makes this action contingent upon passage of the Governor's tax proposal.

VRS Funding Based on Proposed Blended Contribution Rate 2004-06 Biennium			
(\$ in millions)			
VRS Funding: State Employees	FY 2005	FY 2006	Biennium
VRS Increase: Agency Base	\$23.8	\$24.9	\$48.7
30-Year Amortization (State)	(\$13.4)	(\$13.9)	(\$27.3)
Pooled State Rate	<u>\$28.5</u>	<u>\$29.7</u>	<u>\$58.2</u>
Total Funds Budgeted for VRS State	\$39.0	\$40.7	\$79.7
VRS Funding: Teachers			
DOE: VRS Board Rate (8.10%)	\$84.5	\$91.3	\$175.8
30-Year Amortization (7.82%)	(\$2.9)	(\$3.2)	(\$6.1)
Teacher Pooled Rate (6.56%)	<u>(\$24.9)</u>	<u>(\$27.5)</u>	<u>(\$52.4)</u>
Total Funds Budgeted for VRS Teachers	\$56.6	\$60.7	\$117.3
Total Additional Funds Budgeted for VRS in 2004-06	\$95.6	\$101.4	\$197.0

- **State Employee Health Insurance Program**
 - Provides \$32.3 million GF the first year and \$33.7 million GF the second year to fund the employer's share of the increase in health insurance premium for state employees. The cost of the state's health insurance program is projected to increase 14 percent in FY 2005. Employee premiums will increase an average of about 14 percent in FY 2005.
- **Personal Property Tax Relief**
 - *Continue Personal Property Tax Relief.* Proposes an amendment to provide \$27.2 million GF the first year and \$76.2 million GF the

second year to continue car tax reimbursement at the 70 percent level.

- *Provide Additional Personal Property Tax Relief.* Proposes to increase car tax reimbursement to 77.5 percent in calendar year 2005 and 85 percent in calendar year 2006. Additional funding of \$25.8 million GF in FY 2005 and \$130.8 million GF in FY 2006 is proposed. Budget language makes the spending contingent upon passage of the Governor's tax proposal.

- **Information Technology**

- *Information Technology Reform.* Technical adjustment of \$14.0 million GF in the first and second year eliminates funding for technology reform in Central Appropriations. This funding was used in part to restore to agencies \$18.0 million GF each year of the biennium to fund the cost of information technology activities.

- **Public Safety Telecommunications Infrastructure**

- *Department of Forestry Radio System.* Proposes an amendment to provide \$123,599 GF the first year and \$244,359 GF the second year to replace the existing two-way radio system used by the Department of Forestry staff during fire emergencies. The system will be financed through the Master Equipment Lease Program. Budget language makes the spending contingent upon passage of the Governor's tax proposal.
- *Development of Statewide Agencies Radio System (STARS) Project.* Proposes an amendment to continue the development and begin implementation of the STARS project. STARS will be used by the State Police and other state agencies and will facilitate interoperability statewide with local law enforcement agencies. Budget language makes the spending contingent upon passage of the Governor's tax restructuring proposal.

- **Tobacco Settlement**

- *Tobacco Settlement and Revitalization Fund.* Recommends an amendment to adjust the appropriation for the Tobacco Indemnification and Community Revitalization Fund and the Tobacco Settlement Fund to reflect a revision in the projection of the Commonwealth's allocation of the Master Settlement Agreement funds. Proposed is a reduction of \$3.8 million NGF in the first year and \$2.9 million NGF in the second year.

- **Economic Contingency**
 - *Governor's Development Opportunity Fund.* Proposes an additional \$3.0 million GF the first year for the Governor's Development Opportunity Fund.
 - *Semiconductor Wafer Performance Fund.* Proposes \$3.7 million GF each year for a major semiconductor manufacturer based in Northern Virginia as the first installment of a performance-based manufacturing grant program approved by the 1996 General Assembly. The affected company has reportedly met the performance criteria required by the agreement.
 - *Semiconductor Wafer Performance Fund II.* Proposes \$3.0 million GF each year for a major semiconductor manufacturer based in Central Virginia. The affected company has reportedly met the performance criteria required by the agreement.

Independent

The Governor's proposed 2004-06 budget for the Independent Agencies results in a net increase of \$6.9 million NGF for the biennium when compared to the adjusted appropriation for current operations. This total reflects new spending of \$6.9 million with no offsetting reductions.

The new NGF spending includes \$2.6 million to support increases in the workload of the Virginia Retirement System, \$1.5 million to support the Virginia Retirement System's investment department's pay practices, publications, organizational memberships, and attorneys' fees, and \$569,760 to reflect the continuation costs associated with the 2.25 percent salary increase granted in November 2003.

- **Virginia Retirement System**

- *Increase Staffing to Reflect Workload Increases.* Provides for 18.0 positions in the first year and \$869,864 NGF and four additional positions in the second year to hire additional staff. The additional staff are needed to satisfy requests for retirement counseling, pre-retirement education, the completion of paperwork, and responding to inquiries from retirees.
- *Fund Investment Department Workload Increases.* Provides an additional \$987,316 NGF and six positions the first year and \$763,975 NGF the second year to hire the staff and provide the resources to either initiate or expand the agency's exposure to active investment strategies such as hedge funds, private equity, and international equity. The proposal also provides resources to improve the agency's in-house risk management and asset/liability modeling capabilities to better monitor these new investment strategies.
- *Provide funding for Information Technology Upgrades.* Provides \$422,000 NGF the second year to expand business continuity capabilities, enhance software maintenance and management, and improve technology security tools.
- *Continue Investment Department Services at Current Levels.* Provides \$748,551 NGF each year to continue investment department pay practices at their current levels and to cover an increase in the costs of the department's publications, organizational memberships, and attorneys' fees.

- *Reflect Continuation Costs for FY 2003 Salary Increase.* Provides \$284,880 NGF each year to increase the agency’s base budget for the annual cost of the November 25, 2003 salary adjustment.
- **Virginia Workers’ Compensation Commission**
 - *Provide Special Counsel for the Commission.* Provides \$270,000 NGF each year to procure the services of private sector attorneys to serve as counsel for the commission, the Uninsured Employers’ Fund, and the Criminal Injuries Compensation Fund. The private sector attorneys selected by the agency will represent the commission in about 250 cases per year concerning topics such as claim eligibility, claim settlement, collection of subrogation and restitution, case adjudication, and administrative procedure appeals. Previously, these services were provided to the Commission by the Office of the Attorney General. However, the Attorney General’s office discontinued these services for budgetary and staffing reasons.
 - *Adjust Positions to Address Workload.* Provides five positions NGF in the first year to respond to growth in the commission’s caseload.
 - *Adjust Federal Funding.* Provides \$400,000 NGF each year to reflect an increase in the awards made to the Criminal Injuries Compensation Fund by the federal government. These awards are made, in part, based upon the total amounts paid out by the fund in a given year.
- **Virginia Office of Protection and Advocacy**
 - *Establish Ombudsman Program.* Defers implementation of an Ombudsman program for persons with disabilities until July 1, 2006. The agency has estimated the possible cost of implementing such a program to be about \$1.0 million for the biennium.
 - *Increase Positions to Meet Federal Civil Rights Duties.* Provides two positions NGF in the first year to ensure the office can meet federal civil rights duties on behalf of persons with disabilities.
 - *Increase Funding and Positions to Meet Federal Civil Rights Duties.* Provides \$233,174 NGF and six positions the first year and \$233,174 NGF the second year to reflect additional federal funds for the advancement of civil rights for persons with disabilities.

Nonstate Agencies

No actions in HB30/SB30.

Capital Outlay

The capital budget proposed for 2004-06 includes over \$1.2 billion in capital outlay funding. Of this amount, \$62.8 million is from the general fund, largely for the Maintenance Reserve program. Other capital projects totaling \$347.3 million are recommended at a variety of state agencies, to be funded with tax-supported debt issued by the Virginia Public Building Authority (VPBA) and the Virginia College Building Authority (VCBA). The budget also includes bonding authority for revenue generating projects totalling \$392.2 million. Finally, the budget includes \$60.0 million in Virginia Port Authority bonds for the improvements at the Norfolk International Terminal.

Capital Outlay Funding Proposed in HB/SB 30 (2004-06 biennium)	
<u>Fund Type</u>	<u>\$ Millions</u>
General Fund	\$62.8
VPBA Bonds	\$214.1
VCBA Bonds	\$133.2
VPA Bonds	\$60.0
9(c) Revenue Bonds	\$116.9
9(d) NGF Revenue Bonds	\$275.3
Nongeneral Funds	<u>\$379.1</u>
Total Capital Funds	\$1,241.5

The Governor also proposes, through separate legislation, \$273.3 million in VPBA/VCBA bonds for higher education institutions and state agencies. The proposed projects are detailed at the end of this narrative. In addition, another \$159.3 million in VPBA debt is proposed for the development of the State Agency Radio System (STARS). Both pieces of legislation are contingent upon the passage of the Governor's proposed tax package.

Descriptions of selected projects follow.

- **Department of General Services**
 - *Acquire Parking Deck.* Provides \$5.7 million in 9(c) revenue bond authority to acquire the parking deck at Ninth and Franklin Streets from the Virginia Retirement System. The deck will provide about 200 new spaces and address some of the parking needs at the seat of government.
- **Department of Taxation**
 - *Office Space.* Provides authority for the Department of Taxation to enter into a five-year capital lease for office space at the Main Street Centre.
- **Equipment Supplements**
 - *Equipment for Various Agencies.* Provides \$32.4 million in VPBA and VCBA bond authority to purchase loose furnishings and equipment for projects scheduled to open in the upcoming biennium. The table below summarizes the allocation for each project.

Equipment Supplements
(\$ in millions)

<u>Agency/Project</u>	<u>Amount</u>
Christopher Newport University	
Performing Arts Building	\$ 1.8
George Mason University	
Fairfax Research I	2.0
James Madison University	
CISAT Academic Building A3	4.4
Old Dominion University	
Technology Building	1.7
Richard Bland College	
Art Building	0.1
Virginia Commonwealth University	
Massey Cancer Center	2.9
Business Classroom Building	0.1
Virginia Community College System	
Science Laboratory, Lord Fairfax	2.8
Advanced Technology and Workforce Center, Germanna	1.5
Regional Automotive Technology and Workforce Center, Chesapeake Campus, Tidewater	1.2
Nursing Technology Building, Annandale Campus, No. Virginia	0.6
Academic and Administration Building, Thomas Nelson	0.5
HVAC Training Building, Woodbridge Campus, Northern Virginia	0.5
Webber Hall, Virginia Western	0.4
South Campus, Virginia Western	0.2
Instructional Building, Wytheville	0.2
Classroom and Lab Building, Daniel Campus, Southside Virginia	0.2
Classroom and Lab Building, Christanna Campus, Southside Va.	0.1
Virginia Tech	
Bioinformatics Phase II	4.0
Virginia Tech Agriculture Experiment Station	
Research Laboratory	1.2
Department of Emergency Management	
Emergency Operations Center	1.7
Virginia Museum of Natural History	
New Museum	4.2
Total Equipment Supplements	<u>\$ 32.4</u>

- **University of Virginia**
 - *Upgrade Heating Plant.* Provides \$17.5 million in VCBA bond authority and \$19.8 million from NGF revenue bonds to begin upgrading the main heating plant to comply with federal and state clean air standards. An estimated \$12 to \$14 million would be needed in the 2004-06 biennium to complete these upgrades.

- **Department of Mental Health, Mental Retardation, and Substance Abuse Services**
 - *Sexually Violent Predator Facility.* Provides \$31.8 million in VPBA bond authority to construct a new stand-alone 150-bed secure treatment facility that will accommodate projected civilly committed sexually violent predators. The current facility used to house this population is located on the campus of Central State Hospital and has a capacity of 72 beds. The Governor estimates that the program will exceed this capacity by FY 2007.

- **Woodrow Wilson Rehabilitation Center**
 - *Infrastructure Improvements.* Provides \$6.9 million in VPBA bond authorization for the following projects:
 - Replace roofs at Watson Activities Building and Carter Ashley Hall (\$1.4 million);
 - Abate asbestos in Anderson Vocational Training Building, Birdsall-Hoover Administration Building and Watson Activities Building (\$3.7 million); and
 - Replace water and main sewer distributions systems (\$1.8 million).

- **Department of Corrections**
 - *Additional Prison Capacity.* Provides \$116.8 million in VPBA bond authorization for the following projects:
 - Construct of St. Brides Phase 2 to provide 800 dormitory-style beds (\$32.5 million);
 - Expand Deerfield Correctional Center to provide 600 dormitory-style beds (\$21.9 million); and

- Construct new medium security celled prototype facility to provide 1,024 beds (\$62.4 million).
- ***Prison Infrastructure.*** Provides \$9.9 million in VPBA bond authorization for the following projects:
 - Upgrade electrical system at Powhatan Correctional Center (\$750,000);
 - Supplement upgrade to wastewater treatment plant at Coffeewood Correctional Center (\$2.2 million);
 - Repair and replace roofs at various correctional institutions (\$3.0 million);
 - Upgrade the wastewater treatment facility at Haynesville Correctional Center (\$2.0 million); and
 - Construct a new entrance road and bridge at Bland Correctional Center (\$2.0 million).
- **Department of Transportation**
 - ***Northern Virginia District Building and Other Facilities.*** Proposes \$1.5 million NGF for construction of a district administration office at the Camp 30 site on West Ox Road. This project is contingent on passage of the Governor's tax proposal.
- **Virginia Port Authority**
 - ***Improve Norfolk International Terminal.*** Provides authorization for the issuance of up to \$60.0 million in Commonwealth Port Fund bonds. The funds would be used to upgrade and improve the facilities at the south terminal.
- **Central Appropriations**
 - ***Maintenance Reserve.*** Provides \$25.0 million GF in each year for deferred maintenance projects at state agencies, including new roofing, electrical repairs, and replacement of heating systems.
 - ***Necessary Repairs and Energy Efficiency.*** Provides \$7.5 million GF to address unanticipated repairs and improvements at state agencies.

Contingent Capital Bond Program

Through two pieces of separate legislation, the Governor proposes \$432.6 million in projects for higher education institutions and state agencies including the development of the State Agency Radio System (STARS). Debt service for the STARS project is contained in HB/SB 30, contingent upon passage of the Governor's tax proposal. No debt service is provided in HB/SB 30 for the other projects proposed in the separate legislation.

Proposed Contingent Capital Bond Program (\$ in millions)	
<u>Agency/Project</u>	<u>Amount</u>
Christopher Newport University	
Renovate Wingfield Hall	\$ 7.3
College of William and Mary	
Construct New Information Technology Building	8.3
Renovate Four Lecture Halls	1.4
George Mason University	
Renovate Robinson A Academic Building	14.5
James Madison University	
Upgrade Campus Network Infrastructure	10.7
Longwood University	
Modernize Heating Plant, Phase III	4.3
Renovate and Expand Lankford Hall	5.7
Mary Washington College	
Renovate and Expand George Washington Hall	8.0
Norfolk State University	
Construct Public Safety Building	4.1
Construct Campus Wall for Security	5.0
Old Dominion University	
Construct Systems Research Center	11.4
43 rd Street Improvements	1.0
Radford University	
Renovate Whitt Hall	4.0
University of Virginia	
Expand School of Nursing	6.0
Construct Ivy Stacks Addition	8.9

Proposed Contingent Capital Bond Program
(\$ in millions)

University of Virginia Medical Center	
Construct Cancer Center Addition	20.0
University of Virginia - Wise	
Renovate Smiddy Hall and Construct New IT Facility	6.7
Virginia Commonwealth University	
Construct New School of Business	14.0
Virginia Institute of Marine Science	
Replace Eastern Shore Seawater Lab	3.0
Virginia Community College System	
Construct Addition to Science Building, Blue Ridge	2.1
Construct Phase III Buildings, Loudoun Campus, No. Virginia	19.3
Add Geothermal Wells, Southside Virginia	0.4
Renovate Blackwater Building, Virginia Beach Campus, Tidewater	6.3
Renovate North Campus, Virginia Western	8.5
Renovate Galax Hall, Wytheville	1.8
Virginia Military Institute	
Renovate Kilbourne Hall	9.9
Improve Athletic Facilities	1.8
Virginia State University	
Renovate Lockett Hall	6.3
Renovate Campus Police Station	2.2
Virginia Tech	
Construct Critical Technologies Research Lab	<u>14.0</u>
VCBA Subtotal	\$216.9
Virginia Museum of Fine Arts	
Upgrade Security System	1.8
Science Museum of Virginia	
Acquire New Exhibits	0.5
Frontier Culture Museum	
Wetlands / Mill and Bowman House Site Improvements	0.4
Jamestown-Yorktown Foundation	
Construct Jamestown Commemorative Plaza	0.7
Replace Jamestown Ships	1.0

Proposed Contingent Capital Bond Program
(\$ in millions)

Department of Conservations and Receptions

Construct Roads, Cabins and Campgrounds at Andy Guest Park 3.8

Construct Visitor Center, Staff Residences and Offices at Mason Neck Park 1.1

Virginia Museum of Natural History

Construct Exhibits for New Museum 2.0

Department of Criminal Justice Services

Construct Driver Training Facility 10.0

Department of State Police

Develop State Agency Radio System (STARS) 159.3

Department of Forestry

Construct Abingdon Shop and Cold Storage 0.6

Construct Grayson and Carroll County Area Office 1.1

Department of General Services

Construct Addition to War Memorial 3.5

Central Capital

Construct Performing Arts Center 30.0

VPBA Subtotal \$215.8

Total Contingent Capital Bond Program **\$ 432.7**

APPENDIX A

Aid for Public Education
2004-2005

2004-05 Aid for Public Education

Division	Key Data		Chapter 1042 FY 2004 Distribution ⁽¹⁾	Technical Adjustments (Re-benchmarking)	Decreases		Increases		Contingent Actions		HB/SB 30 As Introduced FY 2005 Distribution ⁽¹⁾⁽²⁾
	2004-2006 Composite Index	Projected FY 2005 Unadj. ADM			Deduct Local & Federal Revenues From SOQ Costs	Deduct Technology Expenditures from SOQ	Reduce K-3 Class Size Funding	Revise SOQ Remediation Funding	Institute No Loss Funding Over FY 2004	Use "Pooled" VRS Rate ⁽³⁾	
Accomack	.2884	5,121	25,694,914	1,895,083	(1,478,294)	(315,808)	(16,567)	165,246	(146,527)	119,226	25,917,272
Albemarle	.6054	12,936	33,236,831	5,617,974	(1,432,426)	(389,035)	(23,827)	(9,759)	(188,475)	94,811	36,906,043
Alleghany	.2683	2,995	12,558,058	2,692,604	(819,229)	(177,129)	(80,836)	53,725	(82,422)	3,516	14,148,288
Amelia	.3516	1,711	7,387,495	914,148	(426,008)	(91,012)	(6,396)	(2,411)	(43,527)	-	7,730,289
Amherst	.2940	4,462	20,522,180	1,710,576	(1,208,882)	(272,309)	(9,359)	52,573	(115,438)	3,392	20,682,733
Appomattox	.2797	2,255	10,568,015	1,007,267	(638,807)	(136,481)	(3,566)	65,597	(60,816)	3,461	10,804,669
Arlington	.8000	18,176	35,886,086	2,953,375	(1,268,033)	(300,179)	(85,442)	312,178	(172,334)	631,907	37,957,557
Augusta	.3434	10,650	41,968,863	6,693,459	(1,650,242)	(562,409)	(23,849)	27,044	(255,456)	41,018	46,238,427
Bath	.8000	803	1,594,219	182,226	(58,561)	(12,345)	(452)	6,841	(6,295)	-	1,705,633
Bedford	.3714	9,885	35,654,584	6,009,768	(1,806,606)	(510,287)	(60,566)	37,098	(220,682)	6,041	39,109,350
Bland	.2827	945	4,889,162	455,061	(247,116)	(54,721)	(22,176)	25,266	(30,254)	-	5,015,222
Botetourt	.4061	4,770	17,791,999	2,521,058	(740,962)	(230,447)	(5,014)	(14,208)	(111,081)	2,854	19,214,199
Brunswick	.2568	2,314	12,180,523	1,832,289	(657,954)	(140,554)	(37,298)	222,821	(76,549)	3,571	13,326,849
Buchanan	.2788	3,514	18,603,774	644,144	(1,045,095)	(219,935)	(22,053)	280,805	(105,410)	-	18,431,055
Buckingham	.2527	2,165	11,235,008	958,191	(627,697)	(134,082)	(25,384)	94,616	(63,645)	40,355	11,477,363
Campbell	.2768	8,498	35,978,578	4,328,648	(2,129,435)	(508,339)	(174,272)	131,343	(207,418)	46,004	37,465,109
Caroline	.3109	3,626	15,254,574	2,095,128	(843,968)	(203,568)	(29,991)	163,785	(91,389)	58,309	16,233,561
Carroll	.3001	4,084	18,350,430	2,074,907	(1,150,527)	(245,786)	(114,855)	141,887	(108,976)	16,816	18,985,794
Charles City	.4199	885	3,685,021	738,089	(193,779)	(40,771)	(6,734)	25,670	(21,597)	12,530	4,196,429
Charlotte	.2331	2,165	11,112,223	1,313,298	(635,396)	(135,762)	(32,244)	141,887	(63,792)	3,686	11,703,900
Chesterfield	.3785	56,131	188,041,439	34,188,516	(8,590,723)	(2,816,061)	(122,962)	621,222	(1,213,923)	378,522	210,486,030
Clarke	.5546	2,048	6,442,226	383,307	(301,580)	(75,283)	-	1,861	(33,281)	4,281	6,421,531
Craig	.3356	717	3,239,746	404,194	(173,808)	(37,131)	(17,214)	14,400	(17,764)	-	3,412,424
Culpeper	.3919	6,305	23,495,909	2,432,945	(1,087,180)	(320,312)	(11,381)	86,684	(133,327)	29,222	24,492,560
Cumberland	.2943	1,414	6,875,898	662,326	(414,480)	(88,546)	(7,905)	87,488	(36,557)	7,089,655	7,089,655
Dickenson	.2492	2,532	12,739,100	1,206,946	(759,746)	(160,302)	(42,319)	151,987	(75,199)	-	13,060,467
Dimwiddle	.2844	4,512	19,485,995	2,331,358	(1,064,743)	(269,807)	(17,189)	9,385	(117,905)	10,316	20,367,411
Essex	.4175	1,675	6,678,192	946,352	(368,890)	(77,629)	(12,687)	43,328	(38,525)	2,800	7,172,941
Fairfax	.7489	159,791	324,725,086	33,061,733	(10,393,515)	(3,263,100)	(304,465)	730,419	(1,610,688)	4,176,626	347,122,096
Fauquier	.6193	10,522	28,934,225	1,374,607	(988,200)	(323,850)	(12,255)	12,044	(148,200)	27,441	28,875,812
Floyd	.3251	2,156	8,895,382	1,542,331	(537,752)	(114,880)	(44,287)	75,587	(57,468)	12,973	9,771,886
Fluvanna	.3595	3,374	13,332,504	1,654,637	(597,829)	(178,454)	(7,927)	243,737	(77,896)	100,959	14,089,057
Franklin	.3882	7,185	27,773,931	3,548,496	(1,486,412)	(361,350)	(55,029)	243,737	(165,037)	-	29,599,295
Frederick	.3794	11,731	41,461,702	7,102,517	(1,745,082)	(565,023)	(19,721)	(20,883)	(257,107)	68,591	46,024,995
Giles	.2946	2,518	11,075,661	1,367,568	(640,314)	(147,844)	(18,433)	(5,645)	(68,114)	-	11,562,879
Gloucester	.3132	6,078	26,353,935	2,249,896	(1,455,973)	(354,169)	(18,165)	34,420	(148,466)	-	26,661,478
Goochland	.8000	2,179	3,959,240	441,857	(162,173)	(35,483)	(3,311)	5,222	(17,098)	961	4,189,215
Greene	.3241	2,237	11,647,854	1,878,259	(635,250)	(133,680)	(81,598)	110,073	(63,820)	3,396	11,337,443
Greensville	.2203	2,675	12,125,343	2,982,537	(706,044)	(150,832)	(548)	(9,340)	(72,655)	9,744	13,073,927
Halifax	.2380	1,557	8,933,477	604,344	(514,746)	(109,965)	(25,931)	105,074	(50,372)	3,746	8,945,627
Hanover	.4539	5,860	30,438,806	2,982,537	(1,733,760)	(370,334)	(102,745)	470,349	(184,071)	85,957	31,586,739
Henrico	.4834	45,966	139,204,295	10,236,248	(2,233,285)	(808,320)	(33,117)	(86)	(358,443)	31,490	61,775,783
Henry	.2717	7,937	37,280,205	28,337,293	(5,905,743)	(1,914,148)	(113,544)	350,058	(849,566)	319,268	159,427,913
Highland	.6274	300	1,062,199	4,323,529	(2,170,154)	(484,324)	(21,807)	258,498	(220,337)	196,279	39,161,889
Isle of Wight	.3695	5,013	19,821,027	191,998	(36,824)	(7,871)	(8,328)	5,671	(5,290)	-	1,201,556
James City	.5988	8,625	19,671,495	2,482,644	(1,089,596)	(259,755)	(41,986)	103,976	(118,501)	6,059	20,903,867
King George	.3700	3,289	11,762,910	5,883,159	(962,175)	(268,672)	(7,155)	39,310	(122,754)	-	24,233,207
King & Queen	.3376	790	4,442,914	2,043,166	(588,891)	(158,614)	(24,132)	(20,090)	(75,716)	3,028	12,959,713
King William	.3482	1,864	8,512,410	492,250	(222,376)	(47,513)	(29,596)	79,090	(25,544)	-	4,689,225
Lancaster	.6498	1,323	3,854,098	609,161	(408,782)	(98,548)	(16,836)	1,988	(53,206)	17,598	8,563,385
Lee	.1845	3,686	21,252,842	6,740	(186,669)	(39,872)	(2,835)	21,572	(16,173)	-	3,872,132
Loudoun	.7220	43,642	89,270,590	7,401,067	(1,203,400)	(253,282)	(122,847)	342,540	(140,667)	-	23,069,046
Louisiana	.5591	4,300	11,851,519	2,178,214	(2,362,872)	(945,150)	(19,569)	237	(476,575)	626,263	93,494,311
					(583,477)	(155,201)	(2,965)	30,040	(67,421)	2,119	13,252,828

2004-05 Aid for Public Education

Division	2004-2006 Composite Index		Key Data		Chapter 1042 FY 2004 Distribution ⁽¹⁾⁽²⁾	Technical (Re-benchmarking) Adjustments	Decreases			Increases			Contingent Actions		HB/5B 30 As Introduced FY 2005 Distribution ⁽¹⁾⁽²⁾
	2004-2006 Composite Index	Unadj. ADM	Projected FY 2005	Unadj. ADM			Deduct Local & Federal Revenues From SOQ Costs	Deduct Technology Expenditures from SOQ	Reduce K-3 Class Size Funding	Revise SOQ Remediation Funding	Institute No Loss Funding Over FY 2004	Use "Pooled" VRS Rate ⁽³⁾	Increase Funding for ESL, COCA and At-Risk 4-Year-Olds		
Lunenburg	2626	1,660	9,268,699	329,544	9,268,699	329,544	(507,319)	(108,366)	(8,302)	96,495	27,692	(49,580)	39,820	9,088,663	
Madison	4194	1,879	7,394,544	1,015,810	7,394,544	1,015,810	(364,919)	(85,037)	(20,902)	(13,573)	-	(42,722)	-	7,883,201	
Mathews	4474	1,274	4,936,233	560,337	4,936,233	560,337	(59,095)	(59,095)	(1,197)	20,958	-	(28,311)	-	5,159,084	
Mecklenburg	3093	4,707	21,690,667	2,260,303	21,690,667	2,260,303	(1,323,952)	(282,837)	(10,945)	274,862	-	(125,377)	29,017	22,511,738	
Middlesex	5522	1,393	4,326,920	944,782	4,326,920	944,782	(221,209)	(46,543)	(2,451)	20,519	-	(25,605)	2,152	4,998,566	
Montgomery	3877	9,539	37,054,846	3,818,065	37,054,846	3,818,065	(2,063,319)	(468,189)	(26,458)	149,299	-	(217,779)	47,077	38,293,542	
Nelson	4664	1,976	7,336,994	1,105,184	7,336,994	1,105,184	(407,027)	(85,658)	(835)	57,555	-	(41,412)	2,564	7,967,365	
New Kent	4177	2,583	9,545,806	1,074,054	9,545,806	1,074,054	(478,716)	(123,411)	-	(9,250)	-	(56,095)	-	9,952,388	
Northampton	3555	1,954	9,688,532	569,033	9,688,532	569,033	(436,736)	(106,813)	(11,996)	122,390	-	(51,596)	21,679	9,794,493	
Northumberland	5955	1,432	4,147,340	577,956	4,147,340	577,956	(221,778)	(47,380)	(2,750)	35,616	-	(20,711)	16,993	4,485,285	
Nottoaway	2431	2,273	12,063,755	1,377,899	12,063,755	1,377,899	(674,764)	(144,145)	(7,943)	187,113	-	(72,671)	10,911	12,740,155	
Orange	4127	4,147	14,838,239	2,652,445	14,838,239	2,652,445	(682,723)	(189,882)	(2,556)	6,888	-	(88,939)	11,289	16,544,761	
Page	3049	3,479	15,978,122	1,387,600	15,978,122	1,387,600	(206,783)	(20,581)	(20,581)	82,774	-	(95,231)	6,681	16,297,082	
Patrick	2859	2,554	11,989,427	1,521,340	11,989,427	1,521,340	(710,670)	(149,551)	(89,656)	140,489	-	(73,622)	3,432	12,631,189	
Pittsylvania	2694	9,187	39,918,457	6,863,357	39,918,457	6,863,357	(2,073,939)	(520,026)	(8,989)	274,923	-	(253,753)	55,703	44,255,733	
Powhatan	3787	4,297	14,725,714	3,322,522	14,725,714	3,322,522	(621,940)	(205,692)	-	93	-	(99,206)	2,985	17,124,476	
Prince Edward	2906	2,779	12,669,840	2,432,528	12,669,840	2,432,528	(782,196)	(167,101)	(44,498)	178,229	-	(178,229)	19,154	14,230,067	
Prince George	2507	6,041	26,517,588	3,168,101	26,517,588	3,168,101	(1,205,422)	(374,657)	(3,726)	59,348	-	(156,685)	10,802	28,015,549	
Prince William	4086	64,654	238,518,978	35,927,317	238,518,978	35,927,317	(8,503,215)	(3,022,244)	(386,745)	(150,925)	-	(1,529,636)	2,866,594	263,720,124	
Pulaski	3074	4,793	21,261,034	2,602,661	21,261,034	2,602,661	(1,168,754)	(285,575)	(104,094)	129,305	-	(121,439)	6,656	22,319,794	
Rappahannock	6905	1,012	2,686,308	339,222	2,686,308	339,222	(122,364)	(26,141)	-	(3,219)	-	(12,609)	-	2,861,197	
Richmond	3421	1,228	4,920,540	1,243,239	4,920,540	1,243,239	(306,410)	(64,655)	(4,878)	31,435	-	(28,292)	12,646	5,803,626	
Roanoke	3926	14,786	52,084,796	10,000,994	52,084,796	10,000,994	(2,222,544)	(733,142)	(5,652)	(27,124)	-	(345,273)	40,863	58,792,918	
Rockbridge	4516	2,702	10,842,734	1,633,947	10,842,734	1,633,947	(588,597)	(125,740)	(11,682)	53,564	-	(65,428)	2,636	10,682,512	
Rockingham	3526	10,885	43,304,650	5,092,789	43,304,650	5,092,789	(1,871,087)	(589,742)	(27,216)	86,435	-	(260,865)	190,895	45,925,859	
Russell	2496	3,915	19,697,121	3,278,019	19,697,121	3,278,019	(1,128,592)	(237,423)	(117,842)	254,036	-	(117,663)	3,879	20,237,457	
Scott	2115	3,756	18,838,135	2,767,751	18,838,135	2,767,751	(1,138,850)	(243,325)	(68,695)	196,315	-	(117,663)	3,347	24,213,151	
Shenandoah	3678	5,804	22,253,218	3,675,658	22,253,218	3,675,658	(1,208,306)	(297,282)	(20,454)	(88,749)	-	(134,351)	7,348	26,104,681	
Smyth	2355	4,870	24,364,124	3,333,472	24,364,124	3,333,472	(1,335,529)	(310,994)	(10,052)	202,848	-	(146,537)	-	14,326,617	
Southampton	2802	2,888	2,802	2,802	2,802	2,802	(779,325)	(166,487)	(38,684)	9,479	-	(79,660)	77,211	89,922,311	
Spotsylvania	3573	22,636	85,882,877	9,310,254	85,882,877	9,310,254	(3,337,031)	(1,237,294)	(58,687)	(182,829)	-	(532,191)	80,803	98,930,731	
Stafford	3274	25,600	92,972,177	11,979,072	92,972,177	11,979,072	(3,892,944)	(1,435,411)	(64,482)	(107,544)	-	(600,939)	-	2,405,835	
Surry	8000	1,053	2,300,443	162,382	2,300,443	162,382	(48,424)	(17,849)	(1,700)	20,433	-	(9,451)	-	7,015,642	
Sussex	2961	1,333	6,514,509	918,960	6,514,509	918,960	(374,745)	(80,056)	(26,030)	93,511	-	(37,272)	6,765	33,989,121	
Tazewell	2626	6,923	32,936,154	3,246,491	32,936,154	3,246,491	(2,009,508)	(429,294)	(31,186)	467,757	-	(191,293)	-	20,257,183	
Warren	3704	5,095	19,924,224	1,707,931	19,924,224	1,707,931	(981,639)	(272,490)	(29,319)	(10,205)	-	(114,599)	33,280	29,441,809	
Washington	3489	7,160	28,372,973	3,218,976	28,372,973	3,218,976	(1,784,531)	(381,200)	(9,968)	192,951	-	(170,520)	3,128	8,734,982	
Westmoreland	3801	1,971	7,870,834	1,319,588	7,870,834	1,319,588	(440,595)	(94,130)	(1,482)	76,664	-	(47,244)	51,348	33,865,650	
Wise	2062	6,548	32,156,356	3,933,428	32,156,356	3,933,428	(2,015,461)	(430,659)	(52,339)	470,931	-	(204,235)	7,629	19,479,781	
Wythe	3017	4,226	18,606,469	2,367,097	18,606,469	2,367,097	(1,145,069)	(240,951)	(39,618)	43,782	-	(111,929)	-	47,775,066	
York	3548	12,705	42,864,553	7,714,220	42,864,553	7,714,220	(1,826,061)	(670,570)	(6,396)	(50,314)	-	(278,270)	27,904	23,202,311	
Alexandria	8000	10,540	22,198,654	1,725,673	22,198,654	1,725,673	(853,125)	(179,530)	(68,000)	179,758	-	(94,590)	293,472	34,519,826	
Bristol	3496	2,349	10,538,889	1,647,590	10,538,889	1,647,590	(595,322)	(125,269)	(102,206)	133,465	-	(62,931)	3,125	11,437,341	
Buena Vista	2322	1,114	5,384,201	1,175,886	5,384,201	1,175,886	(67,361)	(67,361)	(28,877)	51,833	-	(36,695)	3,690	6,167,343	
Charlottesville	6111	4,215	16,303,785	1,059,766	16,303,785	1,059,766	(659,801)	(104,952)	(10,153)	114,402	-	(66,554)	53,464	16,653,957	
Colonial Heights	4721	2,828	9,033,481	1,184,223	9,033,481	1,184,223	(351,592)	(118,456)	(3,953)	26,477	-	(54,457)	7,611	9,723,334	
Covington	3221	868	3,934,437	632,500	3,934,437	632,500	(230,369)	(49,215)	(4,706)	28,772	-	(24,729)	-	4,286,690	
Danville	2741	7,060	32,727,290	4,029,846	32,727,290	4,029,846	(2,102,048)	(449,074)	(64,119)	447,263	-	(189,588)	120,256	34,519,826	
Falls Church	8000	1,958	3,502,908	411,579	3,502,908	411,579	(87,739)	(32,443)	-	3,644	-	(16,511)	31,386	3,812,824	
Fredericksburg	7005	2,402	6,032,467	353,383	6,032,467	353,383	(300,398)	(64,173)	(19,039)	44,299	-	(27,422)	15,832	6,034,950	
Galax	3239	1,359	5,380,465	958,664	5,380,465	958,664	(352,032)	(76,431)	(11,786)	75,114	-	(35,463)	45,887	5,984,418	
Hampton	2521	22,746	104,034,241	12,344,659	104,034,241	12,344,659	(5,105,567)	(1,393,038)	(153,829)	693,620	-	(622,490)	109,561	109,907,157	
Harrisonburg	4804	4,097	13,634,525	2,626,257	13,634,525	2,626,257	(871,952)	(183,976)	(86,243)	165,585	-	(62,443)	257,179	15,539,419	
Hopewell	2343	3,839	18,143,454	2,785,031	18,143,454	2,785,031	(1,163,709)	(248,603)	(62,142)	252,658	-	(113,857)	11,038	19,603,870	

2004-05 Aid for Public Education

Division	Key Data		Chapter 1042 FY 2004 Distribution ⁽¹⁾⁽²⁾	Technical Adjustments (Re-benchmarking)	Decreases			Increases			Contingent Actions		HB/SB 30 As Introduced FY 2005 Distribution ⁽¹⁾⁽²⁾
	2004-2006 Composite Index	Projected FY 2005 Unadj. ADM			Deduct Local & Federal Revenues From SOQ Costs	Deduct Technology Expenditures from SOQ	Reduce K-3 Class Size Funding	Revise SOQ Remediation Funding	Institute No Loss Funding Over FY 2004	Use "Pooled" VRS Rate ⁽³⁾	Increase Funding for ESL, COCA and At-Risk 4-Year-Olds		
Lynchburg	.3830	8,612	36,498,105	2,658,257	(2,110,835)	(443,991)	(33,525)	337,774	-	(197,863)	62,203	36,770,125	
Martinsville	.2678	2,537	12,072,272	1,218,620	(775,584)	(165,688)	(5,276)	155,297	-	(70,287)	17,593	12,446,947	
Newport News	.2598	31,592	140,926,279	20,205,626	(9,019,005)	(1,951,587)	(329,525)	1,262,040	-	(847,023)	549,540	150,796,350	
Norfolk	.2632	34,351	166,184,229	17,837,025	(9,864,557)	(2,106,639)	(355,029)	2,275,792	-	(935,417)	429,773	173,465,177	
Norton	.3411	699	3,069,214	254,052	(176,285)	(37,656)	(15,087)	38,210	-	(16,421)	-	3,146,595	
Petersburg	.2197	5,029	27,821,921	3,499,733	(1,604,197)	(342,736)	(32,081)	648,224	-	(152,872)	70,704	29,903,695	
Portsmouth	.4265	15,807	78,569,147	8,273,866	(4,794,601)	(1,011,879)	(96,590)	697,815	-	(457,631)	264,022	81,444,149	
Radford	.3019	1,502	6,267,181	782,477	(400,089)	(85,477)	(20,935)	36,733	-	(39,800)	3,355	6,543,445	
Richmond City	.3765	24,024	103,065,050	14,701,720	(5,643,220)	(1,187,114)	(171,975)	1,723,046	-	(563,443)	104,355	112,028,419	
Roanoke City	.3765	12,746	55,953,757	7,811,969	(3,193,184)	(682,009)	(72,779)	689,227	-	(304,535)	261,255	60,463,701	
Staunton	.3983	2,676	13,163,594	1,284,098	(593,145)	(124,237)	(16,012)	61,393	-	(65,411)	2,891	13,713,170	
Suffolk	.3012	14,054	57,733,651	8,190,703	(3,231,236)	(785,198)	(46,982)	596,387	-	(350,429)	3,358	62,110,253	
Virginia Beach	.3353	75,197	287,881,060	38,982,242	(16,733,457)	(4,059,592)	(331,337)	(830)	-	(1,719,895)	210,814	304,229,005	
Waynesboro	.3349	3,000	11,054,188	2,478,511	(758,231)	(161,009)	(8,868)	64,599	-	(69,890)	35,948	12,635,248	
Williamsburg	.8000	741	2,820,603	48,453	(41,088)	(11,473)	(319)	1,959	-	(5,668)	16,338	2,828,805	
Winchester	.5473	3,673	11,235,568	1,637,664	(624,133)	(133,333)	(2,484)	96,936	-	(62,318)	69,613	12,217,513	
Fairfax City	.8000	3,075	4,837,598	977,074	(144,266)	(46,040)	(165)	9,607	-	(24,157)	21,030	5,630,681	
Franklin City	.3033	1,381	6,861,452	1,207,363	(383,474)	(81,916)	(14,773)	133,501	-	(39,835)	-	7,682,318	
Chesapeake City	.3215	40,081	158,873,605	22,232,663	(8,208,834)	(2,187,127)	(146,603)	300,541	-	(958,211)	68,470	169,974,504	
Lexington	.4380	642	2,314,243	733,245	(139,845)	(29,876)	-	(6,248)	-	(18,445)	-	2,853,074	
Emporia	.2931	945	4,580,098	501,095	(269,848)	(56,942)	(13,121)	53,080	-	(27,687)	5,857	4,766,676	
Salem	.3905	3,871	13,267,111	2,014,497	(743,254)	(190,660)	(8,914)	32,606	-	(84,065)	-	14,293,178	
Bedford City	.3125	872	4,159,904	(148,449)	(194,226)	(54,860)	(9,952)	3,318	-	(21,311)	-	3,879,584	
Poquoson	.3313	2,560	9,288,789	1,372,819	(405,274)	(134,913)	-	(1,667)	-	(60,735)	3,213	10,062,232	
Manassas City	.4254	6,909	25,059,479	3,652,472	(1,009,401)	(313,070)	(82,014)	45,965	-	(160,814)	479,738	27,672,355	
Manassas Park	.3661	2,278	11,105,204	(22,407)	(486,309)	(134,075)	(50,301)	21,155	-	(60,452)	204,240	10,577,055	
Colonial Beach	.2696	572	2,679,598	560,020	(153,043)	(32,692)	(41,674)	16,152	-	(17,648)	3,510	3,014,223	
West Point	.2622	761	3,382,182	376,552	(149,675)	(43,888)	-	5,312	-	(20,965)	-	3,549,518	
		1,185,228	4,232,248,155	559,787,356	(208,322,296)	(54,564,282)	(5,971,794)	20,644,556	1,466,336	(24,909,902)	14,793,666	4,535,171,794	

Note: This analysis includes state funds for Standards of Quality accounts (Group 1), Incentive-Based accounts (Group 2), and Categorical accounts (Group 3). Federal funds are not included in this analysis.

¹Does not allocate estimated non-participation savings.

²Includes non-general fund distributions for VPSA Technology Initiative

³Appropriation in Central Accounts, not Direct Aid

APPENDIX B

Aid for Public Education
2005-2006

2005-06 Aid for Public Education

Division	Key Data		Chapter 1042 FY 04 Distribution ⁽¹⁾⁽²⁾	Technical Technical (Re-benchmarking) Adjustments		Decreases		Increases		Contingent Actions			HB/SB 30 As Introduced FY 2006 Distribution ⁽¹⁾⁽²⁾
	2004-2006 Composite Index	Projected FY 2006 Unadj. ADM		Deduct Local & Fed. Revenues From SOQ Costs	Deduct Technology Expenditures from SOQ	Reduce K-3 Class Size Funding	Revise SOQ Remediation Funding	Institute No Loss Funding Over FY 04	Use "Pooled" VRS Rate ⁽³⁾	3.0% Salary Increase, Dec. 1, 2005 ⁽³⁾	Increase Funding for ESL, COCA and At-Risk 4-Year-Olds		
Accomack	.2884	5,093	25,694,914	1,901,196	(311,814)	(15,605)	157,432	-	(152,514)	290,397	129,485	26,211,757	
Albemarle	.6054	12,911	33,236,831	6,681,375	(23,878)	(4,964)	(23,878)	-	(210,962)	386,296	108,084	38,341,718	
Alleghany	.2683	2,959	12,558,058	2,896,589	(180,493)	(82,254)	(82,254)	-	(89,001)	166,770	3,516	14,495,330	
Amelia	.3516	1,690	7,387,495	869,934	(420,474)	(8,598)	(2,399)	-	(46,284)	89,956	3,116	7,782,914	
Amherst	.2940	4,415	20,522,180	1,623,641	(1,215,599)	(9,359)	52,668	-	(119,101)	233,884	3,392	20,822,016	
Appomattox	.2797	2,224	10,568,015	923,796	(1,355,523)	(3,546)	63,560	-	(67,684)	123,406	-	10,837,678	
Arlington	.8000	18,080	35,886,086	3,527,462	(3,047,774)	(85,774)	312,950	-	(188,339)	325,768	697,905	38,903,577	
Augusta	.3434	10,653	41,968,863	7,056,950	(5,589,967)	(22,258)	26,871	-	(281,467)	519,599	50,484	47,119,935	
Bath	.8000	619	1,994,219	226,249	(12,202)	(407)	6,619	-	(6,890)	13,448	-	1,763,306	
Bedford	.3714	9,917	35,654,584	6,354,779	(1,823,312)	(60,640)	37,310	-	(243,752)	449,177	9,062	39,870,327	
Bland	.2827	953	4,889,162	520,069	(249,507)	(55,250)	26,195	-	(33,515)	62,141	-	5,136,931	
Botetourt	.4061	4,837	17,791,999	2,901,556	(750,891)	(5,102)	(14,398)	-	(120,697)	221,335	2,854	19,793,120	
Brunswick	.2568	2,299	12,180,523	1,818,812	(650,168)	(36,449)	209,608	-	(81,388)	156,838	7,143	13,468,130	
Buchanan	.2788	3,412	18,603,774	2,600,669	(1,034,434)	(22,534)	270,410	678,733	(112,393)	201,721	-	18,628,253	
Buckingham	.2527	2,146	11,235,008	898,869	(619,932)	(24,578)	86,836	-	(69,469)	131,443	40,355	11,548,064	
Campbell	.2768	8,463	35,978,578	4,330,859	(2,130,420)	(173,732)	131,798	-	(227,420)	428,824	49,479	37,871,493	
Caroline	.3109	3,627	15,254,574	2,161,759	(844,501)	(29,819)	(5,513)	-	(98,154)	187,989	64,932	16,490,681	
Carroll	.3001	4,113	18,350,430	2,341,000	(1,179,325)	(251,932)	23,067	-	(117,672)	225,361	16,817	19,446,602	
Charles City	.876	876	3,683,021	742,535	(188,453)	(39,652)	23,067	-	(23,955)	46,190	15,662	4,252,079	
Charlotte	.2331	2,156	11,112,223	1,350,354	(627,029)	(133,949)	140,185	-	(132,909)	156,136	3,685	11,876,682	
Chesterfield	.3785	57,430	188,041,439	40,213,429	(8,724,707)	(2,859,982)	630,910	-	(1,402,981)	2,516,109	468,120	218,757,552	
Clarke	.5546	2,061	6,442,226	480,616	(307,600)	(76,785)	1,899	-	(36,862)	69,056	6,421	6,578,971	
Craig	.3356	723	3,239,746	454,410	(170,864)	(17,408)	13,681	-	(17,708)	37,949	3,501,304	3,501,304	
Culpeper	.6488	3,919	23,495,909	3,265,652	(1,135,147)	(11,855)	106,631	-	(146,887)	285,387	32,144	25,558,615	
Cumberland	.2943	1,453	6,875,898	869,035	(434,567)	(7,918)	101,617	-	(40,227)	81,005	11,432	7,363,438	
Dickenson	.2492	2,493	12,739,100	1,061,692	(743,716)	(40,864)	140,652	-	(28,245)	151,611	-	13,070,492	
Dinwiddie	.2844	4,573	19,485,995	2,681,535	(1,083,216)	(17,859)	16,172	-	(128,207)	242,713	13,755	20,940,635	
Essex	.4175	1,707	6,678,192	1,134,743	(368,377)	(78,697)	42,434	-	(42,063)	80,810	8,397	7,442,652	
Fairfax	.7489	161,365	324,725,086	41,142,953	(10,470,253)	(3,300,141)	697,455	-	(1,743,860)	3,248,925	4,634,895	358,626,871	
Fauquier	.6193	10,720	28,934,225	2,130,121	(1,011,667)	(12,076)	12,286	-	(161,844)	306,804	32,930	29,904,658	
Floyd	.3251	2,211	8,895,382	1,841,910	(548,531)	(115,431)	78,304	-	(63,343)	118,670	19,459	10,181,371	
Fluvanna	.3595	3,454	13,332,504	2,133,674	(618,191)	(8,191)	(34,983)	-	(87,171)	165,318	-	14,695,417	
Franklin	.3882	7,236	27,773,931	3,918,085	(1,495,017)	(367,986)	245,149	-	(173,455)	341,400	100,596	30,288,511	
Frederick	.3794	12,119	41,461,702	8,848,222	(1,769,408)	(572,898)	(14,057)	-	(284,521)	539,201	83,502	48,271,770	
Giles	.2946	2,517	11,075,661	1,411,437	(643,633)	(18,549)	(7,555)	-	(74,716)	136,713	-	11,730,317	
Gloucester	.3132	5,985	26,353,935	2,025,504	(1,455,314)	(17,208)	34,364	-	(156,986)	304,230	3,300	26,737,822	
Goodland	.8000	2,233	3,959,240	580,083	(165,819)	(3,420)	5,323	-	(18,334)	36,237	1,922	4,359,493	
Grayson	.2932	2,225	11,647,854	152,956	(636,626)	(82,227)	110,600	341,322	(66,470)	127,438	3,396	11,462,241	
Greene	.3241	2,678	12,125,343	2,015,044	(719,047)	(557)	(9,488)	-	(78,195)	148,845	9,744	13,340,374	
Greensville	.2203	1,534	8,933,477	588,124	(520,596)	(111,216)	107,534	-	(52,076)	98,319	7,493	9,024,155	
Halifax	.2380	5,832	30,438,806	2,981,122	(1,712,547)	(101,805)	460,882	-	(201,635)	373,472	85,958	31,958,380	
Hanover	.4539	19,003	54,941,296	12,275,416	(2,382,817)	(34,818)	(87)	-	(405,135)	727,864	36,740	64,428,442	
Henrico	.47283	47,283	139,204,295	33,716,197	(6,032,936)	(115,951)	429,568	-	(985,113)	1,820,140	356,504	166,437,329	
Henry	.2717	7,740	37,280,205	3,591,097	(2,118,149)	(472,685)	235,219	-	(231,158)	440,342	206,778	38,911,607	
Highland	.6274	296	1,062,199	193,736	(7,241)	(7,661)	4,617	-	(5,966)	11,570	1,790	1,219,141	
Isle Of Wight	.5988	5,018	19,821,027	2,663,821	(1,092,203)	(42,269)	104,178	-	(120,970)	237,534	6,060	21,320,015	
James City	.8972	8,972	19,671,495	6,941,683	(983,541)	(274,638)	43,542	-	(140,230)	266,338	-	25,517,571	
King George	.3700	3,389	11,762,910	2,486,662	(598,513)	(25,031)	43,542	-	(83,413)	158,289	9,082	13,549,217	
King & Queen	.3376	762	4,442,914	385,854	(216,145)	(28,571)	73,845	-	(28,118)	51,484	-	4,635,659	
King William	.3482	1,880	8,512,410	723,041	(422,108)	(16,498)	4,287	-	(58,527)	107,227	17,598	8,765,671	
Lancaster	.6498	1,282	3,854,098	481,716	(181,716)	(2,263)	19,616	-	(156,537)	32,325	-	3,903,825	
Lee	.1845	3,658	21,252,842	3,157,105	(1,183,281)	(121,629)	330,885	-	-	283,535	3,919	23,314,056	

2005-06 Aid for Public Education

Division	Key Data		Chapter 1042 FY 04 Distribution ⁽¹⁾⁽²⁾	Technical Technical (Re-benchmarking) Adjustments	Decreases			Increases			Contingent Actions			As Introduced FY 2006 Distribution ⁽¹⁾⁽²⁾
	2004-2006 Composite Index	Projected FY 2006 Unadj. ADM			Deduct Local & Fed. Revenues From SOQ Costs	Deduct Technology Expenditures from SOQ	Reduce K-3 Class Size Funding	Revise SOQ Remediation Funding	Institute No Loss Funding Over FY 04	Use "Pooled" VRS Rate ⁽³⁾	3.0% Salary Increase, Dec. 1, 2005 ⁽³⁾	Increase Funding for ESL, COCA and At-Risk 4-Year-Olds	HB/SB 30 As Introduced FY 2006 Distribution ⁽¹⁾⁽²⁾	
Loudoun	.7220	47,379	89,270,590	14,783,225	(2,553,314)	(1,034,093)	(21,174)	26,047	-	1,012,432	699,471	1,012,432	101,632,578	
Louisiana	.5591	11,851,519	2,376,000	380,521	(585,521)	(155,745)	(2,965)	30,145	-	(76,550)	137,471	137,471	13,578,591	
Lunenburg	.2626	9,268,699	1,624	164,820	(500,580)	(105,620)	(7,955)	90,131	191,786	(54,606)	100,770	100,770	9,186,825	
Madison	.1892	7,394,544	1,120,749	1,120,749	(362,498)	(84,474)	(21,192)	(12,456)	-	(49,531)	90,168	90,168	8,078,100	
Mathews	.4474	4,936,233	21,690,667	511,465	(272,014)	(58,678)	(1,596)	20,337	-	(29,708)	56,506	56,506	5,162,545	
Mecklenburg	.3093	4,664	2,114,387	2,114,387	(1,324,874)	(278,797)	(10,996)	266,555	-	(136,774)	254,868	254,868	22,611,102	
Middlesex	.5522	1,418	4,326,920	1,056,689	(216,556)	(45,574)	(2,272)	19,490	-	(29,276)	55,943	55,943	5,167,516	
Montgomery	.3877	37,054,846	3,052,256	4,967,256	(2,108,207)	(471,075)	(27,549)	157,884	-	(232,187)	450,831	450,831	39,844,761	
Nelson	.1968	7,336,994	1,147,527	1,369,418	(403,573)	(84,929)	(535)	56,082	-	(44,305)	86,193	86,193	8,096,019	
New Kent	.4177	2,647	9,545,806	1,469,418	(494,313)	(129,025)	(6,372)	-	72,453	(16,621)	118,729	118,729	10,342,622	
Northampton	.3555	1,902	9,688,532	380,052	(423,633)	(103,620)	(11,624)	111,478	-	(54,140)	106,327	106,327	9,793,699	
Northumberland	.5955	1,418	4,147,340	585,780	(218,871)	(46,758)	(3,044)	35,265	-	(23,191)	43,176	43,176	4,538,874	
Nottoway	.2431	2,220	12,063,755	1,199,479	(671,192)	(141,207)	(7,943)	184,586	-	(99,343)	150,218	150,218	12,716,167	
Orange	.3049	4,127	14,838,239	3,004,165	(681,704)	(192,639)	(2,556)	6,904	-	(99,343)	186,031	186,031	17,073,208	
Page	.3463	4,474	15,978,122	1,380,276	(844,778)	(205,868)	(20,354)	80,864	-	(99,165)	185,564	185,564	16,461,342	
Patrick	.2859	2,531	11,989,427	1,519,377	(695,124)	(148,503)	(87,989)	132,005	-	(78,286)	148,373	148,373	12,782,712	
Pittsylvania	.2694	9,272	39,918,457	7,393,690	(2,048,648)	(505,774)	(8,881)	264,850	-	(281,580)	526,927	526,927	45,321,765	
Powhatan	.4550	4,520	14,725,714	4,358,615	(647,300)	(214,071)	-	2,757	-	(112,155)	216,073	216,073	18,335,604	
Prince Edward	.2824	2,824	12,669,840	2,751,416	(794,585)	(169,748)	(45,969)	189,059	-	(84,541)	162,271	162,271	14,696,895	
Prince George	.2507	6,104	26,517,588	3,644,165	(1,222,913)	(373,965)	(3,772)	64,610	-	(178,454)	329,661	329,661	28,787,722	
Prince William	.4086	67,629	238,518,978	49,390,439	(8,842,939)	(3,157,018)	(404,485)	(78,168)	-	(1,749,210)	3,126,395	3,227,034	280,031,026	
Pulaski	.3074	4,734	21,261,034	2,476,913	(1,191,433)	(295,660)	(106,199)	139,387	-	(131,833)	252,844	252,844	22,411,705	
Rappahannock	.6905	1,004	2,686,308	363,126	(122,834)	(25,917)	(3,556)	31,049	-	(13,410)	25,530	25,530	2,909,247	
Richmond	.3421	1,222	4,920,540	1,263,971	(302,958)	(64,718)	(5,039)	31,049	-	(30,291)	65,783	65,783	5,894,145	
Roanoke	.3926	15,179	52,084,796	11,912,372	(2,290,890)	(746,357)	(5,812)	(27,959)	-	(389,286)	695,800	695,800	61,279,365	
Rockbridge	.4516	2,658	10,842,734	81,201	(586,107)	(11,852)	(11,852)	53,361	484,089	(125,206)	112,324	112,324	10,791,649	
Rockingham	.3526	10,925	43,304,650	5,566,048	(1,888,863)	(595,347)	(27,473)	94,547	-	(280,533)	530,173	530,173	46,915,874	
Russell	.2496	3,886	19,697,121	3,078,932	(1,116,734)	(238,573)	(118,237)	246,438	-	(136,293)	257,372	257,372	21,670,026	
Scott	.2115	3,759	18,838,135	2,900,647	(1,145,591)	(68,695)	(241,043)	193,927	-	(129,207)	247,541	247,541	20,595,714	
Shenandoah	.3678	5,875	22,253,218	4,128,989	(1,224,419)	(305,953)	(20,960)	(82,685)	-	(145,872)	276,320	276,320	24,915,093	
Smyth	.2355	4,800	24,364,124	3,128,468	(1,317,434)	(9,974)	(9,974)	200,699	-	(158,948)	297,475	297,475	26,200,225	
Southampton	.2802	2,966	13,675,357	2,160,460	(780,161)	(166,666)	(7,477)	160,930	-	(604,546)	168,715	168,715	14,942,218	
Spotsylvania	.3573	23,470	85,882,877	13,124,714	(3,523,468)	(61,937)	(61,937)	(160,930)	-	(604,546)	1,089,355	1,089,355	94,523,030	
Stafford	.3274	26,700	92,972,177	16,715,699	(4,127,457)	(1,521,866)	(68,356)	(76,032)	-	(668,550)	1,212,461	1,212,461	104,531,806	
Surry	.8000	1,029	2,300,443	157,792	(47,290)	(17,430)	(1,596)	18,951	-	(9,961)	18,728	18,728	2,419,637	
Sussex	.2961	1,308	6,514,509	823,044	(365,758)	(78,134)	(25,213)	87,620	-	(40,355)	77,721	77,721	7,003,582	
Tazewell	.2626	6,911	32,936,154	3,284,723	(2,008,142)	(829,000)	(31,186)	467,778	-	(215,129)	392,405	392,405	34,397,603	
Warren	.3704	5,126	19,924,224	1,958,259	(1,001,466)	(277,994)	(29,823)	(3,606)	-	(127,119)	234,078	234,078	20,718,910	
Washington	.3489	7,163	28,372,973	3,429,974	(1,772,237)	(378,623)	(9,725)	191,207	-	(192,027)	336,049	336,049	29,983,849	
Westmoreland	.3801	1,979	7,870,834	1,405,046	(430,543)	(91,974)	(1,027)	69,394	-	(50,653)	98,881	98,881	8,927,631	
Wise	.2062	6,469	32,156,356	3,628,429	(1,974,574)	(416,559)	(51,177)	445,811	-	(221,318)	392,050	392,050	33,966,647	
Wythe	.3017	4,171	18,606,469	2,259,297	(1,130,209)	(39,334)	(138,464)	37,373	-	(118,891)	221,097	221,097	19,597,338	
York	.3548	12,984	42,864,553	9,036,951	(1,894,959)	(707,824)	(6,658)	(43,705)	-	(304,286)	574,876	574,876	49,553,053	
Alexandria	.8000	10,401	22,198,654	2,079,046	(846,853)	(180,910)	(67,975)	176,667	-	(104,597)	184,336	184,336	23,759,952	
Bristol	.2339	3,496	17,259,903	(596,785)	(1,130,209)	(39,334)	(138,464)	37,373	-	(118,891)	221,097	221,097	19,597,338	
Buena Vista	.2322	1,118	5,384,201	1,233,205	(311,872)	(65,636)	(29,183)	49,693	-	(38,817)	73,882	73,882	6,295,474	
Charlottesville	.6111	4,255	16,303,785	1,578,980	(676,042)	(144,423)	(10,216)	127,658	-	(68,861)	136,838	136,838	17,298,027	
Colonial Heights	.4721	2,879	9,033,481	1,388,947	(352,624)	(120,796)	(3,953)	26,666	-	(60,811)	109,673	109,673	10,025,657	
Covington	.3221	852	3,934,437	577,189	(226,729)	(48,438)	(4,279)	27,073	-	(26,184)	48,459	48,459	4,281,528	
Danville	.2741	6,913	32,727,290	3,607,128	(2,084,575)	(438,653)	(62,618)	419,832	-	(209,481)	373,202	373,202	34,447,908	
Falls Church	.8000	2,004	3,502,908	537,475	(90,739)	(34,131)	-	4,208	-	(18,144)	33,700	33,700	3,971,008	
Fredericksburg	.7005	2,432	6,032,467	515,627	(313,294)	(66,930)	(19,997)	51,005	-	(31,136)	56,783	56,783	6,241,796	

2005-06 Aid for Public Education

Division	Key Data		Chapter 1042 FY 04 Distribution ⁽¹⁾⁽²⁾	Technical		Decreases			Increases			Contingent Actions			HB/SB 30 As Introduced FY 2006 Distribution ⁽¹⁾⁽²⁾
	2004-2006 Composite Index	Projected FY 2006 Unadj. ADM		Technical (Re-benchmarking) Adjustments	Deduct Local & Fed. Revenues From SOQ Costs	Deduct Technology Expenditures from SOQ	Reduce K-3 Class Size Funding	Revise SOQ Remediation Funding	Institute No Loss Funding Over FY 04	Use "Pooled" VRS Rate ⁽³⁾	3.0% Salary Increase, Dec. 1, 2005 ⁽³⁾	Increase Funding for ESL, COCA and At-Risk 4-Year-Olds			
Galax	.3239	1,368	5,380,465	1,027,450	(354,151)	(11,786)	76,732	-	(39,390)	70,332	52,385	6,123,973			
Hampton	.2521	22,607	104,034,241	12,455,580	(5,055,986)	(153,266)	689,601	-	(698,582)	1,253,903	120,788	111,244,741			
Harrisonburg	.4804	4,175	13,634,525	3,085,374	(905,867)	(2,027)	180,863	-	(92,327)	174,434	299,627	16,183,973			
Hopewell	.3810	3,810	18,143,454	2,749,937	(1,156,953)	(60,921)	244,113	-	(118,093)	225,108	11,039	19,794,229			
Lynchburg	.3830	8,463	36,498,105	2,475,615	(2,079,051)	(33,027)	322,647	-	(225,056)	393,182	65,168	36,979,058			
Martinsville	.2678	2,492	12,072,272	1,078,697	(776,741)	(5,914)	155,527	-	(76,256)	136,047	28,148	12,445,846			
Newport News	.2598	31,570	140,926,279	21,046,381	(9,042,154)	(328,465)	1,288,791	-	(886,693)	1,708,195	585,110	153,340,859			
Norfolk	.2632	34,304	166,184,229	18,744,605	(9,775,556)	(2,087,884)	2,206,014	-	(1,002,494)	1,911,177	451,018	176,279,647			
Norton	.3411	696	3,069,214	259,924	(174,056)	(15,015)	36,925	22,657	(17,541)	33,936	-	3,179,413			
Petersburg	.2197	4,862	27,821,921	2,849,028	(1,544,285)	(32,535)	582,967	-	(168,291)	322,311	74,453	29,580,615			
Portsmouth	.2100	15,675	78,569,147	8,099,604	(4,679,342)	(94,973)	630,721	-	(498,509)	928,987	264,022	82,234,616			
Radford	.3019	1,489	6,267,181	749,295	(896,356)	(20,745)	35,352	-	(42,515)	76,259	6,710	6,590,504			
Richmond City	.4265	23,810	103,065,050	14,841,988	(5,624,878)	(1,183,255)	677,202	-	(598,830)	1,113,120	115,378	113,260,137			
Roanoke City	.3765	12,627	55,953,757	7,882,918	(3,183,712)	(73,545)	1,703,357	-	(348,115)	632,383	276,238	61,147,274			
Staunton	.3983	2,658	13,163,594	1,468,617	(580,823)	(12,541)	58,669	-	(72,659)	132,726	2,891	14,033,784			
Suffolk	.3012	14,854	57,733,651	11,927,431	(3,331,916)	(48,339)	654,097	-	(415,687)	768,226	3,358	66,481,157			
Virginia Beach	.3353	75,035	287,881,060	40,428,062	(16,697,532)	(331,337)	(752)	-	(1,840,810)	3,473,467	236,367	309,097,632			
Waynesboro	.3349	3,018	11,054,188	2,619,523	(759,001)	(8,236)	64,664	-	(75,496)	146,020	45,536	12,926,027			
Williamsburg	.8000	762	2,820,603	158,982	(41,147)	(319)	2,104	-	(6,515)	12,178	23,066	2,957,463			
Winchester	.5473	3,738	11,235,568	1,984,422	(634,267)	(2,523)	101,795	-	(69,803)	128,348	78,315	12,686,357			
Fairfax City	.8000	3,179	4,837,598	1,206,542	(146,817)	(165)	9,777	-	(26,718)	50,212	21,401	5,904,976			
Franklin City	.3033	1,390	6,861,452	1,301,668	(379,822)	(14,963)	125,162	-	(46,052)	83,397	-	7,850,905			
Chesapeake City	.3215	40,723	158,873,605	26,041,247	(8,295,631)	(148,642)	332,444	-	(1,098,262)	1,975,265	78,251	175,540,638			
Lexington	.4380	647	2,314,243	772,232	(140,912)	(30,103)	(5,925)	-	(19,637)	35,634	-	2,925,532			
Emporia	.2931	920	4,580,098	424,058	(265,423)	(13,301)	50,661	-	(28,985)	54,629	-	4,745,042			
Salem	.3905	3,851	13,267,111	2,067,293	(738,155)	(8,558)	27,819	-	(89,548)	159,941	8,786	14,507,661			
Bedford City	.3125	863	4,159,904	(171,465)	(197,802)	(10,089)	4,745	171,472	(22,631)	42,719	-	3,920,983			
Poquoson	.3313	2,585	9,288,789	1,517,328	(405,437)	(134,968)	(1,667)	-	(65,840)	121,307	6,427	10,325,938			
Manassas City	.4254	7,099	25,059,479	4,604,191	(1,027,061)	(82,874)	54,402	-	(177,434)	321,481	531,970	28,970,739			
Manassas Park	.3661	2,335	11,105,204	334,162	(526,526)	(53,993)	33,418	-	(69,589)	123,837	238,748	11,042,378			
Colonial Beach	.2696	576	2,679,598	579,513	(149,179)	(40,327)	14,179	-	(19,918)	36,294	3,510	3,071,801			
West Point	.2622	749	3,382,182	339,138	(145,034)	-	5,219	-	(22,233)	40,893	-	3,557,644			
		1,201,451	4,232,248,155	641,713,238	(209,833,642)	(6,005,026)	20,645,870	2,241,415	(27,486,892)	50,892,792	16,472,000	4,665,384,256			

Note: This analysis includes state funds for Standards of Quality accounts (Group 1), Incentive-Based accounts (Group 2), and Categorical accounts (Group 3). Federal funds are not included in this analysis.

¹Does not allocate estimated non-participation savings.

²Includes non-general fund distributions for VPSA Technology Initiative

³Appropriation in Central Accounts, not Direct Aid

APPENDIX C

Summary of Detailed Actions
in Budget

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
LEGISLATIVE DEPARTMENT				
General Assembly				
2002-04 Budget, Ch. 1042	60,731,768	0	60,731,768	217.00
Total DPB Target Adjustments	(7,204,832)	0	(7,204,832)	0.00
DPB Resource Target	53,526,936	0	53,526,936	217.00
% Net Change	(11.86%)	NA	(11.86%)	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	550	0	550	0.00
Total Increases	550	0	550	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(5,678)	0	(5,678)	0.00
Total Decreases	(5,678)	0	(5,678)	0.00
Total: Governor's Recommended Amendments	(5,128)	0	(5,128)	0.00
Governor's Recommended Budget	53,521,808	0	53,521,808	217.00
% Net Change	(0.01%)	NA	(0.01%)	0.00%
Auditor of Public Accounts				
2002-04 Budget, Ch. 1042	17,924,678	1,417,916	19,342,594	145.00
Total DPB Target Adjustments	542,298	46,426	588,724	0.00
DPB Resource Target	18,466,976	1,464,342	19,931,318	145.00
% Net Change	3.03%	3.27%	3.04%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	23,434	0	23,434	0.00
Total Increases	23,434	0	23,434	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(1,662)	0	(1,662)	0.00
Total Decreases	(1,662)	0	(1,662)	0.00
Total: Governor's Recommended Amendments	21,772	0	21,772	0.00
Governor's Recommended Budget	18,488,748	1,464,342	19,953,090	145.00
% Net Change	0.12%	0.00%	0.11%	0.00%
Commission on the Va. Alcohol Safety Action Program				
2002-04 Budget, Ch. 1042	0	3,699,762	3,699,762	11.50
Total DPB Target Adjustments	0	28,416	28,416	0.00
DPB Resource Target	0	3,728,178	3,728,178	11.50
% Net Change	NA	0.77%	0.77%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	3,728,178	3,728,178	11.50
% Net Change	NA	0.00%	0.00%	0.00%
Division of Capitol Police				
2002-04 Budget, Ch. 1042	10,227,814	0	10,227,814	103.00
Total DPB Target Adjustments	431,972	0	431,972	0.00
DPB Resource Target	10,659,786	0	10,659,786	103.00
% Net Change	4.22%	NA	4.22%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	10,415	0	10,415	0.00
Total Increases	10,415	0	10,415	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(10,752)	0	(10,752)	0.00
Total Decreases	(10,752)	0	(10,752)	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total: Governor's Recommended Amendments	(337)	0	(337)	0.00
Governor's Recommended Budget	10,659,449	0	10,659,449	103.00
% Net Change	(0.00%)	NA	(0.00%)	0.00%
Division of Legislative Automated Systems				
2002-04 Budget, Ch. 1042	5,581,956	535,960	6,117,916	19.00
Total DPB Target Adjustments	103,268	19,094	122,362	0.00
DPB Resource Target	5,685,224	555,054	6,240,278	19.00
% Net Change	1.85%	3.56%	2.00%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	148	0	148	0.00
Total Increases	148	0	148	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	148	0	148	0.00
Governor's Recommended Budget	5,685,372	555,054	6,240,426	19.00
% Net Change	0.00%	0.00%	0.00%	0.00%
Division of Legislative Services				
2002-04 Budget, Ch. 1042	8,845,880	135,000	8,980,880	55.00
Total DPB Target Adjustments	308,628	0	308,628	0.00
DPB Resource Target	9,154,508	135,000	9,289,508	55.00
% Net Change	3.49%	0.00%	3.44%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	9,154,508	135,000	9,289,508	55.00
% Net Change	0.00%	0.00%	0.00%	0.00%
Capitol Square Preservation Council				
2002-04 Budget, Ch. 1042	199,250	0	199,250	2.00
Total DPB Target Adjustments	3,004	0	3,004	0.00
DPB Resource Target	202,254	0	202,254	2.00
% Net Change	1.51%	NA	1.51%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	585	0	585	0.00
Total Increases	585	0	585	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	585	0	585	0.00
Governor's Recommended Budget	202,839	0	202,839	2.00
% Net Change	0.29%	NA	0.29%	0.00%
Chesapeake Bay Commission				
2002-04 Budget, Ch. 1042	348,776	0	348,776	1.00
Total DPB Target Adjustments	2,936	0	2,936	0.00
DPB Resource Target	351,712	0	351,712	1.00
% Net Change	0.84%	NA	0.84%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	351,712	0	351,712	1.00
% Net Change	0.00%	NA	0.00%	0.00%
Dr. Martin Luther King, Jr. Memorial Comm.				
2002-04 Budget, Ch. 1042	80,000	0	80,000	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	80,000	0	80,000	0.00
% Net Change	0.00%	NA	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	80,000	0	80,000	0.00
% Net Change	0.00%	NA	0.00%	NA
Joint Commission on Health Care				
2002-04 Budget, Ch. 1042	873,274	0	873,274	4.00
Total DPB Target Adjustments	11,954	0	11,954	0.00
DPB Resource Target	885,228	0	885,228	4.00
% Net Change	1.37%	NA	1.37%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	2,156	0	2,156	0.00
Total Increases	2,156	0	2,156	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	2,156	0	2,156	0.00
Governor's Recommended Budget	887,384	0	887,384	4.00
% Net Change	0.24%	NA	0.24%	0.00%
Joint Commission on Technology & Science				
2002-04 Budget, Ch. 1042	325,942	0	325,942	2.00
Total DPB Target Adjustments	5,476	0	5,476	0.00
DPB Resource Target	331,418	0	331,418	2.00
% Net Change	1.68%	NA	1.68%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	331,418	0	331,418	2.00
% Net Change	0.00%	NA	0.00%	0.00%
National Conference of Commissioners on Uniform State Laws				
2002-04 Budget, Ch. 1042	79,000	0	79,000	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	79,000	0	79,000	0.00
% Net Change	0.00%	NA	0.00%	NA
Governor's Recommended Amendments				

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	79,000	0	79,000	0.00
% Net Change	0.00%	NA	0.00%	NA
State Water Commission				
2002-04 Budget, Ch. 1042	20,320	0	20,320	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	20,320	0	20,320	0.00
% Net Change	0.00%	NA	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	20,320	0	20,320	0.00
% Net Change	0.00%	NA	0.00%	NA
Va. Coal & Energy Commission				
2002-04 Budget, Ch. 1042	42,640	0	42,640	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	42,640	0	42,640	0.00
% Net Change	0.00%	NA	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	42,640	0	42,640	0.00
% Net Change	0.00%	NA	0.00%	NA
Virginia Code Commission				
2002-04 Budget, Ch. 1042	77,076	48,000	125,076	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	77,076	48,000	125,076	0.00
% Net Change	0.00%	0.00%	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	77,076	48,000	125,076	0.00
% Net Change	0.00%	0.00%	0.00%	NA
Va. Commission on Youth				
2002-04 Budget, Ch. 1042	624,970	0	624,970	3.00
Total DPB Target Adjustments	6,752	0	6,752	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
DPB Resource Target	631,722	0	631,722	3.00
% Net Change	1.08%	NA	1.08%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	631,722	0	631,722	3.00
% Net Change	0.00%	NA	0.00%	0.00%
Va. State Crime Commission				
2002-04 Budget, Ch. 1042	783,212	206,232	989,444	9.00
Total DPB Target Adjustments	8,128	3,300	11,428	0.00
DPB Resource Target	791,340	209,532	1,000,872	9.00
% Net Change	1.04%	1.60%	1.15%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	791,340	209,532	1,000,872	9.00
% Net Change	0.00%	0.00%	0.00%	0.00%
Va. Freedom of Information Advisory Council				
2002-04 Budget, Ch. 1042	295,682	0	295,682	1.50
Total DPB Target Adjustments	4,238	0	4,238	0.00
DPB Resource Target	299,920	0	299,920	1.50
% Net Change	1.43%	NA	1.43%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	299,920	0	299,920	1.50
% Net Change	0.00%	NA	0.00%	0.00%
Va. Housing Study Commission				
2002-04 Budget, Ch. 1042	0	306,360	306,360	2.00
Total DPB Target Adjustments	0	5,650	5,650	0.00
DPB Resource Target	0	312,010	312,010	2.00
% Net Change	NA	1.84%	1.84%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	312,010	312,010	2.00
% Net Change	NA	0.00%	0.00%	0.00%

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Joint Legislative Audit & Review Commission				
2002-04 Budget, Ch. 1042	5,443,392	195,742	5,639,134	37.00
Total DPB Target Adjustments	175,484	3,660	179,144	0.00
DPB Resource Target	5,618,876	199,402	5,818,278	37.00
% Net Change	3.22%	1.87%	3.18%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	5,618,876	199,402	5,818,278	37.00
% Net Change	0.00%	0.00%	0.00%	0.00%
Va. Comm. on Intergovernmental Cooperation				
2002-04 Budget, Ch. 1042	1,352,430	0	1,352,430	0.00
Total DPB Target Adjustments	230	0	230	0.00
DPB Resource Target	1,352,660	0	1,352,660	0.00
% Net Change	0.02%	NA	0.02%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	1,352,660	0	1,352,660	0.00
% Net Change	0.00%	NA	0.00%	NA
Legislative Dept. Reversion Clearing Account				
2002-04 Budget, Ch. 1042	(841,360)	0	(841,360)	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	(841,360)	0	(841,360)	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	(841,360)	0	(841,360)	0.00
% Net Change	NA	NA	NA	NA
Legislative Department				
2002-04 Budget, Ch. 1042	113,016,700	6,544,972	119,561,672	612.00
DPB Target Adjustments	(5,600,464)	106,546	(5,493,918)	0.00
DPB Resource Target	107,416,236	6,651,518	114,067,754	612.00
% Net Change	(4.96%)	1.63%	(4.60%)	0.00%
Governor's Recommended Amendments				
Total Increases	37,288	0	37,288	0.00
Total Decreases	(18,092)	0	(18,092)	0.00
Total: Governor's Recommended Amendments	19,196	0	19,196	0.00
Governor's Recommended Budget	107,435,432	6,651,518	114,086,950	612.00
% Net Change	0.02%	0.00%	0.02%	0.00%

JUDICIAL

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Supreme Court				
2002-04 Budget, Ch. 1042	35,002,652	957,572	35,960,224	109.63
Total DPB Target Adjustments	800,254	29,084	829,338	0.00
DPB Resource Target	35,802,906	986,656	36,789,562	109.63
% Net Change	2.29%	3.04%	2.31%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	1,192	0	1,192	0.00
Adjust Rent Charges	215,024	0	215,024	0.00
Adjust Workers' Compensation Premiums	29,619	0	29,619	0.00
Finance Social Security Tax Base Increase	6,510	0	6,510	0.00
Total Increases	252,345	0	252,345	0.00
Proposed Decreases				
COVANET Savings	(320,554)	0	(320,554)	0.00
Total Decreases	(320,554)	0	(320,554)	0.00
Total: Governor's Recommended Amendments	(68,209)	0	(68,209)	0.00
Governor's Recommended Budget	35,734,697	986,656	36,721,353	109.63
% Net Change	(0.19%)	0.00%	(0.19%)	0.00%
Court of Appeals				
2002-04 Budget, Ch. 1042	11,345,552	0	11,345,552	55.13
Total DPB Target Adjustments	354,060	0	354,060	0.00
DPB Resource Target	11,699,612	0	11,699,612	55.13
% Net Change	3.12%	NA	3.12%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	24,350	0	24,350	0.00
Finance Social Security Tax Base Increase	10,230	0	10,230	0.00
Total Increases	34,580	0	34,580	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	34,580	0	34,580	0.00
Governor's Recommended Budget	11,734,192	0	11,734,192	55.13
% Net Change	0.30%	NA	0.30%	0.00%
Circuit Courts				
2002-04 Budget, Ch. 1042	159,549,714	397,200	159,946,914	157.00
Total DPB Target Adjustments	(1,702,056)	0	(1,702,056)	0.00
DPB Resource Target	157,847,658	397,200	158,244,858	157.00
% Net Change	(1.07%)	0.00%	(1.06%)	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Increase Funding for Criminal Fund	14,842,522	0	14,842,522	0.00
Finance Social Security Tax Base Increase	139,500	0	139,500	0.00
Total Increases	14,982,022	0	14,982,022	0.00
Proposed Decreases				
Distribute Criminal Fund to District Courts	(18,400,000)	0	(18,400,000)	0.00
Total Decreases	(18,400,000)	0	(18,400,000)	0.00
Total: Governor's Recommended Amendments	(3,417,978)	0	(3,417,978)	0.00
Governor's Recommended Budget	154,429,680	397,200	154,826,880	157.00
% Net Change	(2.17%)	0.00%	(2.16%)	0.00%
General District Courts				
2002-04 Budget, Ch. 1042	146,112,780	0	146,112,780	948.20
Total DPB Target Adjustments	3,208,024	0	3,208,024	0.00
DPB Resource Target	149,320,804	0	149,320,804	948.20
% Net Change	2.20%	NA	2.20%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Finance Social Security Tax Base Increase	115,320	0	115,320	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Receive Criminal Fund Transfer	1,000,000	0	1,000,000	0.00
Total Increases	1,115,320	0	1,115,320	0.00
Proposed Decreases				
Realign Court System Positions	0	0	0	(10.10)
Total Decreases	0	0	0	(10.10)
Total: Governor's Recommended Amendments	1,115,320	0	1,115,320	(10.10)
Governor's Recommended Budget	150,436,124	0	150,436,124	938.10
% Net Change	0.75%	NA	0.75%	(1.07%)
J&DR District Courts				
2002-04 Budget, Ch. 1042	108,935,476	0	108,935,476	561.80
Total DPB Target Adjustments	1,791,110	0	1,791,110	0.00
DPB Resource Target	110,726,586	0	110,726,586	561.80
% Net Change	1.64%	NA	1.64%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Finance Social Security Tax Base Increase	102,300	0	102,300	0.00
Receive Criminal Fund Transfer	15,400,000	0	15,400,000	0.00
Realign Court System Positions	0	0	0	27.30
Total Increases	15,502,300	0	15,502,300	27.30
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	15,502,300	0	15,502,300	27.30
Governor's Recommended Budget	126,228,886	0	126,228,886	589.10
% Net Change	14.00%	NA	14.00%	4.86%
Combined District Courts				
2002-04 Budget, Ch. 1042	32,690,996	0	32,690,996	222.75
Total DPB Target Adjustments	742,080	0	742,080	0.00
DPB Resource Target	33,433,076	0	33,433,076	222.75
% Net Change	2.27%	NA	2.27%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Receive Criminal Fund Transfer	2,000,000	0	2,000,000	0.00
Total Increases	2,000,000	0	2,000,000	0.00
Proposed Decreases				
Realign Court System Positions	0	0	0	(18.20)
Total Decreases	0	0	0	(18.20)
Total: Governor's Recommended Amendments	2,000,000	0	2,000,000	(18.20)
Governor's Recommended Budget	35,433,076	0	35,433,076	204.55
% Net Change	5.98%	NA	5.98%	(8.17%)
Magistrate System				
2002-04 Budget, Ch. 1042	37,218,922	0	37,218,922	399.20
Total DPB Target Adjustments	1,495,370	0	1,495,370	0.00
DPB Resource Target	38,714,292	0	38,714,292	399.20
% Net Change	4.02%	NA	4.02%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Workers' Compensation Premiums	7,205	0	7,205	0.00
Realign Court System Positions	0	0	0	1.00
Total Increases	7,205	0	7,205	1.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	7,205	0	7,205	1.00
Governor's Recommended Budget	38,721,497	0	38,721,497	400.20
% Net Change	0.02%	NA	0.02%	0.25%
State Board of Bar Examiners				
2002-04 Budget, Ch. 1042	1,829,718	0	1,829,718	5.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total DPB Target Adjustments	24,150	0	24,150	0.00
DPB Resource Target	1,853,868	0	1,853,868	5.00
% Net Change	1.32%	NA	1.32%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Fund Full-Time Secretary's Expenses	138,212	0	138,212	0.00
Total Increases	138,212	0	138,212	0.00
Proposed Decreases				
COVANET Savings	(424)	0	(424)	0.00
Total Decreases	(424)	0	(424)	0.00
Total: Governor's Recommended Amendments	137,788	0	137,788	0.00
Governor's Recommended Budget	1,991,656	0	1,991,656	5.00
% Net Change	7.43%	NA	7.43%	0.00%
Judicial Inquiry & Review Commission				
2002-04 Budget, Ch. 1042	925,450	0	925,450	3.00
Total DPB Target Adjustments	31,024	0	31,024	0.00
DPB Resource Target	956,474	0	956,474	3.00
% Net Change	3.35%	NA	3.35%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	5,521	0	5,521	0.00
Total Increases	5,521	0	5,521	0.00
Proposed Decreases				
COVANET Savings	(40)	0	(40)	0.00
Total Decreases	(40)	0	(40)	0.00
Total: Governor's Recommended Amendments	5,481	0	5,481	0.00
Governor's Recommended Budget	961,955	0	961,955	3.00
% Net Change	0.57%	NA	0.57%	0.00%
Public Defender Commission				
2002-04 Budget, Ch. 1042	45,333,570	0	45,333,570	346.00
Total DPB Target Adjustments	1,356,552	20,000	1,376,552	0.00
DPB Resource Target	46,690,122	20,000	46,710,122	346.00
% Net Change	2.99%	NA	3.04%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Fund Rent Increases	578,232	0	578,232	0.00
Fund New Positions' Salary Increases	94,584	0	94,584	0.00
Properly Reflect Funded Positions	0	0	0	8.00
Total Increases	672,816	0	672,816	8.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(8,215)	0	(8,215)	0.00
COVANET Savings	(2,142)	0	(2,142)	0.00
Total Decreases	(10,357)	0	(10,357)	0.00
Total: Governor's Recommended Amendments	662,459	0	662,459	8.00
Governor's Recommended Budget	47,352,581	20,000	47,372,581	354.00
% Net Change	1.42%	0.00%	1.42%	2.31%
Virginia Criminal Sentencing Commission				
2002-04 Budget, Ch. 1042	1,647,634	70,000	1,717,634	10.00
Total DPB Target Adjustments	48,644	0	48,644	0.00
DPB Resource Target	1,696,278	70,000	1,766,278	10.00
% Net Change	2.95%	0.00%	2.83%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	5,521	0	5,521	0.00
Total Increases	5,521	0	5,521	0.00
Proposed Decreases				
COVANET Savings	(430)	0	(430)	0.00
Total Decreases	(430)	0	(430)	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total: Governor's Recommended Amendments	5,091	0	5,091	0.00
Governor's Recommended Budget	1,701,369	70,000	1,771,369	10.00
% Net Change	0.30%	0.00%	0.29%	0.00%
Virginia State Bar				
2002-04 Budget, Ch. 1042	4,290,000	22,583,528	26,873,528	81.50
Total DPB Target Adjustments	30	397,206	397,236	0.00
DPB Resource Target	4,290,030	22,980,734	27,270,764	81.50
% Net Change	0.00%	1.76%	1.48%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Base to Current Expenditures	0	260,000	260,000	0.00
Increase Professional Regulation Staff	0	395,400	395,400	3.50
Implement Compensation Adjustments	0	252,000	252,000	0.00
Convert Orders into Searchable Database	0	20,000	20,000	0.00
Implement Online Interactive Services	0	110,000	110,000	0.00
Fund Study to Replace Current Database	0	50,000	50,000	0.00
Total Increases	0	1,087,400	1,087,400	3.50
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	1,087,400	1,087,400	3.50
Governor's Recommended Budget	4,290,030	24,068,134	28,358,164	85.00
% Net Change	0.00%	4.73%	3.99%	4.29%
Judicial Department Reversion Clearing Account				
2002-04 Budget, Ch. 1042	(5,613,598)	0	(5,613,598)	0.00
Total DPB Target Adjustments	3,613,598	0	3,613,598	0.00
DPB Resource Target	(2,000,000)	0	(2,000,000)	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	(2,000,000)	0	(2,000,000)	0.00
% Net Change	NA	NA	NA	NA
Judicial Department				
2002-04 Budget, Ch. 1042	579,268,866	24,008,300	603,277,166	2,899.21
DPB Target Adjustments	11,762,840	446,290	12,209,130	0.00
Grand Total: DPB Resource Target	591,031,706	24,454,590	615,486,296	2,899.21
% Net Change	2.03%	1.86%	2.02%	0.00%
Governor's Recommended Amendments				
Total Increases	34,715,842	1,087,400	35,803,242	39.80
Total Decreases	(18,731,805)	0	(18,731,805)	(28.30)
Total: Governor's Recommended Amendments	15,984,037	1,087,400	17,071,437	11.50
Governor's Recommended Budget	607,015,743	25,541,990	632,557,733	2,910.71
% Net Change	2.70%	4.45%	2.77%	0.40%

EXECUTIVE OFFICES

Office of the Governor				
2002-04 Budget, Ch. 1042	3,942,792	0	3,942,792	29.00
Total DPB Target Adjustments	186,830	0	186,830	0.00
DPB Resource Target	4,129,622	0	4,129,622	29.00
% Net Change	4.74%	NA	4.74%	0.00%
Governor's Recommended Amendments				

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Proposed Increases				
Adjust Risk Management Premiums	101	0	101	0.00
Adjust Rent Charges	14,384	0	14,384	0.00
Transfer Technology Reform Funding	17,112	0	17,112	0.00
Total Increases	31,597	0	31,597	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(796)	0	(796)	0.00
COVANET Savings	(85,526)	0	(85,526)	0.00
Total Decreases	(86,322)	0	(86,322)	0.00
Total: Governor's Recommended Amendments	(54,725)	0	(54,725)	0.00
Governor's Recommended Budget	4,074,897	0	4,074,897	29.00
% Net Change	(1.33%)	NA	(1.33%)	0.00%
Lieutenant Governor				
2002-04 Budget, Ch. 1042	602,464	0	602,464	4.00
Total DPB Target Adjustments	16,444	0	16,444	0.00
DPB Resource Target	618,908	0	618,908	4.00
% Net Change	2.73%	NA	2.73%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	5,545	0	5,545	0.00
Total Increases	5,545	0	5,545	0.00
Proposed Decreases				
COVANET Savings	(60)	0	(60)	0.00
Total Decreases	(60)	0	(60)	0.00
Total: Governor's Recommended Amendments	5,485	0	5,485	0.00
Governor's Recommended Budget	624,393	0	624,393	4.00
% Net Change	0.89%	NA	0.89%	0.00%
Attorney General & Dept. of Law				
2002-04 Budget, Ch. 1042	32,267,408	20,700,620	52,968,028	293.00
Total DPB Target Adjustments	1,305,256	(3,869,596)	(2,564,340)	(4.00)
DPB Resource Target	33,572,664	16,831,024	50,403,688	289.00
% Net Change	4.05%	(18.69%)	(4.84%)	(1.37%)
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	119,484	0	119,484	0.00
Enhance Debt Collection Efforts	0	241,036	241,036	2.00
Total Increases	119,484	241,036	360,520	2.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(2,184)	0	(2,184)	0.00
COVANET Savings	(7,896)	0	(7,896)	0.00
Total Decreases	(10,080)	0	(10,080)	0.00
Total: Governor's Recommended Amendments	109,404	241,036	350,440	2.00
Governor's Recommended Budget	33,682,068	17,072,060	50,754,128	291.00
% Net Change	0.33%	1.43%	0.70%	0.69%
Secretary of The Commonwealth				
2002-04 Budget, Ch. 1042	2,502,820	0	2,502,820	19.00
Total DPB Target Adjustments	69,282	0	69,282	0.00
DPB Resource Target	2,572,102	0	2,572,102	19.00
% Net Change	2.77%	NA	2.77%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	5,262	0	5,262	0.00
Total Increases	5,262	0	5,262	0.00
Proposed Decreases				
COVANET Savings	(3,792)	0	(3,792)	0.00
Total Decreases	(3,792)	0	(3,792)	0.00
Total: Governor's Recommended Amendments	1,470	0	1,470	0.00
Governor's Recommended Budget	2,573,572	0	2,573,572	19.00
% Net Change	0.06%	NA	0.06%	0.00%

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Office for Substance Abuse Prevention				
2002-04 Budget, Ch. 1042	0	1,200,000	1,200,000	0.00
Total DPB Target Adjustments	0	0	0	3.00
DPB Resource Target	0	1,200,000	1,200,000	3.00
% Net Change	NA	0.00%	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	1,200,000	1,200,000	3.00
% Net Change	NA	0.00%	0.00%	0.00%
Virginia Liaison Office				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	481,062	239,674	720,736	4.00
DPB Resource Target	481,062	239,674	720,736	4.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
COVANET Savings	(150)	0	(150)	0.00
Total Decreases	(150)	0	(150)	0.00
Total: Governor's Recommended Amendments	(150)	0	(150)	0.00
Governor's Recommended Budget	480,912	239,674	720,586	4.00
% Net Change	(0.03%)	0.00%	(0.02%)	0.00%
Interstate Organization Contributions				
2002-04 Budget, Ch. 1042	439,524	0	439,524	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	439,524	0	439,524	0.00
% Net Change	0.00%	NA	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	439,524	0	439,524	0.00
% Net Change	0.00%	NA	0.00%	NA
Executive Offices				
2002-04 Budget, Ch. 1042	39,755,008	21,900,620	61,655,628	345.00
DPB Target Adjustments	2,058,874	(3,629,922)	(1,571,048)	3.00
Grand Total: DPB Resource Target	41,813,882	18,270,698	60,084,580	348.00
% Net Change	5.18%	-16.57%	-2.55%	0.87%
Governor's Recommended Amendments				
Total Increases	161,888	241,036	402,924	2.00
Total Decreases	(100,404)	0	(100,404)	0.00
Total: Governor's Recommended Amendments	61,484	241,036	302,520	2.00
Governor's Recommended Budget	41,875,366	18,511,734	60,387,100	350.00
% Net Change	0.15%	1.32%	0.50%	0.57%

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
ADMINISTRATION				
Secretary of Administration				
2002-04 Budget, Ch. 1042	14,666,386	0	14,666,386	13.00
Total DPB Target Adjustments	73,756	0	73,756	0.00
DPB Resource Target	14,740,142	0	14,740,142	13.00
% Net Change	0.50%	NA	0.50%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	9,378	0	9,378	0.00
Transfer Technology Reform Funding	2,044	0	2,044	0.00
Total Increases	11,422	0	11,422	0.00
Proposed Decreases				
Position Transfer to Transportation	0	0	0	(1.00)
COVANET Savings	(74)	0	(74)	0.00
Total Decreases	(74)	0	(74)	(1.00)
Total: Governor's Recommended Amendments	11,348	0	11,348	(1.00)
Governor's Recommended Budget	14,751,490	0	14,751,490	12.00
% Net Change	0.08%	NA	0.08%	(7.69%)
Charitable Gaming Commission				
2002-04 Budget, Ch. 1042	4,245,942	0	4,245,942	22.00
Total DPB Target Adjustments	84,032	0	84,032	0.00
DPB Resource Target	4,329,974	0	4,329,974	22.00
% Net Change	1.98%	NA	1.98%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	10,522	0	10,522	0.00
Transfer Technology Reform Funding	25,156	0	25,156	0.00
Total Increases	35,678	0	35,678	0.00
Proposed Decreases				
COVANET Savings	(418)	0	(418)	0.00
Total Decreases	(418)	0	(418)	0.00
Total: Governor's Recommended Amendments	35,260	0	35,260	0.00
Governor's Recommended Budget	4,365,234	0	4,365,234	22.00
% Net Change	0.81%	NA	0.81%	0.00%
Commission on Local Government				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Commonwealth Competition Council				
2002-04 Budget, Ch. 1042	0	513,940	513,940	3.00
Total DPB Target Adjustments	0	10,654	10,654	0.00
DPB Resource Target	0	524,594	524,594	3.00
% Net Change	NA	2.07%	2.07%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	524,594	524,594	3.00
% Net Change	NA	0.00%	0.00%	0.00%
Compensation Board				
2002-04 Budget, Ch. 1042	981,487,914	7,490,044	988,977,958	24.00
Total DPB Target Adjustments	17,260,536	4,690	17,265,226	0.00
DPB Resource Target	998,748,450	7,494,734	1,006,243,184	24.00
% Net Change	1.76%	0.06%	1.75%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Add Deputies for Jail Overcrowding	3,840,017	0	3,840,017	0.00
Fund Per Diem Payments to Jails	15,088,232	0	15,088,232	0.00
Add Deputies to Maintain 1:1500 Ratio	1,462,802	0	1,462,802	0.00
Provide Staff for New or Expanding Jails	10,288,151	0	10,288,151	0.00
Adjust Rent Charges	12,146	0	12,146	0.00
Transfer Technology Reform Funding	119,968	0	119,968	0.00
Expand the Jail Contract Bed Program	3,315,900	0	3,315,900	0.00
Fund Salary Regrade Annualization Costs	2,255,444	0	2,255,444	0.00
Adjust Technology Trust Fund Appropriation	0	2,509,956	2,509,956	0.00
Total Increases	36,382,660	2,509,956	38,892,616	0.00
Proposed Decreases				
Convert Contractor to Classified Status	(78,608)	0	(78,608)	1.00
COVANET Savings	(126)	0	(126)	0.00
Total Decreases	(78,734)	0	(78,734)	1.00
Total: Governor's Recommended Amendments	36,303,926	2,509,956	38,813,882	1.00
Governor's Recommended Budget	1,035,052,376	10,004,690	1,045,057,066	25.00
% Net Change	3.63%	33.49%	3.86%	4.17%
Human Rights Council				
2002-04 Budget, Ch. 1042	501,730	86,996	588,726	3.00
Total DPB Target Adjustments	26,120	(36,996)	(10,876)	0.00
DPB Resource Target	527,850	50,000	577,850	3.00
% Net Change	5.21%	(42.53%)	(1.85%)	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Provide One Additional Staff	68,116	0	68,116	1.00
Total Increases	68,116	0	68,116	1.00
Proposed Decreases				
COVANET Savings	(78)	0	(78)	0.00
Total Decreases	(78)	0	(78)	0.00
Total: Governor's Recommended Amendments	68,038	0	68,038	1.00
Governor's Recommended Budget	595,888	50,000	645,888	4.00
% Net Change	12.89%	0.00%	11.77%	33.33%
Department of Employment Dispute Resolution				
2002-04 Budget, Ch. 1042	1,711,322	556,160	2,267,482	18.00
Total DPB Target Adjustments	68,780	24,792	93,572	0.00
DPB Resource Target	1,780,102	580,952	2,361,054	18.00
% Net Change	4.02%	4.46%	4.13%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	6,950	0	6,950	0.00
Total Increases	6,950	0	6,950	0.00
Proposed Decreases				
COVANET Savings	(918)	0	(918)	0.00
Total Decreases	(918)	0	(918)	0.00
Total: Governor's Recommended Amendments	6,032	0	6,032	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Governor's Recommended Budget	1,786,134	580,952	2,367,086	18.00
% Net Change	0.34%	0.00%	0.26%	0.00%
Department of General Services				
2002-04 Budget, Ch. 1042	35,455,128	21,700,316	57,155,444	650.00
Total DPB Target Adjustments	1,269,396	1,417,280	2,686,676	0.00
DPB Resource Target	36,724,524	23,117,596	59,842,120	650.00
% Net Change	3.58%	6.53%	4.70%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	0	0	0	0.00
Adjust Risk Management Premiums	18,741	0	18,741	0.00
Adjust Rent Charges	190,150	0	190,150	0.00
Adjust Workers' Compensation Premiums	18,588	0	18,588	0.00
Transfer Technology Reform Funding	408,308	0	408,308	0.00
Enhance the Virginia Partnership Procurement Program	0	677,160	677,160	0.00
Provide Procurement Staff for Localities	0	498,339	498,339	0.00
Adjust Consolidated Laboratory Federal Grants	0	7,349,894	7,349,894	0.00
Adjust Newborn Screening Appropriation	0	1,203,863	1,203,863	0.00
Adjust Electronic Procurement Appropriation	0	6,300,000	6,300,000	0.00
Total Increases	635,787	16,029,256	16,665,043	0.00
Proposed Decreases				
COVANET Savings	(20,600)	0	(20,600)	0.00
Total Decreases	(20,600)	0	(20,600)	0.00
Total: Governor's Recommended Amendments	615,187	16,029,256	16,644,443	0.00
Governor's Recommended Budget	37,339,711	39,146,852	76,486,563	650.00
% Net Change	1.68%	69.34%	27.81%	0.00%
Department of Human Resource Management				
2002-04 Budget, Ch. 1042	8,406,908	6,263,302	14,670,210	94.00
Total DPB Target Adjustments	253,528	159,498	413,026	0.00
DPB Resource Target	8,660,436	6,422,800	15,083,236	94.00
% Net Change	3.02%	2.55%	2.82%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust CVC Appropriation	0	193,000	193,000	0.00
Adjust Statewide Training Appropriation	0	320,000	320,000	0.00
Adjust Rent Charges	45,367	0	45,367	0.00
Adjust Workers' Compensation Premiums	2,098	0	2,098	0.00
Total Increases	47,465	513,000	560,465	0.00
Proposed Decreases				
COVANET Savings	(1,888)	0	(1,888)	0.00
Total Decreases	(1,888)	0	(1,888)	0.00
Total: Governor's Recommended Amendments	45,577	513,000	558,577	0.00
Governor's Recommended Budget	8,706,013	6,935,800	15,641,813	94.00
% Net Change	0.53%	7.99%	3.70%	0.00%
Administration of Health Insurance				
2002-04 Budget, Ch. 1042	0	270,000,000	270,000,000	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	270,000,000	270,000,000	0.00
% Net Change	NA	0.00%	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	270,000,000	270,000,000	0.00
% Net Change	NA	0.00%	0.00%	NA

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Department of Rights for Virginians with Disabilities				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Department of Veterans' Affairs				
2002-04 Budget, Ch. 1042	4,383,814	81,400	4,465,214	50.00
Total DPB Target Adjustments	(4,383,814)	(81,400)	(4,465,214)	(50.00)
DPB Resource Target	0	0	0	0.00
% Net Change	(100.00%)	(100.00%)	(100.00%)	(100.00%)
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Department of Veterans' Services				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	4,575,710	23,692,430	28,268,140	282.00
DPB Resource Target	4,575,710	23,692,430	28,268,140	282.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
Enhance Benefits Services to Veterans (GCA)	287,835	0	287,835	4.00
Staff New Veterans Cemetery in Suffolk	211,329	172,800	384,129	4.00
Adjust Rent Charges	3,039	0	3,039	0.00
Adjust Workers' Compensation Premiums	33,642	0	33,642	0.00
Transfer Veteran Education Unit from DOE	0	574,532	574,532	3.00
Add Federal Funds for Education Unit	0	371,856	371,856	2.00
Total Increases	535,845	1,119,188	1,655,033	13.00
Proposed Decreases				
COVANET Savings	(3,812)	0	(3,812)	0.00
Total Decreases	(3,812)	0	(3,812)	0.00
Total: Governor's Recommended Amendments	532,033	1,119,188	1,651,221	13.00
Governor's Recommended Budget	5,107,743	24,811,618	29,919,361	295.00
% Net Change	11.63%	4.72%	5.84%	4.61%
State Board of Elections				
2002-04 Budget, Ch. 1042	17,555,414	0	17,555,414	27.00
Total DPB Target Adjustments	359,720	0	359,720	0.00
DPB Resource Target	17,915,134	0	17,915,134	27.00
% Net Change	2.05%	NA	2.05%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Fund Requirements of the Help America Vote Act of 2002	0	60,500,000	60,500,000	5.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Rebase Registrar and Local Electoral Board Salaries	2,047,802	0	2,047,802	0.00
Adjust Rent Charges	12,927	0	12,927	0.00
Transfer Technology Reform Funding	563,638	0	563,638	0.00
Total Increases	2,624,367	60,500,000	63,124,367	5.00
Proposed Decreases				
COVANET Savings	(53,830)	0	(53,830)	0.00
Total Decreases	(53,830)	0	(53,830)	0.00
Total: Governor's Recommended Amendments	2,570,537	60,500,000	63,070,537	5.00
Governor's Recommended Budget	20,485,671	60,500,000	80,985,671	32.00
% Net Change	14.35%	NA	352.05%	18.52%

Virginia Public Broadcasting Board

2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA

Virginia Veterans' Care Center

2002-04 Budget, Ch. 1042	0	23,603,096	23,603,096	232.00
Total DPB Target Adjustments	0	(23,603,096)	(23,603,096)	(232.00)
DPB Resource Target	0	0	0	0.00
% Net Change	NA	(100.00%)	(100.00%)	(100.00%)
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA

Office of Administration

2002-04 Budget, Ch. 1042	1,068,414,558	330,295,254	1,398,709,812	1,136.00
DPB Target Adjustments	19,587,764	1,587,852	21,175,616	0.00
Grand Total: DPB Resource Target	1,088,002,322	331,883,106	1,419,885,428	1,136.00
% Net Change	1.83%	0.48%	1.51%	0.00
Governor's Recommended Amendments				
Total Increases	40,348,290	80,671,400	121,019,690	19.00
Total Decreases	(160,352)	0	(160,352)	0.00
Total: Governor's Recommended Amendments	40,187,938	80,671,400	120,859,338	19.00
Governor's Recommended Budget	1,128,190,260	412,554,506	1,540,744,766	1,155.00
% Net Change	3.69%	24.31%	8.51%	1.67%

COMMERCE AND TRADE

Secretary of Commerce & Trade

2002-04 Budget, Ch. 1042	1,052,310	0	1,052,310	5.00
Total DPB Target Adjustments	37,712	0	37,712	0.00
DPB Resource Target	1,090,022	0	1,090,022	5.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
% Net Change	3.58%	NA	3.58%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	5,428	0	5,428	0.00
Transfer Technology Reform Funding	1,094	0	1,094	0.00
Total Increases	6,522	0	6,522	0.00
Proposed Decreases				
COVANET Savings	(82)	0	(82)	0.00
Total Decreases	(82)	0	(82)	0.00
Total: Governor's Recommended Amendments	6,440	0	6,440	0.00
Governor's Recommended Budget	1,096,462	0	1,096,462	5.00
% Net Change	0.59%	NA	0.59%	0.00%
Board of Accountancy				
2002-04 Budget, Ch. 1042	0	1,119,260	1,119,260	4.00
Total DPB Target Adjustments	0	52,740	52,740	0.00
DPB Resource Target	0	1,172,000	1,172,000	4.00
% Net Change	NA	4.71%	4.71%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	1,172,000	1,172,000	4.00
% Net Change	NA	0.00%	0.00%	0.00%
Dept. of Agriculture & Consumer Services				
2002-04 Budget, Ch. 1042	44,617,528	42,877,702	87,495,230	505.00
Total DPB Target Adjustments	1,668,652	4,943,960	6,612,612	0.00
DPB Resource Target	46,286,180	47,821,662	94,107,842	505.00
% Net Change	3.74%	11.53%	7.56%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	4,859	0	4,859	0.00
Adjust Rent Charges	11,236	0	11,236	0.00
Adjust Workers' Compensation Premiums	8,735	0	8,735	0.00
Transfer Technology Reform Funding	238,764	0	238,764	0.00
Provide Funding for Payment in Lieu of Taxes	6,000	0	6,000	0.00
Total Increases	269,594	0	269,594	0.00
Proposed Decreases				
Eliminate VA Tech Ag. Educ. Funding	(150,000)	0	(150,000)	0.00
COVANET Savings	(12,932)	0	(12,932)	0.00
Adjust Fund Source for Positions	0	0	0	0.00
Total Decreases	(162,932)	0	(162,932)	0.00
Total: Governor's Recommended Amendments	106,662	0	106,662	0.00
Governor's Recommended Budget	46,392,842	47,821,662	94,214,504	505.00
% Net Change	0.23%	0.00%	0.11%	0.00%
Dept. of Business Assistance				
2002-04 Budget, Ch. 1042	21,590,168	2,220,860	23,811,028	48.00
Total DPB Target Adjustments	246,560	309,382	555,942	0.00
DPB Resource Target	21,836,728	2,530,242	24,366,970	48.00
% Net Change	1.14%	13.93%	2.33%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	24,124	0	24,124	0.00
Total Increases	24,124	0	24,124	0.00
Proposed Decreases				
Eliminate Small Business Research Funding	(300,000)	0	(300,000)	(2.00)

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Reduce Small Business Incubator Program	(150,000)	0	(150,000)	0.00
COVANET Savings	(8,584)	0	(8,584)	0.00
Total Decreases	<u>(458,584)</u>	<u>0</u>	<u>(458,584)</u>	<u>(2.00)</u>
Total: Governor's Recommended Amendments	(434,460)	0	(434,460)	(2.00)
Governor's Recommended Budget	21,402,268	2,530,242	23,932,510	46.00
% Net Change	(1.99%)	0.00%	(1.78%)	(4.17%)
Department of Forestry				
2002-04 Budget, Ch. 1042	27,327,738	18,931,328	46,259,066	326.38
Total DPB Target Adjustments	<u>1,007,932</u>	<u>496,856</u>	<u>1,504,788</u>	<u>0.00</u>
DPB Resource Target	28,335,670	19,428,184	47,763,854	326.38
% Net Change	3.69%	2.62%	3.25%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	8,245	0	8,245	0.00
Adjust Workers' Compensation Premiums	11,294	0	11,294	0.00
Transfer Technology Reform Funding	76,806	0	76,806	0.00
Total Increases	96,345	0	96,345	0.00
Proposed Decreases				
Reduce Equipment Replacement Program	(318,000)	0	(318,000)	0.00
COVANET Savings	(5,736)	0	(5,736)	0.00
Total Decreases	<u>(323,736)</u>	<u>0</u>	<u>(323,736)</u>	<u>0.00</u>
Total: Governor's Recommended Amendments	(227,391)	0	(227,391)	0.00
Governor's Recommended Budget	28,108,279	19,428,184	47,536,463	326.38
% Net Change	(0.80%)	0.00%	(0.48%)	0.00%
Dept. of Housing & Community Development				
2002-04 Budget, Ch. 1042	46,924,788	142,195,868	189,120,656	121.00
Total DPB Target Adjustments	<u>500,546</u>	<u>119,714</u>	<u>620,260</u>	<u>0.00</u>
DPB Resource Target	47,425,334	142,315,582	189,740,916	121.00
% Net Change	1.07%	0.08%	0.33%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Enhance Fire Safety Inspections	326,500	326,500	653,000	6.00
Transfer Technology Reform Funding	34,990	0	34,990	0.00
Total Increases	361,490	326,500	687,990	6.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(2,660)	0	(2,660)	0.00
COVANET Savings	(23,112)	0	(23,112)	0.00
Reduce Funding for PDCs	(429,856)	0	(429,856)	0.00
Total Decreases	<u>(455,628)</u>	<u>0</u>	<u>(455,628)</u>	<u>0.00</u>
Total: Governor's Recommended Amendments	(94,138)	326,500	232,362	6.00
Governor's Recommended Budget	47,331,196	142,642,082	189,973,278	127.00
% Net Change	(0.20%)	0.23%	0.12%	4.96%
Department of Labor & Industry				
2002-04 Budget, Ch. 1042	12,881,196	11,791,158	24,672,354	177.00
Total DPB Target Adjustments	<u>137,402</u>	<u>(1,323,758)</u>	<u>(1,186,356)</u>	<u>0.00</u>
DPB Resource Target	13,018,598	10,467,400	23,485,998	177.00
% Net Change	1.07%	(11.23%)	(4.81%)	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	2,359	0	2,359	0.00
Adjust Workers' Compensation Premiums	3,264	0	3,264	0.00
Increased Rent -- New Location	45,760	24,640	70,400	0.00
Expand Apprenticeship Program	415,660	0	415,660	4.00
Total Increases	467,043	24,640	491,683	4.00
Proposed Decreases				
COVANET Savings	(2,504)	0	(2,504)	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total Decreases	(2,504)	0	(2,504)	0.00
Total: Governor's Recommended Amendments	464,539	24,640	489,179	4.00
Governor's Recommended Budget	13,483,137	10,492,040	23,975,177	181.00
% Net Change	3.57%	0.24%	2.08%	2.26%
Dept. of Mines, Mineral & Energy				
2002-04 Budget, Ch. 1042	18,220,894	32,319,164	50,540,058	237.00
Total DPB Target Adjustments	802,528	2,619,632	3,422,160	0.00
DPB Resource Target	19,023,422	34,938,796	53,962,218	237.00
% Net Change	4.40%	8.11%	6.77%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	2,518	0	2,518	0.00
Adjust Rent Charges	3,423	0	3,423	0.00
Adjust Workers' Compensation Premiums	5,104	0	5,104	0.00
Transfer Technology Reform Funding	59,204	0	59,204	0.00
Adjust NGF to Reflect Federal Grant	0	751,878	751,878	0.00
Fund Solar Photovoltaic Incentive Program	1,877,758	0	1,877,758	0.00
Total Increases	1,948,007	751,878	2,699,885	0.00
Proposed Decreases				
COVANET Savings	(3,288)	0	(3,288)	0.00
Total Decreases	(3,288)	0	(3,288)	0.00
Total: Governor's Recommended Amendments	1,944,719	751,878	2,696,597	0.00
Governor's Recommended Budget	20,968,141	35,690,674	56,658,815	237.00
% Net Change	10.22%	2.15%	5.00%	0.00%
Dept. of Minority Business Enterprise				
2002-04 Budget, Ch. 1042	639,108	1,846,604	2,485,712	19.00
Total DPB Target Adjustments	28,342	285,244	313,586	1.00
DPB Resource Target	667,450	2,131,848	2,799,298	20.00
% Net Change	4.43%	15.45%	12.62%	5.26%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	4,665	0	4,665	0.00
Transfer Technology Reform Funding	5,000	0	5,000	0.00
Expand Procurement Advocates Program	630,705	0	630,705	4.00
Total Increases	640,370	0	640,370	4.00
Proposed Decreases				
COVANET Savings	(9,644)	0	(9,644)	0.00
Total Decreases	(9,644)	0	(9,644)	0.00
Total: Governor's Recommended Amendments	630,726	0	630,726	4.00
Governor's Recommended Budget	1,298,176	2,131,848	3,430,024	24.00
% Net Change	94.50%	0.00%	22.53%	20.00%
Dept. of Professional & Occupational Regulation				
2002-04 Budget, Ch. 1042	0	21,841,216	21,841,216	137.00
Total DPB Target Adjustments	0	1,103,754	1,103,754	0.00
DPB Resource Target	0	22,944,970	22,944,970	137.00
% Net Change	NA	5.05%	5.05%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	22,944,970	22,944,970	137.00
% Net Change	NA	0.00%	0.00%	0.00%
Va. Agricultural Council				
2002-04 Budget, Ch. 1042	0	680,668	680,668	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total DPB Target Adjustments	0	300,000	300,000	0.00
DPB Resource Target	0	980,668	980,668	0.00
% Net Change	NA	44.07%	44.07%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	980,668	980,668	0.00
% Net Change	NA	0.00%	0.00%	NA
Va. Economic Development Partnership				
2002-04 Budget, Ch. 1042	28,972,482	0	28,972,482	0.00
Total DPB Target Adjustments	378,032	0	378,032	0.00
DPB Resource Target	29,350,514	0	29,350,514	0.00
% Net Change	1.30%	NA	1.30%	NA
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	251,364	0	251,364	0.00
Provide Funding for Comm. Military Bases	1,007,000	0	1,007,000	0.00
Provide Funding - Motor Sports Bus. Attract.	500,000	0	500,000	0.00
Market Distressed Areas Funding (GCA)	2,000,000	0	2,000,000	0.00
VA Commercial Space Flight Auth.	200,000	0	200,000	0.00
Total Increases	3,958,364	0	3,958,364	0.00
Proposed Decreases				
Reduce Funding Shell Bldg. Program	(269,059)	0	(269,059)	0.00
Eliminate Vacant Position	(204,000)	0	(204,000)	0.00
Total Decreases	(473,059)	0	(473,059)	0.00
Total: Governor's Recommended Amendments	3,485,305	0	3,485,305	0.00
Governor's Recommended Budget	32,835,819	0	32,835,819	0.00
% Net Change	11.87%	NA	11.87%	NA
Va. Employment Commission				
2002-04 Budget, Ch. 1042	159,642	966,849,908	967,009,550	1,001.00
Total DPB Target Adjustments	1,722	(7,889,420)	(7,887,698)	0.00
DPB Resource Target	161,364	958,960,488	959,121,852	1,001.00
% Net Change	1.08%	(0.82%)	(0.82%)	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Increase Funding for Unemployment Benefits	0	157,700,000	157,700,000	0.00
Fund IT Systems Upgrade	0	20,920,000	20,920,000	0.00
Allocate Federal Reed Act Funding	0	9,000,000	9,000,000	0.00
Increase Customer Contact Center Positions	0	5,306,012	5,306,012	67.50
Allocate Federal Trade Act Assistance Funding	0	7,955,002	7,955,002	0.00
Fund One-Stop Centers	0	9,000,000	9,000,000	0.00
Use Reed Act Funds for Customer Contact Centers	0	0	Language	0.00
Total Increases	0	209,881,014	209,881,014	67.50
Proposed Decreases				
COVANET Savings	(90)	0	(90)	0.00
Total Decreases	(90)	0	(90)	0.00
Total: Governor's Recommended Amendments	(90)	209,881,014	209,880,924	67.50
Governor's Recommended Budget	161,274	1,168,841,502	1,169,002,776	1,068.50
% Net Change	(0.06%)	21.89%	21.88%	6.74%
Va. Racing Commission				
2002-04 Budget, Ch. 1042	0	5,989,802	5,989,802	10.00
Total DPB Target Adjustments	0	34,458	34,458	0.00
DPB Resource Target	0	6,024,260	6,024,260	10.00
% Net Change	NA	0.58%	0.58%	0.00%

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Governor's Recommended Amendments				
Proposed Increases				
Fund Add'l Race Day Expenses	0	320,000	320,000	0.00
Increase Approp. Breeders Fund	0	910,000	910,000	0.00
Establish Horse Industry Promotion Fund	0	750,000	750,000	0.00
Total Increases	0	1,980,000	1,980,000	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	1,980,000	1,980,000	0.00
Governor's Recommended Budget	0	8,004,260	8,004,260	10.00
% Net Change	NA	32.87%	32.87%	0.00%
Va. Tourism Authority				
2002-04 Budget, Ch. 1042	20,702,516	0	20,702,516	0.00
Total DPB Target Adjustments	253,222	0	253,222	0.00
DPB Resource Target	20,955,738	0	20,955,738	0.00
% Net Change	1.22%	NA	1.22%	NA
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	1,044	0	1,044	0.00
Transfer Technology Reform Funding	70,230	0	70,230	0.00
Establish Jamestown 2007 Ad Leverage Fund (GCA)	2,000,000	0	2,000,000	0.00
Establish Outdoor Tourism Leverage Fund	300,000	0	300,000	0.00
Total Increases	2,371,274	0	2,371,274	0.00
Proposed Decreases				
Elim. Outdoor "See Virginia First" Coop. Ad. Program	(187,000)	0	(187,000)	0.00
Elim. Va. Assoc. Broad. "See Va. First" Coop. Ad. Prog.	(400,000)	0	(400,000)	0.00
Total Decreases	(587,000)	0	(587,000)	0.00
Total: Governor's Recommended Amendments	1,784,274	0	1,784,274	0.00
Governor's Recommended Budget	22,740,012	0	22,740,012	0.00
% Net Change	8.51%	NA	8.51%	NA
Office of Commerce and Trade				
2002-04 Budget, Ch. 1042	223,088,370	1,248,663,538	1,471,751,908	2,590.38
DPB Target Adjustments	5,062,650	1,052,562	6,115,212	1.00
Grand Total: DPB Resource Target	228,151,020	1,249,716,100	1,477,867,120	2,591.38
% Net Change	2.27%	0.08%	0.42%	0.04%
Governor's Recommended Amendments				
Total Increases	10,143,133	212,964,032	223,107,165	81.50
Total Decreases	(2,476,547)	0	(2,476,547)	(2.00)
Total: Governor's Recommended Amendments	7,666,586	212,964,032	220,630,618	79.50
Governor's Recommended Budget	235,817,606	1,462,680,132	1,698,497,738	2,670.88
% Net Change	3.36%	17.04%	14.93%	3.07%

EDUCATION

Secretary of Education				
2002-04 Budget, Ch. 1042	707,032	377,942	1,084,974	5.00
Total DPB Target Adjustments	52,562	0	52,562	0.00
DPB Resource Target	759,594	377,942	1,137,536	5.00
% Net Change	7.43%	0.00%	4.84%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	5,625	0	5,625	0.00
Transfer Technology Reform Funding	814	0	814	0.00
Va. Cancer Research Fund Initiative	50,000	50,000	100,000	0.00
Total Increases	56,439	50,000	106,439	0.00
Proposed Decreases				
COVANET Savings	(712)	0	(712)	0.00
Total Decreases	(712)	0	(712)	0.00
Total: Governor's Recommended Amendments	55,727	50,000	105,727	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Governor's Recommended Budget	815,321	427,942	1,243,263	5.00
% Net Change	7.34%	13.23%	9.29%	0.00%
Dept. of Education - Central Office				
2002-04 Budget, Ch. 1042	93,824,318	99,517,578	193,341,896	314.00
Total DPB Target Adjustments	991,994	1,998,426	2,990,420	0.00
DPB Resource Target	94,816,312	101,516,004	196,332,316	314.00
% Net Change	1.06%	2.01%	1.55%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Maintain SOL Testing Program	6,273,654	800,000	7,073,654	0.00
National Board Certification Program	1,476,500	0	1,476,500	0.00
Transfer Technology Reform Funding	501,082	0	501,082	0.00
Continue Implement Web-Based SOL On-Line Testing	3,685,537	0	3,685,537	0.00
Implement Statewide Student Info Sys NCLB	4,431,193	2,708,276	7,139,469	4.00
Increase Funds for Implementation of NCLB	1,970,505	0	1,970,505	5.00
Expand Project Graduation	713,024	0	713,024	0.00
Adjust Risk Management Premiums	440	0	440	0.00
Adjust Rent Charges	88,118	0	88,118	0.00
Adjust Workers' Compensation Premiums	2,117	0	2,117	0.00
Total Increases	19,142,170	3,508,276	22,650,446	9.00
Proposed Decreases				
COVANET Savings	(19,224)	0	(19,224)	0.00
Transfer Veterans' Educ Initiative to Dept Veterans Svcs.	0	(574,534)	(574,534)	(3.00)
Total Decreases	(19,224)	(574,534)	(593,758)	(3.00)
Total: Governor's Recommended Amendments	19,122,946	2,933,742	22,056,688	6.00
Governor's Recommended Budget	113,939,258	104,449,746	218,389,004	320.00
% Net Change	20.17%	2.89%	11.23%	1.91%
Dept. of Education - Direct Aid				
2002-04 Budget, Ch. 1042	8,118,747,502	1,492,239,750	9,610,987,252	0.00
Total DPB Target Adjustments	0	3,100,000	3,100,000	0.00
DPB Resource Target	8,118,747,502	1,495,339,750	9,614,087,252	0.00
% Net Change	0.00%	0.21%	0.03%	NA
Governor's Recommended Amendments				
Proposed Increases				
Update Costs of the SOQ	839,439,017	0	839,439,017	0.00
Adjust Sales and Use Tax	66,197,521	0	66,197,521	0.00
Update Benefit Costs Related to SOQ Positions	167,974,258	0	167,974,258	0.00
Updates due to Composite Index Change	53,547,619	0	53,547,619	0.00
Update Costs of Categorical Programs	30,436,089	0	30,436,089	0.00
Update Costs of Incentive-Based Programs	52,538,662	9,485,625	62,024,287	0.00
Revise SOQ Remediation Programs	41,168,233	0	41,168,233	0.00
Increase Funds for At-Risk 4 Yr Old Program (GCA)	4,463,981	0	4,463,981	0.00
Funding Cost of Competing in District 8 (GCA)	7,124,711	0	7,124,711	0.00
Implement No Loss Provision (FY04 Funds)	3,707,751	0	3,707,751	0.00
Increase Funding for ESL Program (GCA)	19,676,974	0	19,676,974	0.00
Expand Project Graduation	5,548,956	0	5,548,956	0.00
Add Funds for Implementation of NCLB	9,473,290	0	9,473,290	0.00
Debt for Technology Equipment Notes	0	7,053,750	7,053,750	0.00
Total Increases	1,301,297,062	16,539,375	1,317,836,437	0.00
Proposed Decreases				
Remove Technology Costs from SOQ	(109,716,737)	0	(109,716,737)	0.00
Adjust Revenue with Alternative Sources	(418,155,938)	0	(418,155,938)	0.00
Reduce Formula for Primary Class K-3 Size Program	(11,976,820)	0	(11,976,820)	0.00
Transfer Literary Funds for Teacher Retirement & Soc Sec	(30,800,000)	30,800,000	0	0.00
Transfer Funds to Dept of Rehabilitative Services	(1,729,822)	0	(1,729,822)	0.00
Total Decreases	(572,379,317)	30,800,000	(541,579,317)	0.00
Total: Governor's Recommended Amendments	728,917,745	47,339,375	776,257,120	0.00
Governor's Recommended Budget	8,847,665,247	1,542,679,125	10,390,344,372	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
% Net Change	8.98%	3.17%	8.07%	NA
Va. School for the Deaf & the Blind at Hampton				
2002-04 Budget, Ch. 1042	11,854,100	924,050	12,778,150	129.00
Total DPB Target Adjustments	416,904	1,200	418,104	0.00
DPB Resource Target	12,271,004	925,250	13,196,254	129.00
% Net Change	3.52%	0.13%	3.27%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	1,591	0	1,591	0.00
Transfer Technology Reform Funding	14,032	0	14,032	0.00
Total Increases	15,623	0	15,623	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(8,146)	0	(8,146)	0.00
COVANET Savings	(898)	0	(898)	0.00
Total Decreases	(9,044)	0	(9,044)	0.00
Total: Governor's Recommended Amendments	6,579	0	6,579	0.00
Governor's Recommended Budget	12,277,583	925,250	13,202,833	129.00
% Net Change	0.05%	0.00%	0.05%	0.00%
Va. School for the Deaf & the Blind at Staunton				
2002-04 Budget, Ch. 1042	12,752,982	1,382,802	14,135,784	144.00
Total DPB Target Adjustments	(309,468)	473,402	163,934	0.00
DPB Resource Target	12,443,514	1,856,204	14,299,718	144.00
% Net Change	(2.43%)	34.23%	1.16%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	2,134	0	2,134	0.00
Transfer Technology Reform Funding	15,116	0	15,116	0.00
Total Increases	17,250	0	17,250	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(15,145)	0	(15,145)	0.00
COVANET Savings	(1,606)	0	(1,606)	0.00
Total Decreases	(16,751)	0	(16,751)	0.00
Total: Governor's Recommended Amendments	499	0	499	0.00
Governor's Recommended Budget	12,444,013	1,856,204	14,300,217	144.00
% Net Change	0.00%	0.00%	0.00%	0.00%
Department of Education				
2002-04 Budget, Ch. 1042	8,237,178,902	1,594,064,180	9,831,243,082	587.00
DPB Target Adjustments	1,099,430	5,573,028	6,672,458	0.00
Grand Total: DPB Resource Target	8,238,278,332	1,599,637,208	9,837,915,540	587.00
% Net Change	0.01%	0.35%	0.07%	0.00%
Governor's Recommended Amendments				
Total Increases	1,320,472,105	20,047,651	1,340,519,756	9.00
Total Decreases	(572,424,336)	30,225,466	(542,198,870)	(3.00)
Total: Governor's Recommended Amendments	748,047,769	50,273,117	798,320,886	6.00
Governor's Recommended Budget	8,986,326,101	1,649,910,325	10,636,236,426	593.00
% Net Change	9.08%	3.14%	8.11%	1.02%
State Council of Higher Education for Va.				
2002-04 Budget, Ch. 1042	113,421,886	10,086,644	123,508,530	36.00
Total DPB Target Adjustments	227,182	7,740	234,922	0.00
DPB Resource Target	113,649,068	10,094,384	123,743,452	36.00
% Net Change	0.20%	0.08%	0.19%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	35,220	0	35,220	0.00
Transfer Technology Reform Funding	66,960	0	66,960	0.00
Fund Virtual Library (GCA)	2,940,928	0	2,940,928	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Increase Tuition Assistance Grant (GCA)	4,520,537	0	4,520,537	0.00
Restore Va. Space Grant	340,000	0	340,000	0.00
Student Participation Initiative	270,580	0	270,580	1.00
Military Dependent Tuition Waivers (GCA)	1,990,168	0	1,990,168	0.00
Private College Transfer Grant Initiative	320,000	0	320,000	0.00
Regulatory Program FTE Adjustment	0	0	0	0.00
Total Increases	10,484,393	0	10,484,393	1.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(940)	0	(940)	0.00
Reduce Optometry Scholarships	(258,200)	0	(258,200)	0.00
COVANET Savings	(1,008)	0	(1,008)	0.00
Total Decreases	(260,148)	0	(260,148)	0.00
Total: Governor's Recommended Amendments	10,224,245	0	10,224,245	1.00
Governor's Recommended Budget	123,873,313	10,094,384	133,967,697	37.00
% Net Change	9.00%	0.00%	8.26%	2.78%
Christopher Newport University				
2002-04 Budget, Ch. 1042	42,100,020	83,292,574	125,392,594	660.74
Total DPB Target Adjustments	2,072,124	1,354,584	3,426,708	0.00
DPB Resource Target	44,172,144	84,647,158	128,819,302	660.74
% Net Change	4.92%	1.63%	2.73%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	1,193,430	861,608	2,055,038	0.00
Enrollment Growth (GCA)	532,830	0	532,830	0.00
Instruction and Research Supplement (GCA)	0	0	0	0.00
O & M for New Facilities	267,050	192,800	459,850	3.00
Student Financial Assistance	361,428	0	361,428	0.00
Adjust Workers' Compensation Premiums	18,219	0	18,219	0.00
O & M for Auxiliary Enterprises	0	6,568,215	6,568,215	12.00
Increased Auxiliary Enterprise Revenues	0	2,696,000	2,696,000	9.00
Adjust Risk Management Premiums	1,540	0	1,540	0.00
Adjust FTE Positions	0	0	0	0.00
Total Increases	2,374,497	10,318,623	12,693,120	24.00
Proposed Decreases				
COVANET Savings	(6,476)	0	(6,476)	0.00
Total Decreases	(6,476)	0	(6,476)	0.00
Total: Governor's Recommended Amendments	2,368,021	10,318,623	12,686,644	24.00
Governor's Recommended Budget	46,540,165	94,965,781	141,505,946	684.74
% Net Change	5.36%	12.19%	9.85%	3.63%
College of William & Mary				
2002-04 Budget, Ch. 1042	76,724,020	244,216,304	320,940,324	1,371.45
Total DPB Target Adjustments	3,341,716	12,581,890	15,923,606	0.00
DPB Resource Target	80,065,736	256,798,194	336,863,930	1,371.45
% Net Change	4.36%	5.15%	4.96%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	431,321	731,362	1,162,683	0.00
Enrollment Growth (GCA)	0	0	0	0.00
Instruction and Research Supplement (GCA)	636,414	528,386	1,164,800	0.00
Student Financial Assistance	233,224	0	233,224	0.00
Adjust Risk Management Premiums	8,744	0	8,744	0.00
Adjust Workers' Compensation Premiums	14,569	0	14,569	0.00
Advanced Communications Network Initiative (GCA)	403,250	0	403,250	0.00
Adjust Sponsored Programs Revenues	0	5,200,000	5,200,000	0.00
Adjust Tuition and Fee Revenues	0	9,700,000	9,700,000	43.00
Adjust Financial Aid Revenues	0	3,900,000	3,900,000	0.00
Total Increases	1,727,522	20,059,748	21,787,270	43.00
Proposed Decreases				
COVANET Savings	(6,414)	0	(6,414)	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total Decreases	(6,414)	0	(6,414)	0.00
Total: Governor's Recommended Amendments	1,721,108	20,059,748	21,780,856	43.00
Governor's Recommended Budget	81,786,844	276,857,942	358,644,786	1,414.45
% Net Change	2.15%	7.81%	6.47%	3.14%
Richard Bland College				
2002-04 Budget, Ch. 1042	8,887,872	5,227,366	14,115,238	100.16
Total DPB Target Adjustments	274,780	140,876	415,656	0.00
DPB Resource Target	9,162,652	5,368,242	14,530,894	100.16
% Net Change	3.09%	2.69%	2.94%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	0	0	0	0.00
Enrollment Growth (GCA)	0	0	0	0.00
Instruction and Research Supplement (GCA)	126,000	88,800	214,800	0.00
O & M for New Facilities	21,951	15,538	37,489	0.00
Student Financial Assistance	19,526	0	19,526	0.00
Adjust Risk Management Premiums	1,368	0	1,368	0.00
Adjust Federal Work Study	0	1,000,000	1,000,000	0.00
Adjust FTE Positions	0	0	0	0.00
Total Increases	168,845	1,104,338	1,273,183	0.00
Proposed Decreases				
COVANET Savings	(926)	0	(926)	0.00
Total Decreases	(926)	0	(926)	0.00
Total: Governor's Recommended Amendments	167,919	1,104,338	1,272,257	0.00
Governor's Recommended Budget	9,330,571	6,472,580	15,803,151	100.16
% Net Change	1.83%	20.57%	8.76%	0.00%
Virginia Institute of Marine Science				
2002-04 Budget, Ch. 1042	29,680,590	39,412,926	69,093,516	356.07
Total DPB Target Adjustments	1,350,538	219,840	1,570,378	0.00
DPB Resource Target	31,031,128	39,632,766	70,663,894	356.07
% Net Change	4.55%	0.56%	2.27%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	0	0	0	0.00
Enrollment Growth (GCA)	0	0	0	0.00
Instruction and Research Supplement (GCA)	976,338	0	976,338	0.00
Adjust Risk Management Premiums	1,445	0	1,445	0.00
Adjust Sponsored Programs Revenues	0	2,300,000	2,300,000	0.00
Total Increases	977,783	2,300,000	3,277,783	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(5,679)	0	(5,679)	0.00
COVANET Savings	(4,278)	0	(4,278)	0.00
Total Decreases	(9,957)	0	(9,957)	0.00
Total: Governor's Recommended Amendments	967,826	2,300,000	3,267,826	0.00
Governor's Recommended Budget	31,998,954	41,932,766	73,931,720	356.07
% Net Change	3.12%	5.80%	4.62%	0.00%
George Mason University				
2002-04 Budget, Ch. 1042	193,547,368	514,524,102	708,071,470	2,912.02
Total DPB Target Adjustments	6,974,514	6,815,232	13,789,746	0.00
DPB Resource Target	200,521,882	521,339,334	721,861,216	2,912.02
% Net Change	3.60%	1.32%	1.95%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	1,136,556	1,057,866	2,194,422	0.00
Enrollment Growth (GCA)	6,527,620	0	6,527,620	0.00
Instruction and Research Supplement (GCA)	885,875	0	885,875	0.00
Student Financial Assistance	843,802	0	843,802	0.00
Adjust Risk Management Premiums	6,751	0	6,751	0.00
Adjust Workers' Compensation Premiums	68,133	0	68,133	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Advanced Communications Network Initiative (GCA)	403,250	0	403,250	0.00
Adjust Sponsored Programs Revenues	0	92,252,000	92,252,000	27.00
Adjust Tuition and Fee Revenues	0	19,690,000	19,690,000	158.98
Increased Auxiliary Enterprise Revenues	0	9,500,000	9,500,000	0.00
O & M for New Facilities	771,996	718,546	1,490,542	12.00
Total Increases	10,643,983	123,218,412	133,862,395	197.98
Proposed Decreases				
COVANET Savings	(7,934)	0	(7,934)	0.00
Total Decreases	(7,934)	0	(7,934)	0.00
Total: Governor's Recommended Amendments	10,636,049	123,218,412	133,854,461	197.98
Governor's Recommended Budget	211,157,931	644,557,746	855,715,677	3,110.00
% Net Change	5.30%	23.63%	18.54%	6.80%
James Madison University				
2002-04 Budget, Ch. 1042	111,576,156	355,934,936	467,511,092	2,290.39
Total DPB Target Adjustments	5,145,502	5,273,752	10,419,254	0.00
DPB Resource Target	116,721,658	361,208,688	477,930,346	2,290.39
% Net Change	4.61%	1.48%	2.23%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	2,033,403	2,794,237	4,827,640	0.00
Enrollment Growth (GCA)	1,423,694	0	1,423,694	0.00
Instruction and Research Supplement (GCA)	304,500	0	304,500	0.00
Student Financial Assistance	531,148	0	531,148	0.00
Adjust Risk Management Premiums	7,098	0	7,098	0.00
Adjust Sponsored Programs Revenues	0	20,000,000	20,000,000	22.00
Adjust Tuition and Fee Revenues	0	20,928,000	20,928,000	102.75
Increased Auxiliary Enterprise Revenues	0	9,678,298	9,678,298	9.00
Total Increases	4,299,843	53,400,535	57,700,378	133.75
Proposed Decreases				
Adjust Workers' Compensation Premiums	(76,706)	0	(76,706)	0.00
COVANET Savings	(3,936)	0	(3,936)	0.00
Total Decreases	(80,642)	0	(80,642)	0.00
Total: Governor's Recommended Amendments	4,219,201	53,400,535	57,619,736	133.75
Governor's Recommended Budget	120,940,859	414,609,223	535,550,082	2,424.14
% Net Change	3.61%	14.78%	12.06%	5.84%
Longwood University				
2002-04 Budget, Ch. 1042	36,685,796	76,791,098	113,476,894	572.56
Total DPB Target Adjustments	1,643,890	1,418,562	3,062,452	0.00
DPB Resource Target	38,329,686	78,209,660	116,539,346	572.56
% Net Change	4.48%	1.85%	2.70%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	596,191	442,804	1,038,995	0.00
Enrollment Growth (GCA)	695,780	0	695,780	0.00
Instruction and Research Supplement (GCA)	0	0	0	0.00
Student Financial Assistance	287,460	0	287,460	0.00
Adjust Risk Management Premiums	3,150	0	3,150	0.00
Increased Auxiliary Enterprise Revenues	0	6,456,260	6,456,260	0.00
Adjust FTE for NGF Revenues	0	0	0	26.00
Total Increases	1,582,581	6,899,064	8,481,645	26.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(23,938)	0	(23,938)	0.00
COVANET Savings	(3,910)	0	(3,910)	0.00
Reduce Lease Payments	(445,374)	0	(445,374)	0.00
Total Decreases	(473,222)	0	(473,222)	0.00
Total: Governor's Recommended Amendments	1,109,359	6,899,064	8,008,423	26.00
Governor's Recommended Budget	39,439,045	85,108,724	124,547,769	598.56
% Net Change	2.89%	8.82%	6.87%	4.54%

Mary Washington College

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
2002-04 Budget, Ch. 1042	29,166,466	84,587,120	113,753,586	623.16
Total DPB Target Adjustments	1,093,302	1,442,800	2,536,102	0.00
DPB Resource Target	30,259,768	86,029,920	116,289,688	623.16
% Net Change	3.75%	1.71%	2.23%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	0	0	0	0.00
Enrollment Growth (GCA)	818,874	0	818,874	0.00
Instruction and Research Supplement (GCA)	0	0	0	0.00
Student Financial Assistance	112,518	0	112,518	0.00
Adjust Risk Management Premiums	2,540	0	2,540	0.00
Consolidate Melchers-Monroe	857,768	720,000	1,577,768	10.00
Adjust Tuition and Fee Revenues	0	500,000	500,000	0.00
Total Increases	1,791,700	1,220,000	3,011,700	10.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(20,552)	0	(20,552)	0.00
COVANET Savings	(708)	0	(708)	0.00
Total Decreases	(21,260)	0	(21,260)	0.00
Total: Governor's Recommended Amendments	1,770,440	1,220,000	2,990,440	10.00
Governor's Recommended Budget	32,030,208	87,249,920	119,280,128	633.16
% Net Change	5.85%	1.42%	2.57%	1.60%
Melchers-Monroe Memorials				
2002-04 Budget, Ch. 1042	821,850	320,000	1,141,850	10.00
Total DPB Target Adjustments	35,918	400,000	435,918	0.00
DPB Resource Target	857,768	720,000	1,577,768	10.00
% Net Change	4.37%	125.00%	38.18%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
Consolidate Melchers into Mary Washington College	(857,768)	(720,000)	(1,577,768)	(10.00)
Total Decreases	(857,768)	(720,000)	(1,577,768)	(10.00)
Total: Governor's Recommended Amendments	(857,768)	(720,000)	(1,577,768)	(10.00)
Governor's Recommended Budget	0	0	0	0.00
% Net Change	(100.00%)	(100.00%)	(100.00%)	(100.00%)
Norfolk State University				
2002-04 Budget, Ch. 1042	84,347,720	153,751,614	238,099,334	979.75
Total DPB Target Adjustments	2,558,356	1,719,572	4,277,928	0.00
DPB Resource Target	86,906,076	155,471,186	242,377,262	979.75
% Net Change	3.03%	1.12%	1.80%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	0	0	0	0.00
Enrollment Growth (GCA)	0	0	0	0.00
Instruction and Research Supplement (GCA)	250,950	0	250,950	0.00
Student Financial Assistance	414,076	0	414,076	0.00
Adjust Risk Management Premiums	5,848	0	5,848	0.00
Enhance Academic Programs	1,469,506	0	1,469,506	0.00
Increased Auxiliary Enterprise Revenues	0	4,000,000	4,000,000	0.00
Total Increases	2,140,380	4,000,000	6,140,380	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(19,281)	0	(19,281)	0.00
COVANET Savings	(18,098)	0	(18,098)	0.00
Total Decreases	(37,379)	0	(37,379)	0.00
Total: Governor's Recommended Amendments	2,103,001	4,000,000	6,103,001	0.00
Governor's Recommended Budget	89,009,077	159,471,186	248,480,263	979.75
% Net Change	2.42%	2.57%	2.52%	0.00%

Old Dominion University

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
2002-04 Budget, Ch. 1042	152,865,186	211,644,992	364,510,178	2,241.74
Total DPB Target Adjustments	5,317,254	5,498,702	10,815,956	0.00
DPB Resource Target	158,182,440	217,143,694	375,326,134	2,241.74
% Net Change	3.48%	2.60%	2.97%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	6,063,819	6,026,831	12,090,650	0.00
Enrollment Growth (GCA)	4,731,416	0	4,731,416	0.00
Instruction and Research Supplement (GCA)	406,000	0	406,000	0.00
Student Financial Assistance	876,068	0	876,068	0.00
Adjust Risk Management Premiums	14,379	0	14,379	0.00
Advanced Communications Network Initiative (GCA)	403,250	0	403,250	0.00
Increased Auxiliary Enterprise Revenues	0	15,700,000	15,700,000	17.00
O & M for New Facilities	342,762	0	342,762	4.00
Total Increases	12,837,694	21,726,831	34,564,525	21.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(17,565)	0	(17,565)	0.00
COVANET Savings	(63,446)	0	(63,446)	0.00
Total Decreases	(81,011)	0	(81,011)	0.00
Total: Governor's Recommended Amendments	12,756,683	21,726,831	34,483,514	21.00
Governor's Recommended Budget	170,939,123	238,870,525	409,809,648	2,262.74
% Net Change	8.06%	10.01%	9.19%	0.94%
Radford University				
2002-04 Budget, Ch. 1042	71,339,130	141,427,996	212,767,126	1,297.04
Total DPB Target Adjustments	3,288,094	2,392,400	5,680,494	0.00
DPB Resource Target	74,627,224	143,820,396	218,447,620	1,297.04
% Net Change	4.61%	1.69%	2.67%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	2,089,671	1,892,485	3,982,156	0.00
Enrollment Growth (GCA)	182,858	0	182,858	0.00
Instruction and Research Supplement (GCA)	0	0	0	0.00
Student Financial Assistance	478,742	0	478,742	0.00
Adjust Risk Management Premiums	4,489	0	4,489	0.00
Virginia Economic Bridge Initiative (GCA)	125,000	0	125,000	0.00
Increased Auxiliary Enterprise Revenues	0	6,300,000	6,300,000	0.00
Total Increases	2,880,760	8,192,485	11,073,245	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(60,474)	0	(60,474)	0.00
COVANET Savings	(7,586)	0	(7,586)	0.00
Total Decreases	(68,060)	0	(68,060)	0.00
Total: Governor's Recommended Amendments	2,812,700	8,192,485	11,005,185	0.00
Governor's Recommended Budget	77,439,924	152,012,881	229,452,805	1,297.04
% Net Change	3.77%	5.70%	5.04%	0.00%
Southwest Va. Higher Education Center				
2002-04 Budget, Ch. 1042	2,656,038	874,000	3,530,038	18.00
Total DPB Target Adjustments	15,496	3,518	19,014	(4.00)
DPB Resource Target	2,671,534	877,518	3,549,052	14.00
% Net Change	0.58%	0.40%	0.54%	(22.22%)
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	203	0	203	0.00
Adjust Workers' Compensation Premiums	2,492	0	2,492	0.00
Increase Operating Support (GCA)	200,000	0	200,000	0.00
Total Increases	202,695	0	202,695	0.00
Proposed Decreases				
COVANET Savings	(536)	0	(536)	0.00
Total Decreases	(536)	0	(536)	0.00
Total: Governor's Recommended Amendments	202,159	0	202,159	0.00
Governor's Recommended Budget	2,873,693	877,518	3,751,211	14.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
% Net Change	7.57%	0.00%	5.70%	0.00%
University of Virginia				
2002-04 Budget, Ch. 1042	234,313,322	1,250,233,914	1,484,547,236	6,632.79
Total DPB Target Adjustments	5,621,596	9,344,384	14,965,980	0.00
DPB Resource Target	239,934,918	1,259,578,298	1,499,513,216	6,632.79
% Net Change	2.40%	0.75%	1.01%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	665,024	1,133,675	1,798,699	0.00
Enrollment Growth (GCA)	0	0	0	0.00
Instruction and Research Supplement (GCA)	3,004,625	0	3,004,625	0.00
Student Financial Assistance	471,126	0	471,126	0.00
Adjust Risk Management Premiums	12,814	0	12,814	0.00
Advanced Communications Network Initiative (GCA)	403,250	0	403,250	0.00
Health Insurance Premium Increase	1,200,000	1,658,000	2,858,000	0.00
O & M for New Facilities	543,392	910,625	1,454,017	8.00
Adjust Financial Aid Revenues	0	17,500,000	17,500,000	0.00
Adjust Sponsored Programs Revenues	0	106,100,000	106,100,000	255.00
Adjust Tuition and Fee Revenues	0	62,200,000	62,200,000	308.00
Establish Nongeneral Fund Repair Reserve	0	0	0	0.00
Total Increases	6,300,231	189,502,300	195,802,531	571.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(34,135)	0	(34,135)	0.00
COVANET Savings	(7,458)	0	(7,458)	0.00
Total Decreases	(41,593)	0	(41,593)	0.00
Total: Governor's Recommended Amendments	6,258,638	189,502,300	195,760,938	571.00
Governor's Recommended Budget	246,193,556	1,449,080,598	1,695,274,154	7,203.79
% Net Change	2.61%	15.04%	13.05%	8.61%
University of Virginia Medical Center				
2002-04 Budget, Ch. 1042	0	1,560,407,084	1,560,407,084	4,278.76
Total DPB Target Adjustments	0	7,825,478	7,825,478	0.00
DPB Resource Target	0	1,568,232,562	1,568,232,562	4,278.76
% Net Change	NA	0.50%	0.50%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Patient Care Revenues	0	41,270,000	41,270,000	210.81
Total Increases	0	41,270,000	41,270,000	210.81
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	41,270,000	41,270,000	210.81
Governor's Recommended Budget	0	1,609,502,562	1,609,502,562	4,489.57
% Net Change	NA	2.63%	2.63%	4.93%
University of Virginia's College at Wise				
2002-04 Budget, Ch. 1042	19,015,144	22,047,122	41,062,266	233.54
Total DPB Target Adjustments	897,606	1,801,564	2,699,170	0.00
DPB Resource Target	19,912,750	23,848,686	43,761,436	233.54
% Net Change	4.72%	8.17%	6.57%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	0	0	0	0.00
Enrollment Growth (GCA)	442,224	0	442,224	0.00
Instruction and Research Supplement (GCA)	0	0	0	0.00
Student Financial Assistance	130,256	0	130,256	0.00
Adjust Risk Management Premiums	1,716	0	1,716	0.00
Total Increases	574,196	0	574,196	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(13,487)	0	(13,487)	0.00
COVANET Savings	(2,638)	0	(2,638)	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total Decreases	(16,125)	0	(16,125)	0.00
Total: Governor's Recommended Amendments	558,071	0	558,071	0.00
Governor's Recommended Budget	20,470,821	23,848,686	44,319,507	233.54
% Net Change	2.80%	0.00%	1.28%	0.00%
Virginia Commonwealth University				
2002-04 Budget, Ch. 1042	287,450,028	851,168,674	1,138,618,702	4,917.34
Total DPB Target Adjustments	11,873,766	12,221,508	24,095,274	0.00
DPB Resource Target	299,323,794	863,390,182	1,162,713,976	4,917.34
% Net Change	4.13%	1.44%	2.12%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	758,778	661,718	1,420,496	0.00
Enrollment Growth (GCA)	2,900,798	0	2,900,798	0.00
Instruction and Research Supplement (GCA)	1,979,250	0	1,979,250	0.00
Student Financial Assistance	1,195,932	0	1,195,932	0.00
Adjust Risk Management Premiums	11,877	0	11,877	0.00
Advanced Communications Network Initiative (GCA)	403,250	0	403,250	0.00
O & M for New Facilities	298,773	260,556	559,329	0.00
Adjust Rent Charges	11,628	0	11,628	0.00
Adjust Sponsored Programs Revenues	0	32,459,000	32,459,000	0.00
Adjust Tuition and Fee Revenues	0	45,800,000	45,800,000	0.00
O & M for Auxiliary Enterprises	0	4,400,000	4,400,000	0.00
Increased Auxiliary Enterprise Revenues	0	9,757,000	9,757,000	0.00
Adjust Workers' Compensation Premiums	42,873	0	42,873	0.00
Total Increases	7,603,159	93,338,274	100,941,433	0.00
Proposed Decreases				
Adjust Health Services Appropriation	0	(14,872,172)	(14,872,172)	0.00
COVANET Savings	(26,202)	0	(26,202)	0.00
Total Decreases	(26,202)	(14,872,172)	(14,898,374)	0.00
Total: Governor's Recommended Amendments	7,576,957	78,466,102	86,043,059	0.00
Governor's Recommended Budget	306,900,751	941,856,284	1,248,757,035	4,917.34
% Net Change	2.53%	9.09%	7.40%	0.00%
Virginia Community College System				
2002-04 Budget, Ch. 1042	551,967,822	582,776,530	1,134,744,352	8,333.47
Total DPB Target Adjustments	18,124,386	13,928,424	32,052,810	0.00
DPB Resource Target	570,092,208	596,704,954	1,166,797,162	8,333.47
% Net Change	3.28%	2.39%	2.82%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	19,145,840	10,154,379	29,300,219	0.00
Enrollment Growth (GCA)	16,243,212	0	16,243,212	0.00
Instruction and Research Supplement (GCA)	0	0	0	0.00
Student Financial Assistance	1,646,514	0	1,646,514	0.00
Adjust Risk Management Premiums	26,156	0	26,156	0.00
O & M for New Facilities	1,481,885	785,947	2,267,832	37.50
Adjust Rent Charges	63,969	0	63,969	0.00
Adjust Sponsored Programs Revenues	0	18,800,000	18,800,000	0.00
Adjust Tuition and Fee Revenues	0	47,400,000	47,400,000	130.00
No. Va. Medical Education Campus Oper.	6,989,534	3,714,194	10,703,728	126.00
Tidewater Norfolk Administration Office	809,720	430,280	1,240,000	0.00
Total Increases	46,406,830	81,284,800	127,691,630	293.50
Proposed Decreases				
Adjust Workers' Compensation Premiums	(109,253)	0	(109,253)	0.00
COVANET Savings	(86,838)	0	(86,838)	0.00
Total Decreases	(196,091)	0	(196,091)	0.00
Total: Governor's Recommended Amendments	46,210,739	81,284,800	127,495,539	293.50
Governor's Recommended Budget	616,302,947	677,989,754	1,294,292,701	8,626.97
% Net Change	8.11%	13.62%	10.93%	3.52%
Virginia Military Institute				

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
2002-04 Budget, Ch. 1042	24,981,762	56,403,126	81,384,888	451.43
Total DPB Target Adjustments	810,028	1,906,264	2,716,292	0.00
DPB Resource Target	25,791,790	58,309,390	84,101,180	451.43
% Net Change	3.24%	3.38%	3.34%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	0	0	0	0.00
Enrollment Growth (GCA)	0	0	0	0.00
Instruction and Research Supplement (GCA)	694,100	1,213,670	1,907,770	0.00
Student Financial Assistance	55,680	0	55,680	0.00
Adjust Risk Management Premiums	4,086	0	4,086	0.00
Adjust Workers' Compensation Premiums	24,390	0	24,390	0.00
Adjust Tuition and Fee Revenues	0	689,736	689,736	0.00
Increased Auxiliary Enterprise Revenues	0	444,000	444,000	0.00
Adjust Unique Military Activities	0	364,000	364,000	0.00
Total Increases	778,256	2,711,406	3,489,662	0.00
Proposed Decreases				
COVANET Savings	(4,484)	0	(4,484)	0.00
Total Decreases	(4,484)	0	(4,484)	0.00
Total: Governor's Recommended Amendments	773,772	2,711,406	3,485,178	0.00
Governor's Recommended Budget	26,565,562	61,020,796	87,586,358	451.43
% Net Change	3.00%	4.65%	4.14%	0.00%
 Virginia Tech - Instructional Division				
2002-04 Budget, Ch. 1042	288,997,308	991,942,780	1,280,940,088	5,745.14
Total DPB Target Adjustments	11,620,052	26,158,034	37,778,086	0.00
DPB Resource Target	300,617,360	1,018,100,814	1,318,718,174	5,745.14
% Net Change	4.02%	2.64%	2.95%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	1,389,827	1,973,527	3,363,354	0.00
Enrollment Growth (GCA)	0	0	0	0.00
Instruction and Research Supplement (GCA)	2,104,625	0	2,104,625	0.00
Student Financial Assistance	1,023,368	0	1,023,368	0.00
Adjust Risk Management Premiums	19,751	0	19,751	0.00
Adjust Workers' Compensation Premiums	111,562	0	111,562	0.00
Adjust Tuition and Fee Revenues	0	22,464,222	22,464,222	0.00
Advanced Communications Network Initiative (GCA)	403,250	0	403,250	0.00
O & M for New Facilities	838,922	1,191,253	2,030,175	8.00
Transfer Health Premium from Extension	2,001,304	0	2,001,304	0.00
Adjust Sponsored Programs Revenues	0	111,121,055	111,121,055	152.00
Increased Auxiliary Enterprise Revenues	0	23,037,628	23,037,628	75.50
Total Increases	7,892,609	159,787,685	167,680,294	235.50
Proposed Decreases				
COVANET Savings	(15,666)	0	(15,666)	0.00
Total Decreases	(15,666)	0	(15,666)	0.00
Total: Governor's Recommended Amendments	7,876,943	159,787,685	167,664,628	235.50
Governor's Recommended Budget	308,494,303	1,177,888,499	1,486,382,802	5,980.64
% Net Change	2.62%	15.69%	12.71%	4.10%
 Virginia Tech - Extension & Agr. Research Station				
2002-04 Budget, Ch. 1042	103,717,350	34,712,846	138,430,196	1,053.42
Total DPB Target Adjustments	5,705,864	249,146	5,955,010	0.00
DPB Resource Target	109,423,214	34,961,992	144,385,206	1,053.42
% Net Change	5.50%	0.72%	4.30%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
High-Value Crops Initiative (GCA)	1,388,960	0	1,388,960	0.00
Total Increases	1,388,960	0	1,388,960	0.00
Proposed Decreases				
COVANET Savings	(252)	0	(252)	0.00
Transfer Health Premium to Va Tech	(2,001,304)	0	(2,001,304)	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total Decreases	(2,001,556)	0	(2,001,556)	0.00
Total: Governor's Recommended Amendments	(612,596)	0	(612,596)	0.00
Governor's Recommended Budget	108,810,618	34,961,992	143,772,610	1,053.42
% Net Change	(0.56%)	0.00%	(0.42%)	0.00%
Virginia State University				
2002-04 Budget, Ch. 1042	55,275,434	96,797,502	152,072,936	752.06
Total DPB Target Adjustments	1,605,442	2,486,120	4,091,562	0.00
DPB Resource Target	56,880,876	99,283,622	156,164,498	752.06
% Net Change	2.90%	2.57%	2.69%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Base Adequacy (GCA)	0	0	0	0.00
Enrollment Growth (GCA)	638,076	0	638,076	0.00
Instruction and Research Supplement (GCA)	101,500	0	101,500	0.00
Student Financial Assistance	410,530	0	410,530	0.00
Adjust Risk Management Premiums	6,867	0	6,867	0.00
Enhance Academic Programs	996,453	0	996,453	0.00
Adjust Tuition and Fee Revenues	0	7,002,112	7,002,112	0.00
Telecommunications Network Initiative	187,000	0	187,000	0.00
Adjust Sponsored Programs Revenues	0	6,345,000	6,345,000	0.00
Total Increases	2,340,426	13,347,112	15,687,538	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(13,360)	0	(13,360)	0.00
COVANET Savings	(2,898)	0	(2,898)	0.00
Total Decreases	(16,258)	0	(16,258)	0.00
Total: Governor's Recommended Amendments	2,324,168	13,347,112	15,671,280	0.00
Governor's Recommended Budget	59,205,044	112,630,734	171,835,778	752.06
% Net Change	4.09%	13.44%	10.04%	0.00%
Virginia State - Extension & Agr. Research Station				
2002-04 Budget, Ch. 1042	5,790,950	6,966,446	12,757,396	77.75
Total DPB Target Adjustments	200,982	117,406	318,388	0.00
DPB Resource Target	5,991,932	7,083,852	13,075,784	77.75
% Net Change	3.47%	1.69%	2.50%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Phase-in Federal Match for Extension	1,440,898	842,411	2,283,309	6.00
Total Increases	1,440,898	842,411	2,283,309	6.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	1,440,898	842,411	2,283,309	6.00
Governor's Recommended Budget	7,432,830	7,926,263	15,359,093	83.75
% Net Change	24.05%	11.89%	17.46%	7.72%
Eastern Virginia Medical School				
2002-04 Budget, Ch. 1042	23,695,750	0	23,695,750	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	23,695,750	0	23,695,750	0.00
% Net Change	0.00%	NA	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	23,695,750	0	23,695,750	0.00
% Net Change	0.00%	NA	0.00%	NA

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Roanoke Higher Education Authority				
2002-04 Budget, Ch. 1042	1,036,150	0	1,036,150	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	1,036,150	0	1,036,150	0.00
% Net Change	0.00%	NA	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
Increase Operating Support (GCA)	200,000	0	200,000	0.00
Total Increases	200,000	0	200,000	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	200,000	0	200,000	0.00
Governor's Recommended Budget	1,236,150	0	1,236,150	0.00
% Net Change	19.30%	NA	19.30%	NA
Southeastern Univ. Research Assoc.				
2002-04 Budget, Ch. 1042	1,284,476	0	1,284,476	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	1,284,476	0	1,284,476	0.00
% Net Change	0.00%	NA	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	1,284,476	0	1,284,476	0.00
% Net Change	0.00%	NA	0.00%	NA
Virginia College Building Authority				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
Equipment Trust Fund Allocations	Language	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Institute for Advanced Learning				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
Fund the New Institute for Advanced Learning (GCA)	3,043,362	0	3,043,362	0.00
Total Increases	3,043,362	0	3,043,362	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	3,043,362	0	3,043,362	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Governor's Recommended Budget	3,043,362	0	3,043,362	0.00
% Net Change	NA	NA	NA	NA

Higher Education				
2002-04 Budget, Ch. 1042	2,551,345,594	7,375,547,696	9,926,893,290	45,944.78
DPB Target Adjustments	89,798,388	115,307,796	205,106,184	(4.00)
Grand Total: DPB Resource Target	2,641,143,982	7,490,855,492	10,131,999,474	45,940.78
% Net Change	3.52%	1.56%	2.07%	-0.01%
Governor's Recommended Amendments				
Total Increases	130,081,603	834,524,024	964,605,627	1,773.54
Total Decreases	(4,229,708)	(15,592,172)	(19,821,880)	(10.00)
Total: Governor's Recommended Amendments	125,851,895	818,931,852	944,783,747	1,763.54
Governor's Recommended Budget	2,766,995,877	8,309,787,344	11,076,783,221	47,704.32
% Net Change	4.77%	10.93%	9.32%	3.84%

Frontier Culture Museum of Virginia				
2002-04 Budget, Ch. 1042	2,370,748	1,285,392	3,656,140	37.50
Total DPB Target Adjustments	105,422	52,444	157,866	0.00
DPB Resource Target	2,476,170	1,337,836	3,814,006	37.50
% Net Change	4.45%	4.08%	4.32%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	12,220	0	12,220	0.00
Adjust Risk Management Premiums	157	0	157	0.00
Total Increases	12,377	0	12,377	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(1,041)	0	(1,041)	0.00
COVANET Savings	(430)	0	(430)	0.00
Total Decreases	(1,471)	0	(1,471)	0.00
Total: Governor's Recommended Amendments	10,906	0	10,906	0.00
Governor's Recommended Budget	2,487,076	1,337,836	3,824,912	37.50
% Net Change	0.44%	0.00%	0.29%	0.00%

Gunston Hall				
2002-04 Budget, Ch. 1042	1,014,678	669,296	1,683,974	11.00
Total DPB Target Adjustments	33,516	5,980	39,496	0.00
DPB Resource Target	1,048,194	675,276	1,723,470	11.00
% Net Change	3.30%	0.89%	2.35%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	3,640	0	3,640	0.00
Adjust Risk Management Premiums	377	0	377	0.00
Total Increases	4,017	0	4,017	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(633)	0	(633)	0.00
COVANET Savings	(14)	0	(14)	0.00
Total Decreases	(647)	0	(647)	0.00
Total: Governor's Recommended Amendments	3,370	0	3,370	0.00
Governor's Recommended Budget	1,051,564	675,276	1,726,840	11.00
% Net Change	0.32%	0.00%	0.20%	0.00%

Jamestown-Yorktown Foundation				
2002-04 Budget, Ch. 1042	10,079,156	10,913,950	20,993,106	158.00
Total DPB Target Adjustments	363,270	176,102	539,372	0.00
DPB Resource Target	10,442,426	11,090,052	21,532,478	158.00
% Net Change	3.60%	1.61%	2.57%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	34,836	0	34,836	0.00
Adjust Risk Management Premiums	875	0	875	0.00
Adjust Workers' Compensation Premiums	2,614	0	2,614	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
O & M for New Facilities	2,143,000	229,000	2,372,000	7.00
Transfer from Jamestown 2007 to Realign Budget	365,958	0	365,958	2.00
Adjust FTE Positions	0	0	0	6.00
Total Increases	2,547,283	229,000	2,776,283	15.00
Proposed Decreases				
COVANET Savings	(5,712)	0	(5,712)	0.00
Total Decreases	(5,712)	0	(5,712)	0.00
Total: Governor's Recommended Amendments	2,541,571	229,000	2,770,571	15.00
Governor's Recommended Budget	12,983,997	11,319,052	24,303,049	173.00
% Net Change	24.34%	2.06%	12.87%	9.49%
Jamestown 2007				
2002-04 Budget, Ch. 1042	848,878	10,047,130	10,896,008	5.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	848,878	10,047,130	10,896,008	5.00
% Net Change	0.00%	0.00%	0.00%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
<i>Godspeed</i> Commemorative Sail	0	257,000	257,000	3.00
Adjust FTE Positions	0	0	0	21.00
Total Increases	0	257,000	257,000	24.00
Proposed Decreases				
Transfer to JYF to Realign Budget	(365,958)	0	(365,958)	(2.00)
Total Decreases	(365,958)	0	(365,958)	(2.00)
Total: Governor's Recommended Amendments	(365,958)	257,000	(108,958)	22.00
Governor's Recommended Budget	482,920	10,304,130	10,787,050	27.00
% Net Change	(43.11%)	2.56%	(1.00%)	440.00%
Library of Virginia				
2002-04 Budget, Ch. 1042	55,400,986	12,803,084	68,204,070	192.00
Total DPB Target Adjustments	670,224	868,510	1,538,734	0.00
DPB Resource Target	56,071,210	13,671,594	69,742,804	192.00
% Net Change	1.21%	6.78%	2.26%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	142,144	0	142,144	0.00
Adjust Risk Management Premiums	1,115	0	1,115	0.00
Adjust Rent Charges	82,491	0	82,491	0.00
User Fees for State Records Center	0	300,000	300,000	3.50
Increased Revenues from Property Records	0	1,250,000	1,250,000	0.00
Adjust Positions from Federal Funds	0	0	0	3.00
Total Increases	225,750	1,550,000	1,775,750	6.50
Proposed Decreases				
Adjust Workers' Compensation Premiums	(2,896)	0	(2,896)	0.00
COVANET Savings	(1,920)	0	(1,920)	0.00
Reduce State Support for State Records Center	(300,000)	0	(300,000)	(3.50)
Total Decreases	(304,816)	0	(304,816)	(3.50)
Total: Governor's Recommended Amendments	(79,066)	1,550,000	1,470,934	3.00
Governor's Recommended Budget	55,992,144	15,221,594	71,213,738	195.00
% Net Change	(0.14%)	11.34%	2.11%	1.56%
The Science Museum of Virginia				
2002-04 Budget, Ch. 1042	7,713,782	9,334,926	17,048,708	96.00
Total DPB Target Adjustments	261,222	198,844	460,066	0.00
DPB Resource Target	7,975,004	9,533,770	17,508,774	96.00
% Net Change	3.39%	2.13%	2.70%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	22,918	0	22,918	0.00
Adjust Risk Management Premiums	1,615	0	1,615	0.00
Total Increases	24,533	0	24,533	0.00
Proposed Decreases				

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Adjust Workers' Compensation Premiums	(1,527)	0	(1,527)	0.00
COVANET Savings	(448)	0	(448)	0.00
Total Decreases	(1,975)	0	(1,975)	0.00
Total: Governor's Recommended Amendments	22,558	0	22,558	0.00
Governor's Recommended Budget	7,997,562	9,533,770	17,531,332	96.00
% Net Change	0.28%	0.00%	0.13%	0.00%
Virginia Commission for the Arts				
2002-04 Budget, Ch. 1042	5,559,884	1,083,400	6,643,284	5.00
Total DPB Target Adjustments	18,210	100,000	118,210	0.00
DPB Resource Target	5,578,094	1,183,400	6,761,494	5.00
% Net Change	0.33%	9.23%	1.78%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	6,077	0	6,077	0.00
Increased Grants Funding (GCA)	640,000	0	640,000	0.00
Increased Federal Funds	0	200	200	0.00
Total Increases	646,077	200	646,277	0.00
Proposed Decreases				
COVANET Savings	(30)	0	(30)	0.00
Total Decreases	(30)	0	(30)	0.00
Total: Governor's Recommended Amendments	646,047	200	646,247	0.00
Governor's Recommended Budget	6,224,141	1,183,600	7,407,741	5.00
% Net Change	11.58%	0.02%	9.56%	0.00%
Virginia Museum of Fine Arts				
2002-04 Budget, Ch. 1042	12,320,686	15,500,982	27,821,668	154.50
Total DPB Target Adjustments	467,620	213,686	681,306	0.00
DPB Resource Target	12,788,306	15,714,668	28,502,974	154.50
% Net Change	3.80%	1.38%	2.45%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	188,756	0	188,756	0.00
Adjust Risk Management Premiums	6,731	0	6,731	0.00
Increase Payment In Lieu of Taxes	100,000	0	100,000	0.00
Total Increases	295,487	0	295,487	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(4,160)	0	(4,160)	0.00
COVANET Savings	(1,324)	0	(1,324)	0.00
Total Decreases	(5,484)	0	(5,484)	0.00
Total: Governor's Recommended Amendments	290,003	0	290,003	0.00
Governor's Recommended Budget	13,078,309	15,714,668	28,792,977	154.50
% Net Change	2.27%	0.00%	1.02%	0.00%
Other Education				
2002-04 Budget, Ch. 1042	95,308,798	61,638,160	156,946,958	659.00
DPB Target Adjustments	1,919,484	1,615,566	3,535,050	0.00
Grand Total: DPB Resource Target	97,228,282.00	63,253,726.00	160,482,008	659.00
% Net Change	2.01%	2.62%	2.25%	0.00%
Governor's Recommended Amendments				
Total Increases	3,755,524	2,036,200	5,791,724	45.50
Total Decreases	(686,093)	0	(686,093)	(5.50)
Total: Governor's Recommended Amendments	3,069,431.00	2,036,200.00	5,105,631	40.00
Governor's Recommended Budget	100,297,713.00	65,289,926.00	165,587,639	699.00
% Net Change	3.16%	3.22%	3.18%	6.07%
Office of Education				
2002-04 Budget, Ch. 1042	10,884,540,326	9,031,627,978	19,916,168,304	47,195.78
DPB Target Adjustments	92,869,864	122,496,390	215,366,254	(4.00)
Grand Total: DPB Resource Target	10,977,410,190.00	9,154,124,368.00	20,131,534,558	47,191.78
% Net Change	0.85%	1.36%	1.08%	(0.01%)

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Governor's Recommended Amendments				
Total Increases	1,454,365,671	856,657,875	2,311,023,546	1,828.04
Total Decreases	(577,340,849)	14,633,294	(562,707,555)	(18.50)
Total: Governor's Recommended Amendments	877,024,822.00	871,291,169.00	1,748,315,991	1,809.54
Governor's Recommended Budget	11,854,435,012.00	10,025,415,537.00	21,879,850,549	49,001.32
% Net Change	7.99%	9.52%	8.68%	3.83%

FINANCE

Secretary of Finance

2002-04 Budget, Ch. 1042	849,498	0	849,498	5.00
Total DPB Target Adjustments	36,216	0	36,216	0.00
DPB Resource Target	885,714	0	885,714	5.00
% Net Change	4.26%	NA	4.26%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	2,355	0	2,355	0.00
Transfer Technology Reform Funding	442	0	442	0.00
Total Increases	2,797	0	2,797	0.00
Proposed Decreases				
COVANET Savings	(188)	0	(188)	0.00
Total Decreases	(188)	0	(188)	0.00
Total: Governor's Recommended Amendments	2,609	0	2,609	0.00
Governor's Recommended Budget	888,323	0	888,323	5.00
% Net Change	0.29%	NA	0.29%	0.00%

Department of Accounts

2002-04 Budget, Ch. 1042	126,768,814	8,473,556	135,242,370	102.00
Total DPB Target Adjustments	607,936	(4,300,000)	(3,692,064)	0.00
DPB Resource Target	127,376,750	4,173,556	131,550,306	102.00
% Net Change	0.48%	(50.75%)	(2.73%)	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	175	0	175	0.00
Adjust Rent Charges	67,737	0	67,737	0.00
Transfer Technology Reform Funding	452,422	0	452,422	0.00
Provide Funding for School System Efficiency Reviews	5,740,000	0	5,740,000	18.00
Total Increases	6,260,334	0	6,260,334	18.00
Proposed Decreases				
Adjust Schedule for FINDS Updates	(50,000)	0	(50,000)	0.00
Eliminate Printed Reports	(80,000)	0	(80,000)	0.00
Transfer Position to DPB	(167,394)	0	(167,394)	(1.00)
Adjust Workers' Compensation Premiums	(603)	0	(603)	0.00
COVANET Savings	(2,712)	0	(2,712)	0.00
Create a New Transfer Payments Sub-Agency	(111,420,000)	(4,089,556)	(115,509,556)	0.00
Total Decreases	(111,720,709)	(4,089,556)	(115,810,265)	(1.00)
Total: Governor's Recommended Amendments	(105,460,375)	(4,089,556)	(109,549,931)	17.00
Governor's Recommended Budget	21,916,375	84,000	22,000,375	119.00
% Net Change	(82.79%)	(97.99%)	(83.28%)	16.67%

Dept. of Accounts Transfer Payments

2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
Create a New Transfer Payments Sub-Agency	111,420,000	4,089,556	115,509,556	0.00
Provide Funding for Line of Duty Act Payments	5,610,000	0	5,610,000	0.00
Deposit to Rainy Day Fund	87,000,000	0	87,000,000	0.00
Adjust Appropriation for Aid to Localities Program	5,980,000	0	5,980,000	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total Increases	210,010,000	4,089,556	214,099,556	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	210,010,000	4,089,556	214,099,556	0.00
Governor's Recommended Budget	210,010,000	4,089,556	214,099,556	0.00
% Net Change	NA	NA	NA	NA
Department of Planning and Budget				
2002-04 Budget, Ch. 1042	9,218,160	0	9,218,160	64.00
Total DPB Target Adjustments	445,132	0	445,132	0.00
DPB Resource Target	9,663,292	0	9,663,292	64.00
% Net Change	4.83%	NA	4.83%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer for Council on Virginia's Future	600,000	0	600,000	0.00
Transfer Position from DOA	167,394	0	167,394	1.00
Adjust Risk Management Premiums	219	0	219	0.00
Provide Funding for Staffing Needs	618,740	0	618,740	0.00
Adjust Rent Charges	46,759	0	46,759	0.00
Transfer Technology Reform Funding	43,824	0	43,824	0.00
Total Increases	1,476,936	0	1,476,936	1.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(1,025)	0	(1,025)	0.00
COVANET Savings	(486)	0	(486)	0.00
Total Decreases	(1,511)	0	(1,511)	0.00
Total: Governor's Recommended Amendments	1,475,425	0	1,475,425	1.00
Governor's Recommended Budget	11,138,717	0	11,138,717	65.00
% Net Change	15.27%	NA	15.27%	1.56%
Department of Taxation				
DPB Resource Target	131,260,908	83,598,728	214,859,636	918.50
% Net Change	2.64%	0.14%	1.65%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Postage Funding from Treasury	107,852	0	107,852	0.00
Postage Increase	394,800	0	394,800	0.00
Funding for Third-Party Collection Efforts	0	3,000,000	3,000,000	0.00
Adjust Risk Management Premiums	814	0	814	0.00
Adjust Workers' Compensation Premiums	19,797	0	19,797	0.00
Transfer Technology Reform Funding	9,913,774	0	9,913,774	0.00
Fund Tax Partnership Continuation Costs	22,255,595	0	22,255,595	0.00
Establish NGF for Voluntary Contributions	0	100,000	100,000	0.00
Implement Tax Reform	5,281,528	0	5,281,528	22.00
Total Increases	37,974,160	3,100,000	41,074,160	22.00
Proposed Decreases				
Reduce Warehouse Space	(200,000)	0	(200,000)	0.00
Adjust Federal Debt Setoff Program	(1,229,774)	0	(1,229,774)	0.00
Savings from Data Line Services	(6,250)	0	(6,250)	0.00
COVANET Savings	(51,802)	0	(51,802)	0.00
Strike Use of Court Debt Funds for Reprogramming	Language	0	0	0.00
Align NGF Appropriation with Expenditures	0	(51,616,647)	(51,616,647)	0.00
Total Decreases	(1,487,826)	(51,616,647)	(53,104,473)	0.00
Total: Governor's Recommended Amendments	36,486,334	(48,516,647)	(12,030,313)	22.00
Governor's Recommended Budget	167,747,242	35,082,081	202,829,323	940.50
% Net Change	27.80%	(58.04%)	(5.60%)	2.40%
Department of the Treasury				
2002-04 Budget, Ch. 1042	18,209,774	15,738,886	33,948,660	117.00
Total DPB Target Adjustments	(1,111,038)	274,274	(836,764)	0.00
DPB Resource Target	17,098,736	16,013,160	33,111,896	117.00
% Net Change	(6.10%)	1.74%	(2.46%)	0.00%

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Governor's Recommended Amendments				
Proposed Increases				
Postage Increase	205,200	0	205,200	0.00
Adjust Rent Charges	27,702	0	27,702	0.00
Transfer Technology Reform Funding	85,586	0	85,586	0.00
Fund Security for Public Deposits Act	0	195,000	195,000	1.00
Study State Owner-Controlled Insurance Program	0	100,000	100,000	0.00
Enhance Unclaimed Property System	0	200,000	200,000	0.00
Increase Staff for Unclaimed Property	0	155,498	155,498	2.00
Rent Increase for Additional Office Space	0	47,578	47,578	0.00
Total Increases	318,488	698,076	1,016,564	3.00
Proposed Decreases				
Reduce Printing of Earnings Notices	(45,000)	0	(45,000)	0.00
Reduce Printing of Payroll Checks	(17,500)	0	(17,500)	0.00
Use Electronic Funds Transfers for Payments	(64,404)	0	(64,404)	0.00
COVANET Savings	(1,804)	0	(1,804)	0.00
Realign Positions to Reflect Fund Sources	0	0	0	0.00
Transfer Disaster Recovery Funding	0	0	0	0.00
Eliminate Systems Design and Development Funding	0	(2,414,084)	(2,414,084)	0.00
Transfer Rent Reduction to Appropriate Program	0	0	0	0.00
Transfer Postage Funding to Taxation	(107,852)	0	(107,852)	0.00
Move Funding for Wage Employment	0	0	0	0.00
Move Private College Financing Revenue	0	0	0	0.00
Total Decreases	(236,560)	(2,414,084)	(2,650,644)	0.00
Total: Governor's Recommended Amendments	81,928	(1,716,008)	(1,634,080)	3.00
Governor's Recommended Budget	17,180,664	14,297,152	31,477,816	120.00
% Net Change	0.48%	(10.72%)	(4.94%)	2.56%
Treasury Board				
2002-04 Budget, Ch. 1042	570,423,450	20,590,816	591,014,266	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	570,423,450	20,590,816	591,014,266	0.00
% Net Change	0.00%	0.00%	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
Adjust Funding for Debt Service	50,502,039	(212)	50,501,827	0.00
Provide Debt Service for New Projects	20,740,491	0	20,740,491	0.00
Provide Debt Service for Higher Education Equipment	11,360,025	0	11,360,025	0.00
Total Increases	82,602,555	(212)	82,602,343	0.00
Proposed Decreases				
Adjust NGF Debt Service	0	(6,600,082)	(6,600,082)	0.00
Total Decreases	0	(6,600,082)	(6,600,082)	0.00
Total: Governor's Recommended Amendments	82,602,555	(6,600,294)	76,002,261	0.00
Governor's Recommended Budget	653,026,005	13,990,522	667,016,527	0.00
% Net Change	14.48%	(32.05%)	12.86%	NA
Office of Finance				
2002-04 Budget, Ch. 1042	853,360,310	128,288,728	981,649,038	1,206.50
DPB Target Adjustments	3,348,540	(3,912,468)	(563,928)	0.00
Grand Total: DPB Resource Target	856,708,850	124,376,260	981,085,110	1,207
% Net Change	0.39%	(3.05%)	(0.06%)	0.00%
Governor's Recommended Amendments				
Total Increases	338,645,270	7,887,420	346,532,690	44.00
Total Decreases	(113,446,794)	(64,720,369)	(178,167,163)	(1.00)
Total: Governor's Recommended Amendments	225,198,476	(56,832,949)	168,365,527	43.00
Governor's Recommended Budget	1,081,907,326	67,543,311	1,149,450,637	1,249.50
% Net Change	26.29%	(45.69%)	17.16%	3.56%

HUMAN RESOURCES

Secretary of Human Resources

2002-04 Budget, Ch. 1042	1,056,208	0	1,056,208	6.00
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2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total DPB Target Adjustments	41,410	9,580	50,990	0.00
DPB Resource Target	1,097,618	9,580	1,107,198	6.00
% Net Change	3.92%	NA	4.83%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	5,384	0	5,384	0.00
Transfer Technology Reform Funding	2,322	0	2,322	0.00
Total Increases	7,706	0	7,706	0.00
Proposed Decreases				
COVANET Savings	(430)	0	(430)	0.00
Total Decreases	(430)	0	(430)	0.00
Total: Governor's Recommended Amendments	7,276	0	7,276	0.00
Governor's Recommended Budget	1,104,894	9,580	1,114,474	6.00
% Net Change	0.66%	0.00%	0.66%	0.00%
Comprehensive Services for at-Risk Youth & Families				
2002-04 Budget, Ch. 1042	337,996,240	68,802,556	406,798,796	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	337,996,240	68,802,556	406,798,796	0.00
% Net Change	0.00%	0.00%	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
Increased Cost of Mandatory Services	46,818,776	48,565,938	95,384,714	0.00
Transfer Technology Reform Funding	19,636	0	19,636	0.00
Total Increases	46,838,412	48,565,938	95,404,350	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	46,838,412	48,565,938	95,404,350	0.00
Governor's Recommended Budget	384,834,652	117,368,494	502,203,146	0.00
% Net Change	13.86%	70.59%	23.45%	NA
Department for the Aging				
2002-04 Budget, Ch. 1042	27,837,938	59,666,342	87,504,280	27.00
Total DPB Target Adjustments	59,264	51,830	111,094	0.00
DPB Resource Target	27,897,202	59,718,172	87,615,374	27.00
% Net Change	0.21%	0.09%	0.13%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Senior Navigator Web-based Aging Information System	500,000	0	500,000	0.00
Expand Public Guardian and Conservator Program (GCA)	360,000	0	360,000	0.00
Transfer Technology Reform Funding	18,614	0	18,614	0.00
Total Increases	878,614	0	878,614	0.00
Proposed Decreases				
COVANET Savings	(286)	0	(286)	0.00
Technical Adjustment to FTEs from GF to NGF	0	0	0	0.00
Total Decreases	(286)	0	(286)	0.00
Total: Governor's Recommended Amendments	878,328	0	878,328	0.00
Governor's Recommended Budget	28,775,530	59,718,172	88,493,702	27.00
% Net Change	3.15%	0.00%	1.00%	0.00%
Department of for the Deaf & Hard of Hearing				
2002-04 Budget, Ch. 1042	2,354,932	274,774	2,629,706	14.00
Total DPB Target Adjustments	49,006	1,110	50,116	0.00
DPB Resource Target	2,403,938	275,884	2,679,822	14.00
% Net Change	2.08%	0.40%	1.91%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	3,854	0	3,854	0.00
Total Increases	3,854	0	3,854	0.00
Proposed Decreases				
COVANET Savings	(530)	0	(530)	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total Decreases	(530)	0	(530)	0.00
Total: Governor's Recommended Amendments	3,324	0	3,324	0.00
Governor's Recommended Budget	2,407,262	275,884	2,683,146	14.00
% Net Change	0.14%	0.00%	0.12%	0.00%
Department of Health				
2002-04 Budget, Ch. 1042	271,977,570	596,688,674	868,666,244	3,553.00
Total DPB Target Adjustments	7,321,044	8,596,762	15,917,806	0.00
DPB Resource Target	279,298,614	605,285,436	884,584,050	3,553.00
% Net Change	2.69%	1.44%	1.83%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Federal Funds-Public Health Activities	0	41,269,334	41,269,334	124.00
Additional Funds for EMS (\$4-for-Life)	0	27,600,000	27,600,000	0.00
Fed. Funds-Violent Death Report System in Medical Examiner's Office	0	829,318	829,318	0.00
AHEC Leverage of Federal Medicaid Funds	0	0	Language	0.00
AHEC 100% Cash Match of State Funds	0	0	Language	0.00
Transfer Technology Reform Funding	6,630,412	0	6,630,412	0.00
Adjust Rent Charges	373,702	0	373,702	0.00
Adjust Risk Management Premiums	4,245	0	4,245	0.00
Total Increases	7,008,359	69,698,652	76,707,011	124.00
Proposed Decreases				
Reduce GF for EMS	(6,371,646)	0	(6,371,646)	0.00
Substitute EMS \$4-for-Life for Med-Flight GF	0	(2,090,750)	(2,090,750)	0.00
Supplant Vital Records GF Oper. Support with Vital Statistics Automation Fee	(1,935,808)	1,935,808	0	0.00
Transfer Wastewater Activities to DEQ	(1,104,012)	0	(1,104,012)	(7.00)
COVANET Savings	(76,734)	0	(76,734)	0.00
Adjust Workers' Compensation Premiums	(28,171)	0	(28,171)	0.00
Total Decreases	(9,516,371)	(154,942)	(9,671,313)	(7.00)
Total: Governor's Recommended Amendments	(2,508,012)	69,543,710	67,035,698	117.00
Governor's Recommended Budget	276,790,602	674,829,146	951,619,748	3,670.00
% Net Change	(0.90%)	11.49%	7.58%	3.29%
Department of Health Professions				
2002-04 Budget, Ch. 1042	0	33,218,830	33,218,830	144.00
Total DPB Target Adjustments	0	621,458	621,458	2.00
DPB Resource Target	0	33,840,288	33,840,288	146.00
% Net Change	NA	1.87%	1.87%	1.39%
Governor's Recommended Amendments				
Proposed Increases				
Enforcement & Adj. Costs	0	4,461,110	4,461,110	27.00
Leverage Medicaid for CNA Reg. Prog.	0	0	Language	0.00
Total Increases	0	4,461,110	4,461,110	27.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	4,461,110	4,461,110	27.00
Governor's Recommended Budget	0	38,301,398	38,301,398	173.00
% Net Change	NA	13.18%	13.18%	18.49%
Department of Medical Assistance Services				
2002-04 Budget, Ch. 1042	3,678,161,088	3,827,767,112	7,505,928,200	323.00
Total DPB Target Adjustments	7,221,212	(6,721,580)	499,632	0.00
DPB Resource Target	3,685,382,300	3,821,045,532	7,506,427,832	323.00
% Net Change	0.20%	(0.18%)	0.01%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Medicaid Utilization and Inflation	120,818,551	1,239,285,126	1,360,103,677	0.00
Low-income Children (FAMIS Plus) Caseload	16,540,097	29,860,181	46,400,278	0.00
FAMIS Caseload Growth	14,804,793	26,147,620	40,952,413	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Unrealized Revenue Max. Initiatives	13,800,000	(13,800,000)	0	0.00
Increase Nursing Facility Reimbursement (GCA)	9,740,987	9,740,987	19,481,974	0.00
Increase Hospital Inpatient Reimbursement (GCA)	9,125,000	9,125,000	18,250,000	0.00
Involuntary Mental Commitments	3,053,713	0	3,053,713	0.00
Transfer Technology Reform Funding	1,577,798	0	1,577,798	0.00
Add 25 Develop. Disabled Waiver Slots (GCA)	804,431	804,431	1,608,862	0.00
Adjust Medically Needy Income Limits	0	0	Language	0.00
Develop Alzheimer's and Dementia Waiver	0	0	Language	0.00
Implement Medicaid Buy-In Program	0	0	Language	0.00
Adjust Risk Management Premiums	169	0	169	0.00
Total Increases	190,265,539	1,301,163,345	1,491,428,884	0.00
Proposed Decreases				
Indigent Care Payments to Teaching Hospitals	(28,029,259)	7,764,364	(20,264,895)	0.00
Implement Max. Allowable Cost for Generic Drugs	(10,300,000)	(10,300,000)	(20,600,000)	0.00
Move AIDS Waiver Patients to Elderly & Disabled Waiver	(2,341,736)	(2,341,736)	(4,683,472)	0.00
Implement Limited Disease Mgmt. Prog.	(2,000,000)	(2,000,000)	(4,000,000)	0.00
Reduce Admin. Funds for Disease Mgmt.	(1,400,000)	(1,400,000)	(2,800,000)	0.00
Reduce Payments for Durable Med. Equipment	(400,000)	(402,086)	(802,086)	0.00
Adjust Workers' Compensation Premiums	(920)	0	(920)	0.00
COVANET Savings	(14,956)	0	(14,956)	0.00
Total Decreases	(44,486,871)	(8,679,458)	(53,166,329)	0.00
Total: Governor's Recommended Amendments	145,778,668	1,292,483,887	1,438,262,555	0.00
Governor's Recommended Budget	3,831,160,968	5,113,529,419	8,944,690,387	323.00
% Net Change	3.96%	33.83%	19.16%	0.00%

Dept. of Mental Health, Mental Retardation & Substance Abuse Services

2002-04 Budget, Ch. 1042	790,011,914	664,316,302	1,454,328,216	9,867.75
Total DPB Target Adjustments	30,047,336	15,601,590	45,648,926	0.25
DPB Resource Target	820,059,250	679,917,892	1,499,977,142	9,868.00
% Net Change	3.80%	2.35%	3.14%	0.00%

Governor's Recommended Amendments

Proposed Increases				
MH Facility Revenue Shortfall	29,600,000	(29,600,000)	0	0.00
MH Discharge Assistance Funds (GCA)	8,983,333	0	8,983,333	0.00
Add 160 MR Waiver Slots (GCA)	6,666,667	0	6,666,667	0.00
Additional PACT Teams (GCA)	4,593,750	0	4,593,750	0.00
Community Mental Health Services for Children (GCA)	4,000,000	0	4,000,000	0.00
Increase Inpatient Treatment Beds Comm. Hospitals (GCA)	2,000,000	0	2,000,000	0.00
Transfer Technology Reform Funding	951,764	0	951,764	0.00
Conditionally Released Sex Offender Services	859,000	0	859,000	0.00
Replace Obsolete Computer Hardware	575,000	0	575,000	0.00
Advisory Comm. On Olmstead	0	0	Language	0.00
Adjust Workers' Compensation Premiums	129,607	0	129,607	0.00
Adjust Rent Charges	127,085	0	127,085	0.00
Adjust Risk Management Premiums	45,882	0	45,882	0.00
Inc. Federal Appr. to Reflect Grant Awards	0	18,800,000	18,800,000	0.00
Adjust NGF to Reflect Grant Increases	0	5,199,796	5,199,796	0.00
Adjust NGF for Admin & Support Services	0	779,594	779,594	0.00
Inc. NGF for MR/MI to Reflect Medicaid Rev.	0	688,160	688,160	0.00
Adjust NGF for Additional Grant	0	600,000	600,000	0.00
Transfer Day Support Funds to MR Training Centers	0	378,568	378,568	0.00
Total Increases	58,532,088	(3,153,882)	55,378,206	0.00
Proposed Decreases				
Transfer Funds to VA. Ctr. For Behavioral Rehabilitation	(1,200,000)	0	(1,200,000)	0.00
COVANET Savings	(141,008)	0	(141,008)	0.00
Reduce NGF Appr to Reflect 15% Red.	0	(3,896,454)	(3,896,454)	0.00
Adjust NGF to Reflect Decrease	0	(68,000)	(68,000)	0.00
Transfer Funds Between MH Activities	0	(11,000)	(11,000)	0.00
Total Decreases	(1,341,008)	(3,975,454)	(5,316,462)	0.00
Total: Governor's Recommended Amendments	57,191,080	(7,129,336)	50,061,744	0.00
Governor's Recommended Budget	877,250,330	672,788,556	1,550,038,886	9,868.00
% Net Change	6.97%	(1.05%)	3.34%	0.00%

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Department of Rehabilitative Services				
2002-04 Budget, Ch. 1042	47,586,068	199,149,192	246,735,260	707.00
Total DPB Target Adjustments	639,542	2,705,892	3,345,434	0.00
DPB Resource Target	48,225,610	201,855,084	250,080,694	707.00
% Net Change	1.34%	1.36%	1.36%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Tech. Adj. Trans. Post-Educ/Rehab Prog. From DOE	1,729,822	0	1,729,822	0.00
Increase Funding for Eligibility Workers	506,250	506,250	1,012,500	2.00
Expand Brain Injury Services in SW Virginia	150,000	0	150,000	0.00
Increase NGF from Neuro-Trauma Initiative	0	2,340,560	2,340,560	0.00
Total Increases	2,386,072	2,846,810	5,232,882	2.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(10,531)	0	(10,531)	0.00
COVANET Savings	(1,586)	0	(1,586)	0.00
Total Decreases	(12,117)	0	(12,117)	0.00
Total: Governor's Recommended Amendments	2,373,955	2,846,810	5,220,765	2.00
Governor's Recommended Budget	50,599,565	204,701,894	255,301,459	709.00
% Net Change	4.92%	1.41%	2.09%	0.28%
Woodrow Wilson Rehab. Center				
2002-04 Budget, Ch. 1042	10,188,252	38,779,166	48,967,418	363.00
Total DPB Target Adjustments	517,748	952,408	1,470,156	0.00
DPB Resource Target	10,706,000	39,731,574	50,437,574	363.00
% Net Change	5.08%	2.46%	3.00%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	1,266	0	1,266	0.00
Total Increases	1,266	0	1,266	0.00
Proposed Decreases				
Replace Contractors with Classified Staff	(150,000)	0	(150,000)	0.00
COVANET Savings	(64)	0	(64)	0.00
Total Decreases	(150,064)	0	(150,064)	0.00
Total: Governor's Recommended Amendments	(148,798)	0	(148,798)	0.00
Governor's Recommended Budget	10,557,202	39,731,574	50,288,776	363.00
% Net Change	(1.39%)	0.00%	(0.30%)	0.00%
Department of Social Services				
2002-04 Budget, Ch. 1042	546,196,864	2,425,146,448	2,971,343,312	1,647.50
Total DPB Target Adjustments	4,922,794	3,025,070	7,947,864	0.00
DPB Resource Target	551,119,658	2,428,171,518	2,979,291,176	1,647.50
% Net Change	0.90%	0.12%	0.27%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Restore GF for TANF Maint. of Effort	20,698,476	0	20,698,476	0.00
Mandatory Adoption Subsidy Payments	14,106,318	2,625,654	16,731,972	0.00
Mandatory IV-E (Foster Care) Payments	11,367,794	11,367,794	22,735,588	0.00
Child Care Subsidies for Low-Income Fam.	6,554,556	0	6,554,556	0.00
Transfer Technology Reform Funding	4,896,632	0	4,896,632	0.00
EBT Cost Increase for Food Stamps	1,820,940	1,820,940	3,641,880	0.00
Expand Services for Healthy Families VA	919,960	0	919,960	0.00
Assisted Living Facility Increase	0	0	Language	0.00
TANF Block Grant Balance and Earmarks	0	0	Language	0.00
Kinship Care for TANF Children	0	0	Language	0.00
Adjust Workers' Compensation Premiums	14,140	0	14,140	0.00
Adjust NGF for Increased Revenue	0	209,317,818	209,317,818	0.00
Adjust Risk Management Premiums	118	0	118	0.00
Total Increases	60,378,934	225,132,206	285,511,140	0.00
Proposed Decreases				
COVANET Savings	(603,380)	0	(603,380)	0.00
Contract Savings for Data Line Services	(411,980)	0	(411,980)	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Replace Wage Staff With Classified Staff	(134,114)	(163,916)	(298,030)	15.00
Total Decreases	(1,149,474)	(163,916)	(1,313,390)	15.00
Total: Governor's Recommended Amendments	59,229,460	224,968,290	284,197,750	15.00
Governor's Recommended Budget	610,349,118	2,653,139,808	3,263,488,926	1,662.50
% Net Change	10.75%	9.26%	9.54%	0.91%
Center for Behavioral Rehabilitation				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	3,261,230	0	3,261,230	10.00
DPB Resource Target	3,261,230	0	3,261,230	10.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
Staffing at VA Center for Behav. Rehab.	9,141,000	0	9,141,000	104.00
Transfer from Central Office	1,200,000	0	1,200,000	0.00
Total Increases	10,341,000	0	10,341,000	104.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	10,341,000	0	10,341,000	104.00
Governor's Recommended Budget	13,602,230	0	13,602,230	114.00
% Net Change	317.09%	NA	317.09%	1,040.00%
Va. Board for People with Disabilities				
2002-04 Budget, Ch. 1042	237,150	3,075,654	3,312,804	8.00
Total DPB Target Adjustments	7,482	32,336	39,818	0.00
DPB Resource Target	244,632	3,107,990	3,352,622	8.00
% Net Change	3.15%	1.05%	1.20%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	5,184	0	5,184	0.00
Adjust Rent Charges	5,175	0	5,175	0.00
Total Increases	10,359	0	10,359	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	10,359	0	10,359	0.00
Governor's Recommended Budget	254,991	3,107,990	3,362,981	8.00
% Net Change	4.23%	0.00%	0.31%	0.00%
Va. Dept. for the Blind & Vision Impaired				
2002-04 Budget, Ch. 1042	11,518,718	43,601,160	55,119,878	163.00
Total DPB Target Adjustments	376,518	3,187,316	3,563,834	0.00
DPB Resource Target	11,895,236	46,788,476	58,683,712	163.00
% Net Change	3.27%	7.31%	6.47%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Salary Study for Teachers of Blind	0	0	Language	0.00
Adjust Enterprise Appropriation	0	12,500,000	12,500,000	0.00
Transfer Technology Reform Funding	63,968	0	63,968	0.00
Adjust Risk Management Premiums	285	0	285	0.00
Total Increases	64,253	12,500,000	12,564,253	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(885)	0	(885)	0.00
COVANET Savings	(7,550)	0	(7,550)	0.00
Total Decreases	(8,435)	0	(8,435)	0.00
Total: Governor's Recommended Amendments	55,818	12,500,000	12,555,818	0.00
Governor's Recommended Budget	11,951,054	59,288,476	71,239,530	163.00
% Net Change	0.47%	26.72%	21.40%	0.00%
Va. Rehab. Ctr. for the Blind & Vision Impaired				
2002-04 Budget, Ch. 1042	382,930	3,453,398	3,836,328	26.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total DPB Target Adjustments	474	54,008	54,482	0.00
DPB Resource Target	383,404	3,507,406	3,890,810	26.00
% Net Change	0.12%	1.56%	1.42%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Federal Funds for Vocational Rehab. Services	0	80,000	80,000	0.00
Total Increases	0	80,000	80,000	0.00
Proposed Decreases				
COVANET Savings	(122)	0	(122)	0.00
Total Decreases	(122)	0	(122)	0.00
Total: Governor's Recommended Amendments	(122)	80,000	79,878	0.00
Governor's Recommended Budget	383,282	3,587,406	3,970,688	26.00
% Net Change	(0.03%)	2.28%	2.05%	0.00%

Office of Human Resources				
2002-04 Budget, Ch. 1042	5,725,505,872	7,963,939,608	13,689,445,480	16,849.25
DPB Target Adjustments	54,465,060	28,117,780	82,582,840	12.25
Grand Total: DPB Resource Target	5,779,970,932	7,992,057,388	13,772,028,320	16,861.50
% Net Change	0.95%	0.35%	0.60%	0.07%
Governor's Recommended Amendments				
Total Increases				
	376,716,456	1,661,294,179	2,038,010,635	257.00
Total Decreases				
	(56,665,708)	(12,973,770)	(69,639,478)	8.00
Total: Governor's Recommended Amendments	320,050,748	1,648,320,409	1,968,371,157	265.00
Governor's Recommended Budget	6,100,021,680	9,640,377,797	15,740,399,477	17,126.50
% Net Change	5.54%	20.62%	14.29%	1.57%

NATURAL RESOURCES

Secretary of Natural Resources				
2002-04 Budget, Ch. 1042	936,968	0	936,968	4.00
Total DPB Target Adjustments	33,610	0	33,610	0.00
DPB Resource Target	970,578	0	970,578	4.00
% Net Change	3.59%	NA	3.59%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	3,524	0	3,524	0.00
Transfer Technology Reform Funding	406	0	406	0.00
Total Increases	3,930	0	3,930	0.00
Proposed Decreases				
COVANET Savings	(284)	0	(284)	0.00
Total Decreases	(284)	0	(284)	0.00
Total: Governor's Recommended Amendments	3,646	0	3,646	0.00
Governor's Recommended Budget	974,224	0	974,224	4.00
% Net Change	0.38%	NA	0.38%	0.00%

Chesapeake Bay Local Assistance Department				
2002-04 Budget, Ch. 1042	2,779,288	0	2,779,288	20.00
Total DPB Target Adjustments	90,818	0	90,818	0.00
DPB Resource Target	2,870,106	0	2,870,106	20.00
% Net Change	3.27%	NA	3.27%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	10,930	0	10,930	0.00
Transfer Technology Reform Funding	19,942	0	19,942	0.00
Total Increases	30,872	0	30,872	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(469)	0	(469)	0.00
COVANET Savings	(190)	0	(190)	0.00
Total Decreases	(659)	0	(659)	0.00
Total: Governor's Recommended Amendments	30,213	0	30,213	0.00
Governor's Recommended Budget	2,900,319	0	2,900,319	20.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
% Net Change	1.05%	NA	1.05%	0.00%
Chippokes Plantation Farm Foundation				
2002-04 Budget, Ch. 1042	302,114	134,206	436,320	2.00
Total DPB Target Adjustments	744	0	744	0.00
DPB Resource Target	302,858	134,206	437,064	2.00
% Net Change	0.25%	0.00%	0.17%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Workers' Compensation Premiums	901	0	901	0.00
Provide Funding for Salaries and Fringes	5,118	0	5,118	0.00
Total Increases	6,019	0	6,019	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	6,019	0	6,019	0.00
Governor's Recommended Budget	308,877	134,206	443,083	2.00
% Net Change	1.99%	0.00%	1.38%	0.00%
Department of Conservation & Recreation				
2002-04 Budget, Ch. 1042	54,246,106	42,584,854	96,830,960	395.00
Total DPB Target Adjustments	1,712,512	2,200,692	3,913,204	0.00
DPB Resource Target	55,958,618	44,785,546	100,744,164	395.00
% Net Change	3.16%	5.17%	4.04%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	7,231	0	7,231	0.00
Adjust Rent Charges	99,897	0	99,897	0.00
Adjust Workers' Compensation Premiums	11,491	0	11,491	0.00
Transfer Technology Reform Funding	314,810	0	314,810	0.00
Water Quality Improvement Fund Deposit	1,917,500	0	1,917,500	0.00
Increase Dam Safety Program	515,659	0	515,659	1.00
Restore One Position	0	0	0	1.00
Realign Funding for One Position	0	0	0	0.00
Total Increases	2,866,588	0	2,866,588	2.00
Proposed Decreases				
COVANET Savings	(28,262)	0	(28,262)	0.00
Total Decreases	(28,262)	0	(28,262)	0.00
Total: Governor's Recommended Amendments	2,838,326	0	2,838,326	2.00
Governor's Recommended Budget	58,796,944	44,785,546	103,582,490	397.00
% Net Change	5.07%	0.00%	2.82%	0.51%
Department of Environmental Quality				
2002-04 Budget, Ch. 1042	2,241,790			
2002-04 Budget, Ch. 1042	65,474,166	211,584,924	277,059,090	857.00
Total DPB Target Adjustments	2,241,790	10,477,408	12,719,198	0.00
DPB Resource Target	67,715,956	222,062,332	289,778,288	857.00
% Net Change	3.42%	4.95%	4.59%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	1,369	0	1,369	0.00
Adjust Workers' Compensation Premiums	4,882	0	4,882	0.00
Transfer Technology Reform Funding	2,714,838	0	2,714,838	0.00
Water Supply Planning	1,000,000	0	1,000,000	7.00
Environmental Permit Programs	0	5,190,218	5,190,218	25.00
Evaluate Brownfields	0	727,004	727,004	6.00
Elizabeth River Clean-up	100,000	0	100,000	0.00
Water Quality Improvement Fund Deposit	5,752,500	0	5,752,500	0.00
Natural & Historic Resources Fund (GCA)	0	30,200,000	30,200,000	0.00
Sewage Treatment Oversight	1,104,012	0	1,104,012	7.00
Petroleum Storage Tank Fund	0	7,846,866	7,846,866	0.00
Add Positions for CEDS Oversight	0	0	0	6.00
Total Increases	10,677,601	43,964,088	54,641,689	51.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Proposed Decreases				
COVANET Savings	(2,312)	0	(2,312)	0.00
Total Decreases	(2,312)	0	(2,312)	0.00
Total: Governor's Recommended Amendments	10,675,289	43,964,088	54,639,377	51.00
Governor's Recommended Budget	78,391,245	266,026,420	344,417,665	908.00
% Net Change	15.76%	19.80%	18.86%	5.95%
Department of Game & Inland Fisheries				
2002-04 Budget, Ch. 1042	0	82,805,128	82,805,128	472.00
Total DPB Target Adjustments	0	2,538,306	2,538,306	0.00
DPB Resource Target	0	85,343,434	85,343,434	472.00
% Net Change	NA	3.07%	3.07%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Automated License System	0	1,500,000	1,500,000	0.00
Increase Game Protection (GCA)	1,466,722	0	1,466,722	0.00
Federal Wildlife Grants	0	3,500,000	3,500,000	0.00
Total Increases	1,466,722	5,000,000	6,466,722	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	1,466,722	5,000,000	6,466,722	0.00
Governor's Recommended Budget	1,466,722	90,343,434	91,810,156	472.00
% Net Change	NA	5.86%	7.58%	0.00%
Department of Historic Resources				
2002-04 Budget, Ch. 1042	4,850,780	2,267,232	7,118,012	43.00
Total DPB Target Adjustments	118,422	98,698	217,120	0.00
DPB Resource Target	4,969,202	2,365,930	7,335,132	43.00
% Net Change	2.44%	4.35%	3.05%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Transfer Technology Reform Funding	22,002	0	22,002	0.00
Total Increases	22,002	0	22,002	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(2,438)	0	(2,438)	0.00
COVANET Savings	(3,686)	0	(3,686)	0.00
Total Decreases	(6,124)	0	(6,124)	0.00
Total: Governor's Recommended Amendments	15,878	0	15,878	0.00
Governor's Recommended Budget	4,985,080	2,365,930	7,351,010	43.00
% Net Change	0.32%	0.00%	0.22%	0.00%
Marine Resources Commission				
2002-04 Budget, Ch. 1042	16,471,768	16,459,430	32,931,198	149.00
Total DPB Target Adjustments	605,506	(4,791,764)	(4,186,258)	0.00
DPB Resource Target	17,077,274	11,667,666	28,744,940	149.00
% Net Change	3.68%	(29.11%)	(12.71%)	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	732	0	732	0.00
Adjust Workers' Compensation Premiums	15,765	0	15,765	0.00
Transfer Technology Reform Funding	48,088	0	48,088	0.00
Non-Native Oyster Research	200,000	0	200,000	0.00
Tangier Island Seawall	258,000	0	258,000	0.00
Provide for Increased Personnel Costs	0	9,926	9,926	0.00
Total Increases	522,585	9,926	532,511	0.00
Proposed Decreases				
Eliminate Master Equipment Lease Funds	(333,220)	0	(333,220)	0.00
COVANET Savings	(9,634)	0	(9,634)	0.00
Total Decreases	(342,854)	0	(342,854)	0.00
Total: Governor's Recommended Amendments	179,731	9,926	189,657	0.00
Governor's Recommended Budget	17,257,005	11,677,592	28,934,597	149.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
% Net Change	1.05%	0.09%	0.66%	0.00%
Virginia Museum of Natural History				
2002-04 Budget, Ch. 1042	3,027,932	889,202	3,917,134	31.00
Total DPB Target Adjustments	154,824	10,546	165,370	0.00
DPB Resource Target	3,182,756	899,748	4,082,504	31.00
% Net Change	5.11%	1.19%	4.22%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	475	0	475	0.00
Transfer Technology Reform Funding	16,252	0	16,252	0.00
Executive Director's Salary	227,316	0	227,316	0.00
Total Increases	244,043	0	244,043	0.00
Proposed Decreases				
Adjust Workers' Compensation Premiums	(859)	0	(859)	0.00
COVANET Savings	(27,062)	0	(27,062)	0.00
Total Decreases	(27,921)	0	(27,921)	0.00
Total: Governor's Recommended Amendments	216,122	0	216,122	0.00
Governor's Recommended Budget	3,398,878	899,748	4,298,626	31.00
% Net Change	6.79%	0.00%	5.29%	0.00%
Office of Natural Resources				
2002-04 Budget, Ch. 1042	148,089,122	356,724,976	504,814,098	1,973.00
DPB Target Adjustments	4,958,226	10,533,886	15,492,112	0.00
Grand Total: DPB Resource Target	153,047,348	367,258,862	520,306,210	1,973
% Net Change	3.35%	2.95%	3.07%	0.00%
Governor's Recommended Amendments				
Total Increases	15,840,362	48,974,014	64,814,376	53.00
Total Decreases	(408,416)	0	(408,416)	0.00
Total: Governor's Recommended Amendments	15,431,946	48,974,014	64,405,960	53.00
Governor's Recommended Budget	168,479,294	416,232,876	584,712,170	2,026.00
% Net Change	10.08%	13.34%	12.38%	2.69%

PUBLIC SAFETY

Secretary of Public Safety				
2002-04 Budget, Ch. 1042	1,203,084	0	1,203,084	7.00
Total DPB Target Adjustments	42,550	0	42,550	0.00
DPB Resource Target	1,245,634	0	1,245,634	7.00
% Net Change	3.54%	NA	3.54%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	6,126	0	6,126	0.00
Transfer Technology Reform Funding	768	0	768	0.00
Total Increases	6,894	0	6,894	0.00
Proposed Decreases				
COVANET Savings	(2,184)	0	(2,184)	0.00
Total Decreases	(2,184)	0	(2,184)	0.00
Total: Governor's Recommended Amendments	4,710	0	4,710	0.00
Governor's Recommended Budget	1,250,344	0	1,250,344	7.00
% Net Change	0.38%	NA	0.38%	0.00%
Commonwealth's Attorneys' Services Council				
2002-04 Budget, Ch. 1042	836,938	76,900	913,838	5.00
Total DPB Target Adjustments	25,836	0	25,836	0.00
DPB Resource Target	862,774	76,900	939,674	5.00
% Net Change	3.09%	0.00%	2.83%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Additional Training Funds (GCA)	386,650	0	386,650	0.00
Transfer Technology Reform Funding	14,480	0	14,480	0.00
Total Increases	401,130	0	401,130	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Proposed Decreases				
COVANET Savings	(26)	0	(26)	0.00
Total Decreases	(26)	0	(26)	0.00
Total: Governor's Recommended Amendments	401,104	0	401,104	0.00
Governor's Recommended Budget	1,263,878	76,900	1,340,778	5.00
% Net Change	46.49%	0.00%	42.69%	0.00%
Dept. of Alcoholic Beverage Control				
2002-04 Budget, Ch. 1042	0	694,043,630	694,043,630	944.00
Total DPB Target Adjustments	0	3,867,604	3,867,604	0.00
DPB Resource Target	0	697,911,234	697,911,234	944.00
% Net Change	NA	0.56%	0.56%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Purchase Merchandise for Resale	0	52,702,497	52,702,497	0.00
Inflation Funding	0	3,842,575	3,842,575	0.00
Store Expansions	0	12,450,113	12,450,113	34.00
Total Increases	0	68,995,185	68,995,185	34.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	68,995,185	68,995,185	34.00
Governor's Recommended Budget	0	766,906,419	766,906,419	978.00
% Net Change	NA	9.89%	9.89%	3.60%
Dept. of Correctional Education				
2002-04 Budget, Ch. 1042	88,979,196	3,516,576	92,495,772	770.55
Total DPB Target Adjustments	3,335,000	156,554	3,491,554	0.00
DPB Resource Target	92,314,196	3,673,130	95,987,326	770.55
% Net Change	3.75%	4.45%	3.77%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	270	0	270	0.00
Adjust Rent Charges	27,209	0	27,209	0.00
Adjust Workers' Compensation Premiums	38,435	0	38,435	0.00
Transfer Technology Reform Funding	282,600	0	282,600	0.00
Total Increases	348,514	0	348,514	0.00
Proposed Decreases				
COVANET Savings	(11,490)	0	(11,490)	0.00
Total Decreases	(11,490)	0	(11,490)	0.00
Total: Governor's Recommended Amendments	337,024	0	337,024	0.00
Governor's Recommended Budget	92,651,220	3,673,130	96,324,350	770.55
% Net Change	0.37%	0.00%	0.35%	0.00%
Department of Corrections				
2002-04 Budget, Ch. 1042	1,462,454,482	120,743,248	1,583,197,730	12,531.75
Total DPB Target Adjustments	49,053,466	6,587,698	55,641,164	(10.00)
DPB Resource Target	1,511,507,948	127,330,946	1,638,838,894	12,521.75
% Net Change	3.35%	5.46%	3.51%	(0.08%)
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	79,257	0	79,257	0.00
Replace Out-of-State Prisoner Revenue	34,958,906	0	34,958,906	0.00
Re-open Nottoway Work Center	6,129,404	0	6,129,404	45.00
Expand Temporary Bed Utilization	2,616,073	0	2,616,073	0.00
Replace Grant Funds for TC Treatment Prg.	2,377,838	0	2,377,838	0.00
Replace Federal Funds for SA Services	1,899,574	0	1,899,574	0.00
Expand Transition Program	2,825,000	0	2,825,000	0.00
Increase Direct Inmate Costs	17,988,586	0	17,988,586	0.00
Expand Jail Pre-Release Programs	855,596	0	855,596	10.00
Transfer Technology Reform Funding	2,195,442	0	2,195,442	0.00
NGF Correctional Officer Positions	0	0	0	6.75

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Replace GF With Enterprise Funds	0	2,000,000	2,000,000	0.00
Total Increases	71,925,676	2,000,000	73,925,676	61.75
Proposed Decreases				
Eliminate Out-of-State Prisoner Revenue	0	(34,958,906)	(34,958,906)	0.00
Adjust Worker Compensation Premiums	(1,960,475)	0	(1,960,475)	0.00
Replace GF With Enterprise Funds	(2,000,000)	0	(2,000,000)	0.00
Enterprise Activity Appropriation	0	(2,000,000)	(2,000,000)	0.00
Consolidate Warehouse Operations	(1,204,700)	0	(1,204,700)	0.00
COVANET Savings	(445,132)	0	(445,132)	0.00
Defer Equipment Purchases	(700,000)	0	(700,000)	0.00
Commissary Automation	0	(99,432)	(99,432)	(1.00)
Total Decreases	(6,310,307)	(37,058,338)	(43,368,645)	(1.00)
Total: Governor's Recommended Amendments	65,615,369	(35,058,338)	30,557,031	60.75
Governor's Recommended Budget	1,577,123,317	92,272,608	1,669,395,925	12,582.50
% Net Change	4.34%	(27.53%)	1.86%	0.49%
Department of Criminal Justice Services				
2002-04 Budget, Ch. 1042	436,720,684	95,255,532	531,976,216	362.00
Total DPB Target Adjustments	1,458,558	3,726,928	5,185,486	0.00
DPB Resource Target	438,179,242	98,982,460	537,161,702	362.00
% Net Change	0.33%	3.91%	0.97%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
HB 599 Funding (GCA)	35,559,515	0	35,559,515	0.00
Adjust Risk Management Premiums	549	0	549	0.00
Adjust Rent Charges	24,166	0	24,166	0.00
Adjust Worker Compensation Premiums	19,798	0	19,798	0.00
Transfer Technology Reform Funding	465,236	0	465,236	0.00
Forensic Science Matching Grant	496,750	0	496,750	0.00
Private Security Services NGF Adjustment	0	500,000	500,000	2.00
Fund Shift for Breath Alcohol Analysis	0	0	0	0.00
Total Increases	36,566,014	500,000	37,066,014	2.00
Proposed Decreases				
Criminal Justice Training Academies	(203,240)	0	(203,240)	0.00
COVANET Savings	(26,482)	0	(26,482)	0.00
Total Decreases	(229,722)	0	(229,722)	0.00
Total: Governor's Recommended Amendments	36,336,292	500,000	36,836,292	2.00
Governor's Recommended Budget	474,515,534	99,482,460	573,997,994	364.00
% Net Change	8.29%	0.51%	6.86%	0.55%
Department of Emergency Management				
2002-04 Budget, Ch. 1042	6,018,976	13,270,532	19,289,508	81.00
Total DPB Target Adjustments	104,494	981,348	1,085,842	7.00
DPB Resource Target	6,123,470	14,251,880	20,375,350	88.00
% Net Change	1.74%	7.39%	5.63%	8.64%
Governor's Recommended Amendments				
Proposed Increases				
Homeland Security Grant Positions	0	1,144,788	1,144,788	13.00
NGF Personal Services Increase	0	36,290	36,290	0.00
Adjust Risk Management Premiums	1,280	0	1,280	0.00
Transfer Technology Reform Funding	88,452	0	88,452	0.00
Total Increases	89,732	1,181,078	1,270,810	13.00
Proposed Decreases				
COVANET Savings	(18,596)	0	(18,596)	0.00
Total Decreases	(18,596)	0	(18,596)	0.00
Total: Governor's Recommended Amendments	71,136	1,181,078	1,252,214	13.00
Governor's Recommended Budget	6,194,606	15,432,958	21,627,564	101.00
% Net Change	1.16%	8.29%	6.15%	14.77%
Department of Fire Programs				
2002-04 Budget, Ch. 1042	0	27,289,308	27,289,308	27.00
Total DPB Target Adjustments	0	100,576	100,576	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
DPB Resource Target	0	27,389,884	27,389,884	27.00
% Net Change	NA	0.37%	0.37%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Match for SAFER Grant Program	1,250,000	0	1,250,000	0.00
Fire Grant Program NGF Increase	0	14,064,938	14,064,938	0.00
Homeland Security NGF Positions	0	657,757	657,757	5.00
Personal Protective Equipment	0	200,000	200,000	0.00
Total Increases	1,250,000	14,922,695	16,172,695	5.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	1,250,000	14,922,695	16,172,695	5.00
Governor's Recommended Budget	1,250,000	42,312,579	43,562,579	32.00
% Net Change	NA	54.48%	59.05%	18.52%
Department of Juvenile Justice				
2002-04 Budget, Ch. 1042	351,973,352	17,454,544	369,427,896	2,427.00
Total DPB Target Adjustments	11,284,576	192,002	11,476,578	0.00
DPB Resource Target	363,257,928	17,646,546	380,904,474	2,427.00
% Net Change	3.21%	1.10%	3.11%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
JCC Security Positions (GCA)	2,725,000	0	2,725,000	0.00
Juvenile Direct Cost Increase	4,275,600	0	4,275,600	0.00
Continue Sex Offender Program	781,324	0	781,324	0.00
USDA NGF Appropriation Increase	0	1,011,442	1,011,442	0.00
Adjust Risk Management Premiums	6,960	0	6,960	0.00
Adjust Worker Compensation Premiums	752,139	0	752,139	0.00
Transfer Technology Reform Funding	729,858	0	729,858	0.00
Va. Beach Detention Center Operating Cost	3,975,818	0	3,975,818	0.00
Henrico County Detention Center Costs	4,269	0	4,269	0.00
Hampton/Newport News Juvenile Facility	56,808	0	56,808	0.00
Total Increases	13,307,776	1,011,442	14,319,218	0.00
Proposed Decreases				
COVANET Savings	(122,198)	0	(122,198)	0.00
Probation & Reentry Services NGF	0	(1,784,218)	(1,784,218)	0.00
Total Decreases	(122,198)	(1,784,218)	(1,906,416)	0.00
Total: Governor's Recommended Amendments	13,185,578	(772,776)	12,412,802	0.00
Governor's Recommended Budget	376,443,506	16,873,770	393,317,276	2,427.00
% Net Change	3.63%	(4.38%)	3.26%	0.00%
Department of Military Affairs				
2002-04 Budget, Ch. 1042	13,832,182	38,171,466	52,003,648	262.50
Total DPB Target Adjustments	161,406	720,612	882,018	0.00
DPB Resource Target	13,993,588	38,892,078	52,885,666	262.50
% Net Change	1.17%	1.89%	1.70%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Worker Compensation Premiums	12,340	0	12,340	0.00
Security Officers for Aviation Facility	0	301,360	301,360	5.00
Adjust Risk Management Premiums	1,004	0	1,004	0.00
Transfer Technology Reform Funding	4,582	0	4,582	0.00
Fort Pickett Operations Funding	0	1,135,666	1,135,666	13.00
Switch Positions to Federal Funds	0	143,590	143,590	0.00
Adjust Ft. Pickett Billeting Fund	0	515,136	515,136	0.00
State Military Reservation NGF Support	0	500,000	500,000	0.00
Total Increases	17,926	2,595,752	2,613,678	18.00
Proposed Decreases				
COVANET Savings	(680)	0	(680)	0.00
Total Decreases	(680)	0	(680)	0.00
Total: Governor's Recommended Amendments	17,246	2,595,752	2,612,998	18.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Governor's Recommended Budget	14,010,834	41,487,830	55,498,664	280.50
% Net Change	0.12%	6.67%	4.94%	6.86%
Department of State Police				
2002-04 Budget, Ch. 1042	324,847,458	99,173,024	424,020,482	2,704.00
Total DPB Target Adjustments	11,478,442	4,214,414	15,692,856	0.00
DPB Resource Target	336,325,900	103,387,438	439,713,338	2,704.00
% Net Change	3.53%	4.25%	3.70%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Continue Sworn Retention Pay Plan	2,100,000	(2,100,000)	0	0.00
Additional Sworn Personnel Pay Funding (GCA)	2,930,920	325,658	3,256,578	0.00
Adjust Risk Management Premiums	188,897	0	188,897	0.00
Transfer Technology Reform Funding	1,352,226	0	1,352,226	0.00
Supplant Med-Flight GF with EMS \$4-for-Life Funds	(2,090,750)	2,090,750	0	0.00
Establish Marijuana Eradication Program	0	550,000	550,000	0.00
Adjust Worker Compensation Premiums	884,872	0	884,872	0.00
Adlie & Middletown Weigh Station	0	0	0	4.00
Total Increases	5,366,165	866,408	6,232,573	4.00
Proposed Decreases				
COVANET Savings	(262,630)	0	(262,630)	0.00
Total Decreases	(262,630)	0	(262,630)	0.00
Total: Governor's Recommended Amendments	5,103,535	866,408	5,969,943	4.00
Governor's Recommended Budget	341,429,435	104,253,846	445,683,281	2,708.00
% Net Change	1.52%	0.84%	1.36%	0.15%
Virginia Parole Board				
2002-04 Budget, Ch. 1042	1,247,198	0	1,247,198	6.00
Total DPB Target Adjustments	50,924	0	50,924	0.00
DPB Resource Target	1,298,122	0	1,298,122	6.00
% Net Change	4.08%	NA	4.08%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
COVANET Savings	(832)	0	(832)	0.00
Adjust Worker Compensation Premiums	(434)	0	(434)	0.00
Total Decreases	(1,266)	0	(1,266)	0.00
Total: Governor's Recommended Amendments	(1,266)	0	(1,266)	0.00
Governor's Recommended Budget	1,296,856	0	1,296,856	6.00
% Net Change	(0.10%)	NA	(0.10%)	0.00%
Office of Public Safety				
2002-04 Budget, Ch. 1042	2,688,113,550	1,108,994,760	3,797,108,310	20,127.80
DPB Target Adjustments	76,995,252	20,547,736	97,542,988	(3.00)
Grand Total: DPB Resource Target	2,765,108,802	1,129,542,496	3,894,651,298	20,124.80
% Net Change	2.86%	1.85%	2.57%	(0.01%)
Governor's Recommended Amendments				
Total Increases	129,279,827	92,072,560	221,352,387	137.75
Total Decreases	(6,959,099)	(38,842,556)	(45,801,655)	(1.00)
Total: Governor's Recommended Amendments	122,320,728	53,230,004	175,550,732	136.75
Governor's Recommended Budget	2,887,429,530	1,182,772,500	4,070,202,030	20,261.55
% Net Change	4.42%	4.71%	4.51%	0.68%

TECHNOLOGY

Secretary of Technology				
2002-04 Budget, Ch. 1042	956,216	97,564	1,053,780	5.00
Total DPB Target Adjustments	35,182	0	35,182	0.00
DPB Resource Target	991,398	97,564	1,088,962	5.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
% Net Change	3.68%	0.00%	3.34%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Rent Charges	3,630	0	3,630	0.00
Transfer Technology Reform Funding	2,008	0	2,008	0.00
Total Increases	5,638	0	5,638	0.00
Proposed Decreases				
COVANET Savings	(232)	0	(232)	0.00
Total Decreases	(232)	0	(232)	0.00
Total: Governor's Recommended Amendments	5,406	0	5,406	0.00
Governor's Recommended Budget	996,804	97,564	1,094,368	5.00
% Net Change	0.55%	0.00%	0.50%	0.00%
Department of Information Technology				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Department of Technology Planning				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Innovative Technology Authority				
2002-04 Budget, Ch. 1042	15,301,910	0	15,301,910	0.00
Total DPB Target Adjustments	15,546	0	15,546	0.00
DPB Resource Target	15,317,456	0	15,317,456	0.00
% Net Change	0.10%	NA	0.10%	NA
Governor's Recommended Amendments				
Proposed Increases				
Adjust Risk Management Premiums	3,586	0	3,586	0.00
Transfer Technology Reform Funding	178,606	0	178,606	0.00
Total Increases	182,192	0	182,192	0.00
Proposed Decreases				
Phase-Out GF Support for CIT	(5,738,217)	0	(5,738,217)	0.00
Total Decreases	(5,738,217)	0	(5,738,217)	0.00
Total: Governor's Recommended Amendments	(5,556,025)	0	(5,556,025)	0.00
Governor's Recommended Budget	9,761,431	0	9,761,431	0.00
% Net Change	(36.27%)	NA	(36.27%)	NA

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Va. Information Providers Network Authority				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Va. Information Technologies Agency				
2002-04 Budget, Ch. 1042	4,688,912	64,080,938	68,769,850	367.00
Total DPB Target Adjustments	45,460	0	45,460	0.00
DPB Resource Target	4,734,372	64,080,938	68,815,310	367.00
% Net Change	0.97%	0.00%	0.07%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Support Start-Up Costs for VITA Consolidation	4,847,000	0	4,847,000	0.00
Add VITA Start-Up Equipment Out-Year Costs	1,038,000	0	1,038,000	0.00
Eliminate Duplication of Electronic Mail Systems	1,900,000	0	1,900,000	0.00
Adjust Risk Management Premiums	216	0	216	0.00
Transfer Technology Reform Funding	26,720	0	26,720	0.00
E-911 Network Improvements	0	2,000,000	2,000,000	0.00
Produce Operations Efficiency Savings	(1,644,000)	0	(1,644,000)	0.00
Total Increases	6,167,936	2,000,000	8,167,936	0.00
Proposed Decreases				
Adjust Worker's Compensation Premiums	(512)	0	(512)	0.00
Total Decreases	(512)	0	(512)	0.00
Total: Governor's Recommended Amendments	6,167,424	2,000,000	8,167,424	0.00
Governor's Recommended Budget	10,901,796	66,080,938	76,982,734	367.00
% Net Change	130.27%	3.12%	11.87%	0.00%
Office of Technology				
2002-04 Budget, Ch. 1042	20,947,038	64,178,502	85,125,540	372.00
DPB Target Adjustments	96,188	0	96,188	0.00
Grand Total: DPB Resource Target	21,043,226	64,178,502	85,221,728	372.00
% Net Change	0.46%	0.00%	0.11%	0.00%
Governor's Recommended Amendments				
Total Increases	6,355,766	2,000,000	8,355,766	0.00
Total Decreases	(5,738,961)	0	(5,738,961)	0.00
Total: Governor's Recommended Amendments	616,805	2,000,000	2,616,805	0.00
Governor's Recommended Budget	21,660,031	66,178,502	87,838,533	372.00
% Net Change	2.93%	3.12%	3.07%	0.00%

TRANSPORTATION

Secretary of Transportation				
2002-04 Budget, Ch. 1042	0	963,616	963,616	4.00
Total DPB Target Adjustments	0	37,380	37,380	0.00
DPB Resource Target	0	1,000,996	1,000,996	4.00
% Net Change	NA	3.88%	3.88%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Additional Support Positions	0	167,046	167,046	2.00
Federal Credit Assistance & Construction	Language	0	0	0.00
Transportation Trust Fund Priorities	Language	0	0	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total Increases	0	167,046	167,046	2.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	167,046	167,046	2.00
Governor's Recommended Budget	0	1,168,042	1,168,042	6.00
% Net Change	NA	16.69%	16.69%	50.00%
Department of Aviation				
2002-04 Budget, Ch. 1042	88,134	39,395,812	39,483,946	31.00
Total DPB Target Adjustments	0	603,418	603,418	0.00
DPB Resource Target	88,134	39,999,230	40,087,364	31.00
% Net Change	0.00%	1.53%	1.53%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Facilities & Equipment Program	0	1,800,000	1,800,000	0.00
General Aviation Airport Security	0	1,500,000	1,500,000	0.00
Small Aircraft System (SATS) Program	0	1,000,000	1,000,000	0.00
Financial Assistance to Airports Program	0	7,375,808	7,375,808	0.00
Aircraft Maintenance & Operations	0	795,096	795,096	0.00
Air Transportation System Planning	0	260,000	260,000	0.00
Total Increases	0	12,730,904	12,730,904	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	12,730,904	12,730,904	0.00
Governor's Recommended Budget	88,134	52,730,134	52,818,268	31.00
% Net Change	0.00%	31.83%	31.76%	0.00%
Department of Motor Vehicles				
2002-04 Budget, Ch. 1042	0	393,477,706	393,477,706	1,984.00
Total DPB Target Adjustments	0	9,804,780	9,804,780	0.00
DPB Resource Target	0	403,282,486	403,282,486	1,984.00
% Net Change	NA	2.49%	2.49%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Adjust Motor Vehicle Special Funds	0	17,614,236	17,614,236	0.00
Uninsured Motorist Funds	0	1,846,978	1,846,978	0.00
Hauling Permits Program from VDOT	0	3,400,000	3,400,000	10.00
Legal Presence Implementation	0	2,000,000	2,000,000	0.00
Federal Funds	0	19,627,238	19,627,238	0.00
Drive Smart Program	0	40,000	40,000	0.00
Total Increases	0	44,528,452	44,528,452	10.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	44,528,452	44,528,452	10.00
Governor's Recommended Budget	0	447,810,938	447,810,938	1,994.00
% Net Change	NA	11.04%	11.04%	0.50%
Dept. of Rail & Public Transportation				
2002-04 Budget, Ch. 1042	0	291,783,236	291,783,236	36.00
Total DPB Target Adjustments	0	2,677,242	2,677,242	0.00
DPB Resource Target	0	294,460,478	294,460,478	36.00
% Net Change	NA	0.92%	0.92%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Receive Professional Positions from VDOT	0	1,411,853	1,411,853	8.00
Mass Transit Operations	0	5,118,204	5,118,204	0.00
Transp. Efficiency Improvement Fund	0	2,200,000	2,200,000	0.00
Federal Funds Including Dulles Rail Project	0	120,668,509	120,668,509	0.00
Capital Assist. Pgm. for Elderly & Disabled	0	525,551	525,551	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total Increases	0	129,924,117	129,924,117	8.00
Proposed Decreases				
Dulles Toll Road Funding	0	(200,000)	(200,000)	0.00
Total Decreases	0	(200,000)	(200,000)	0.00
Total: Governor's Recommended Amendments	0	129,724,117	129,724,117	8.00
Governor's Recommended Budget	0	424,184,595	424,184,595	44.00
% Net Change	NA	44.05%	44.05%	22.22%
Department of Transportation				
2002-04 Budget, Ch. 1042	145,859,172	5,836,433,584	5,982,292,756	10,522.00
Total DPB Target Adjustments	0	46,412,576	46,412,576	0.00
DPB Resource Target	145,859,172	5,882,846,160	6,028,705,332	10,522.00
% Net Change	0.00%	0.80%	0.78%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Insurance Premium Tax Revenue for PTF (GCA)	272,000,000	0	272,000,000	0.00
FRAN Debt Service	9,021,028	0	9,021,028	0.00
Reflect Revenue Estimates	0	202,506,386	202,506,386	0.00
Reform Program Budget Structure	Language	0	0	0.00
Remove Prorated Charges from Budget	Language	0	0	0.00
Security & Emergency Management Div.	Language	0	0	0.00
Disadvantaged Business Enterprise Pgm.	Language	0	0	0.00
Coalfields Expressway Priority	Language	0	0	0.00
Statewide Construction Planning	Language	0	0	0.00
Total Increases	281,021,028	202,506,386	483,527,414	0.00
Proposed Decreases				
Reflect 6-Year Improvement Program	0	(266,272,521)	(266,272,521)	0.00
Fund Positions in Secretary's office	0	(167,046)	(167,046)	0.00
Transfer Positions & Funds to DRPT	0	(1,411,853)	(1,411,853)	(8.00)
Transfer Positions to DMV	0	0	0	(10.00)
Total Decreases	0	(267,851,420)	(267,851,420)	(18.00)
Total: Governor's Recommended Amendments	281,021,028	(65,345,034)	215,675,994	(18.00)
Governor's Recommended Budget	426,880,200	5,817,501,126	6,244,381,326	10,504.00
% Net Change	192.67%	(1.11%)	3.58%	(0.17%)
Motor Vehicle Dealer Board				
2002-04 Budget, Ch. 1042	0	2,666,732	2,666,732	22.00
Total DPB Target Adjustments	0	103,866	103,866	0.00
DPB Resource Target	0	2,770,598	2,770,598	22.00
% Net Change	NA	3.89%	3.89%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Agency Operations	0	631,402	631,402	0.00
Database Management	0	180,000	180,000	0.00
Total Increases	0	811,402	811,402	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	811,402	811,402	0.00
Governor's Recommended Budget	0	3,582,000	3,582,000	22.00
% Net Change	NA	29.29%	29.29%	0.00%
Virginia Port Authority				
2002-04 Budget, Ch. 1042	0	97,997,792	97,997,792	136.00
Total DPB Target Adjustments	0	423,136	423,136	0.00
DPB Resource Target	0	98,420,928	98,420,928	136.00
% Net Change	NA	0.43%	0.43%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Commonwealth Port Fund Debt Service	0	5,900,000	5,900,000	0.00
Straddle Carrier Debt Service/New Purchase	0	4,200,000	4,200,000	0.00
Crane Purchase Debt Service	0	1,850,000	1,850,000	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Security & Marketing Positions	0	375,000	375,000	4.00
Defined Pension Benefit Plan Costs	0	600,000	600,000	0.00
Security Vehicle	0	20,000	20,000	0.00
Inland Port - Payments In Lieu of Taxes	0	250,000	250,000	0.00
Advertising for Tourism & Conference	0	135,750	135,750	0.00
Legal Fees	0	200,000	200,000	0.00
Health & Other Insurance Costs	0	250,000	250,000	0.00
Additional Revenue for Port Operations	0	3,447,157	3,447,157	0.00
Revenue Bond Debt Service	0	6,967,563	6,967,563	0.00
Straddle Carrier Debt Sservice/2003 Session	0	2,300,000	2,300,000	0.00
Reflect Actual Debt Service Payments	0	172,201	172,201	0.00
Entertainment Costs	language	0	0	0.00
Total Increases	0	26,667,671	26,667,671	4.00
Proposed Decreases				
Reflect Actual Debt Service Payments	0	(208,982)	(208,982)	0.00
Total Decreases	0	(208,982)	(208,982)	0.00
Total: Governor's Recommended Amendments	0	26,458,689	26,458,689	4.00
Governor's Recommended Budget	0	124,879,617	124,879,617	140.00
% Net Change	NA	26.88%	26.88%	2.94%

Office of Transportation				
2002-04 Budget, Ch. 1042	145,947,306	6,662,718,478	6,808,665,784	12,735.00
DPB Target Adjustments	0	60,062,398	60,062,398	0.00
Grand Total: DPB Resource Target	145,947,306	6,722,780,876	6,868,728,182	12,735.00
% Net Change	0.00%	0.90%	0.88%	0.00%
Governor's Recommended Amendments				
Total Increases	281,021,028	417,335,978	698,357,006	24.00
Total Decreases	0	(268,260,402)	(268,260,402)	(18.00)
Total: Governor's Recommended Amendments	281,021,028	149,075,576	430,096,604	6.00
Governor's Recommended Budget	426,968,334	6,871,856,452	7,298,824,786	12,741.00
% Net Change	192.55%	2.22%	6.26%	0.05%

CENTRAL APPROPRIATIONS

Reversion Clearing Account				
2002-04 Budget, Ch. 1042	(54,828,504)	0	(54,828,504)	0.00
Total DPB Target Adjustments	54,828,504	0	54,828,504	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
Group Life Insurance Premium Holiday	(26,849,070)	0	(26,849,070)	0.00
30 Yr. Amortization of Retirement Rates	(27,306,767)	0	(27,306,767)	0.00
Retiree Health Care Credit	(671,225)	0	(671,225)	0.00
Total Decreases	(54,827,062)	0	(54,827,062)	0.00
Total: Governor's Recommended Amendments	(54,827,062)	0	(54,827,062)	0.00
Governor's Recommended Budget	(54,827,062)	0	(54,827,062)	0.00
% Net Change	NA	NA	NA	NA
Personnel Management Services				
2002-04 Budget, Ch. 1042	112,148,302	0	112,148,302	0.00
Total DPB Target Adjustments	(112,148,302)	0	(112,148,302)	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	(100.00%)	NA	(100.00%)	NA
Governor's Recommended Amendments				
Proposed Increases				
Employer Health Insurance Premiums	66,048,410	0	66,048,410	0.00
Total Increases	66,048,410	0	66,048,410	0.00
Proposed Decreases				

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	66,048,410	0	66,048,410	0.00
Governor's Recommended Budget	66,048,410	0	66,048,410	0.00
% Net Change	NA	NA	NA	NA
Higher Education Student Financial Assistance				
2002-04 Budget, Ch. 1042	9,000,000	0	9,000,000	0.00
Total DPB Target Adjustments	(9,000,000)	0	(9,000,000)	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	(100.00%)	NA	(100.00%)	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Revenue Administration Services				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
Sum Sufficient	0	0	Sum Sufficient	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Tobacco Settlement				
2002-04 Budget, Ch. 1042	0	159,080,648	159,080,648	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	159,080,648	159,080,648	0.00
% Net Change	NA	0.00%	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
Revised NGF Revenue Estimates	0	(6,704,775)	(6,704,775)	0.00
Total Decreases	0	(6,704,775)	(6,704,775)	0.00
Total: Governor's Recommended Amendments	0	(6,704,775)	(6,704,775)	0.00
Governor's Recommended Budget	0	152,375,873	152,375,873	0.00
% Net Change	NA	(4.21%)	(4.21%)	NA
Personal Property Tax Relief				
2002-04 Budget, Ch. 1042	1,841,378,464	0	1,841,378,464	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	1,841,378,464	0	1,841,378,464	0.00
% Net Change	0.00%	NA	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Retain Car Tax at 70%	103,400,000	0	103,400,000	0.00
Total Increases	103,400,000	0	103,400,000	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	103,400,000	0	103,400,000	0.00
Governor's Recommended Budget	1,944,778,464	0	1,944,778,464	0.00
% Net Change	5.62%	NA	5.62%	NA
Contingent Personal Property Tax Relief				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
Car Tax at 77.5% YR 1 and 85% YR 2 (GCA)	156,571,320	0	156,571,320	0.00
Total Increases	156,571,320	0	156,571,320	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	156,571,320	0	156,571,320	0.00
Governor's Recommended Budget	156,571,320	0	156,571,320	0.00
% Net Change	NA	NA	NA	NA
Technology Reform				
2002-04 Budget, Ch. 1042	27,971,812	0	27,971,812	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	27,971,812	0	27,971,812	0.00
% Net Change	0.00%	NA	0.00%	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
Spread Technology Costs to Agencies	(27,971,812)	0	(27,971,812)	0.00
Total Decreases	(27,971,812)	0	(27,971,812)	0.00
Total: Governor's Recommended Amendments	(27,971,812)	0	(27,971,812)	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	(100.00%)	NA	(100.00%)	NA
Compensation Supplements				
2002-04 Budget, Ch. 1042	48,792,814	0	48,792,814	0.00
Total DPB Target Adjustments	(48,792,814)	0	(48,792,814)	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	(100.00%)	NA	(100.00%)	NA
Governor's Recommended Amendments				
Proposed Increases				
FY '06 Salary Increase: State Employees	28,354,907	0	28,354,907	0.00
FY '06 Salary Increase: 1% for Extraordinary Contributors	1,669,304	0	1,669,304	0.00
FY '06 Salary Increase: Faculty	11,983,745	0	11,983,745	0.00
FY '06 Salary Increase: State-Supported Local Employees	12,408,550	0	12,408,550	0.00
FY '06 Salary Increase: Teachers	50,892,792	0	50,892,792	0.00
Pooled VRS Rates: State Employees	58,244,507	0	58,244,507	0.00
Va. Sickness & Disability Program Rates	17,299,398	0	17,299,398	0.00
Total Increases	180,853,203	0	180,853,203	0.00
Proposed Decreases				
Pooled VRS Rates: Teachers	(52,396,658)	0	(52,396,658)	0.00
Total Decreases	(52,396,658)	0	(52,396,658)	0.00
Total: Governor's Recommended Amendments	128,456,545	0	128,456,545	0.00
Governor's Recommended Budget	128,456,545	0	128,456,545	0.00
% Net Change	NA	NA	NA	NA

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Economic Contingency				
2002-04 Budget, Ch. 1042	44,811,682	3,200,000	48,011,682	0.00
Total DPB Target Adjustments	<u>(6,467,093)</u>	<u>(3,200,000)</u>	<u>(9,667,093)</u>	<u>0.00</u>
DPB Resource Target	38,344,589	0	38,344,589	0.00
% Net Change	(14.43%)	(100.00%)	(20.13%)	NA
Governor's Recommended Amendments				
Proposed Increases				
Increase Governor's Opportunity Fund	3,000,000	0	3,000,000	0.00
Semiconductor Mfg Performance Grant I	7,440,000	0	7,440,000	0.00
Semiconductor Mfg Performance Grant II	6,000,000	0	6,000,000	0.00
Total Increases	16,440,000	0	16,440,000	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	16,440,000	0	16,440,000	0.00
Governor's Recommended Budget	54,784,589	0	54,784,589	0.00
% Net Change	42.87%	NA	42.87%	NA
Oil Overcharge				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.00</u>
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Economic Development Consolidation				
2002-04 Budget, Ch. 1042	(1,000,000)	0	(1,000,000)	0.00
Total DPB Target Adjustments	<u>1,000,000</u>	<u>0</u>	<u>1,000,000</u>	<u>0.00</u>
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Public Safety Radio Systems				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.00</u>
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
State Agency Radio System (GCA)	5,020,000	0	5,020,000	0.00
Dept. of Forestry Radio System (GCA)	367,958	0	367,958	0.00
Total Increases	5,387,958	0	5,387,958	0.00
Proposed Decreases				

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	5,387,958	0	5,387,958	0.00
Governor's Recommended Budget	5,387,958	0	5,387,958	0.00
% Net Change	NA	NA	NA	NA
Central Appropriations				
2002-04 Budget, Ch. 1042	2,028,274,570	162,280,648	2,190,555,218	0.00
DPB Target Adjustments	(120,579,705)	(3,200,000)	(123,779,705)	0.00
Grand Total: DPB Resource Target	1,907,694,865	159,080,648	2,066,775,513	0.00
% Net Change	(5.94%)	(1.97%)	(5.65%)	NA
Governor's Recommended Amendments				
Total Increases	528,700,891	0	528,700,891	0.00
Total Decreases	(135,195,532)	(6,704,775)	(141,900,307)	0.00
Total: Governor's Recommended Amendments	393,505,359	(6,704,775)	386,800,584	0.00
Governor's Recommended Budget	2,301,200,224	152,375,873	2,453,576,097	0.00
% Net Change	20.63%	(4.21%)	18.72%	NA

Executive Branch				
2002-04 Budget, Ch. 1042	23,826,036,030	27,079,613,090	50,905,649,120	104,530.71
DPB Target Adjustments	138,862,713	233,656,214	372,518,927	9.25
Grand Total: DPB Resource Target	23,964,898,743	27,313,269,304	51,278,168,047	104,540
% Net Change	0.58%	0.86%	0.73%	0.01%
Governor's Recommended Amendments				
Total Increases	3,181,578,582	3,380,098,494	6,561,677,076	2,446.29
Total Decreases	(898,492,662)	(376,868,578)	(1,275,361,240)	(32.50)
Total: Governor's Recommended Amendments	2,283,085,920	3,003,229,916	5,286,315,836	2,413.79
Governor's Recommended Budget	26,247,984,663	30,316,499,220	56,564,483,883	106,953.75
% Net Change	9.53%	11.00%	10.31%	2.31%

INDEPENDENT AGENCIES

State Corporation Commission				
2002-04 Budget, Ch. 1042	0	186,302,926	186,302,926	653.00
Total DPB Target Adjustments	0	(1,652,630)	(1,652,630)	0.00
DPB Resource Target	0	184,650,296	184,650,296	653.00
% Net Change	NA	(0.89%)	(0.89%)	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	184,650,296	184,650,296	653.00
% Net Change	NA	0.00%	0.00%	0.00%

State Lottery Department				
2002-04 Budget, Ch. 1042	0	151,275,286	151,275,286	309.00
Total DPB Target Adjustments	0	1,400,664	1,400,664	0.00
DPB Resource Target	0	152,675,950	152,675,950	309.00
% Net Change	NA	0.93%	0.93%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Governor's Recommended Budget	0	152,675,950	152,675,950	309.00
% Net Change	NA	0.00%	0.00%	0.00%
Virginia College Savings Plan				
2002-04 Budget, Ch. 1042	0	7,624,254	7,624,254	50.00
Total DPB Target Adjustments	0	174,190	174,190	0.00
DPB Resource Target	0	7,798,444	7,798,444	50.00
% Net Change	NA	2.28%	2.28%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	7,798,444	7,798,444	50.00
% Net Change	NA	0.00%	0.00%	0.00%
Virginia Retirement System				
2002-04 Budget, Ch. 1042	500,000	59,559,044	60,059,044	233.00
Total DPB Target Adjustments	0	501,966	501,966	0.00
DPB Resource Target	500,000	60,061,010	60,561,010	233.00
% Net Change	0.00%	0.84%	0.84%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Increase Staffing for Workload	0	869,864	869,864	22.00
Increase Investment Staff for Workload	0	1,751,291	1,751,291	6.00
Provide VRS Info. Tech. Upgrades	0	422,000	422,000	0.00
Continue Investment Dept. Services	0	1,497,102	1,497,102	0.00
Reflect FY 2003 Salary Costs	0	569,760	569,760	0.00
Total Increases	0	5,110,017	5,110,017	28.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	5,110,017	5,110,017	28.00
Governor's Recommended Budget	500,000	65,171,027	65,671,027	261.00
% Net Change	0.00%	8.51%	8.44%	12.02%
Workers' Compensation Commission				
2002-04 Budget, Ch. 1042	0	38,472,264	38,472,264	184.00
Total DPB Target Adjustments	0	837,256	837,256	0.00
DPB Resource Target	0	39,309,520	39,309,520	184.00
% Net Change	NA	2.18%	2.18%	0.00%
Governor's Recommended Amendments				
Proposed Increases				
Provide Special Counsel to Commission	0	540,000	540,000	0.00
Adjust Positions to Meet Workload	0	0	0	5.00
Adjust Federal Funds	0	800,000	800,000	0.00
Total Increases	0	1,340,000	1,340,000	5.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	1,340,000	1,340,000	5.00
Governor's Recommended Budget	0	40,649,520	40,649,520	189.00
% Net Change	NA	3.41%	3.41%	2.72%
Va. Office for Protection & Advocacy				
2002-04 Budget, Ch. 1042	423,914	3,960,682	4,384,596	25.00
Total DPB Target Adjustments	8,700	627,784	636,484	2.00
DPB Resource Target	432,614	4,588,466	5,021,080	27.00

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
% Net Change	2.05%	15.85%	14.52%	8.00%
Governor's Recommended Amendments				
Proposed Increases				
Delay Ombudsman Program Implementation	0	0	0	0.00
Increase Positions for Federal Civil Rights Activities	0	0	0	2.00
Increase Funding for Federal Civil Rights Activities	0	466,348	466,348	6.00
Total Increases	0	466,348	466,348	8.00
Proposed Decreases				
COVANET Savings	(120)	0	(120)	0.00
Total Decreases	(120)	0	(120)	0.00
Total: Governor's Recommended Amendments	(120)	466,348	466,228	8.00
Governor's Recommended Budget	432,494	5,054,814	5,487,308	35.00
% Net Change	(0.03%)	10.16%	9.29%	29.63%

Independent Agencies				
2002-04 Budget, Ch. 1042	923,914	447,194,456	448,118,370	1,454.00
Governor's Recommended Amendments	8,700	1,889,230	1,897,930	2.00
Grand Total: DPB Resource Target	932,614	449,083,686	450,016,300	1,456.00
% Net Change	0.94%	0.42%	0.42%	0.14%
Governor's Recommended Amendments				
Total Increases	0	6,916,365	6,916,365	41.00
Total Decreases	(120)	0	(120)	0.00
Total: Governor's Recommended Amendments	(120)	6,916,365	6,916,245	41.00
Governor's Recommended Budget	932,494	456,000,051	456,932,545	1,497.00
% Net Change	(0.01%)	1.54%	1.54%	2.82%

NON-STATE AGENCIES

Non-State Agencies				
2002-04 Budget, Ch. 1042	0	0	0	0.00
Total DPB Target Adjustments	0	0	0	0.00
DPB Resource Target	0	0	0	0.00
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Proposed Increases				
No Increases	0	0	0	0.00
Total Increases	0	0	0	0.00
Proposed Decreases				
No Decreases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA

Non-State Agencies				
2002-04 Budget, Ch. 1042	0	0	0	0.00
DPB Target Adjustments	0	0	0	0.00
Grand Total: DPB Resource Target	0	0	0	0
% Net Change	NA	NA	NA	NA
Governor's Recommended Amendments				
Total Increases	0	0	0	0.00
Total Decreases	0	0	0	0.00
Total: Governor's Recommended Amendments	0	0	0	0.00
Governor's Recommended Budget	0	0	0	0.00
% Net Change	NA	NA	NA	NA

2004-06 BIENNIAL TOTAL

	General Fund	Nongeneral Fund	Total	Total FTE
Total: Operating Expenses				
2002-04 Budget, Ch. 1042	24,519,245,510	27,557,360,818	52,076,606,328	109,495.92
DPB Target Adjustments	145,033,789	236,098,280	381,132,069	11.25
Grand Total: DPB Resource Target	24,664,279,299	27,793,459,098	52,457,738,397	109,507
% Net Change	0.59%	0.86%	0.73%	0.01%
Governor's Recommended Amendments				
Total Increases	3,216,331,712	3,388,102,259	6,604,433,971	2,527.09
Total Decreases	(917,242,679)	(376,868,578)	(1,294,111,257)	(60.80)
Total: Governor's Recommended Amendments	2,299,089,033	3,011,233,681	5,310,322,714	2,466.29
Governor's Recommended Budget	26,963,368,332	30,804,692,779	57,768,061,111	111,973
% Net Change	9.32%	10.83%	10.12%	2.25%

Note: Governor's Contingent Appropriation (GCA)

APPENDIX D

Capital Outlay

**DETAIL OF HB/SB 30 - CAPITAL OUTLAY
2004-06 Biennial Total**

Agency/Title	General Fund Supported			Nongeneral Fund			Total
	GF	VCBA Bonds	VPBA Bonds	NGF	\$9(c) Bonds	\$9(d) Bonds	
Administration							
Department of General Services							
Acquire Virginia Retirement System Parking Deck	0	0	0	0	5,700,000	0	0
Fund Phase I at Seat of Government	0	0	4,433,000	0	0	0	0
Modify Ninth Street Office Building	0	0	1,632,000	0	0	0	0
Department of Veterans' Services							
Maintenance Reserve for the Veterans Care Center	0	0	0	100,000	0	0	0
Total: Office of Administration	0	0	6,065,000	100,000	5,700,000	0	0
Commerce and Trade							
Employment Commission							
Maintenance Reserve	0	0	0	1,059,000	0	0	0
Agriculture							
Construct Eastern Shore Marketing and Inspection Office	0	0	727,000	0	0	0	0
Forestry							
Acquire Forest Land	0	0	0	6,000,000	0	0	0
Total: Office of Commerce & Trade	0	0	727,000	7,059,000	0	0	0
Education							
Christopher Newport University							
Performing Arts Building Equipment	0	1,840,000	0	0	0	0	0
Improve Storm Water Management	0	1,709,000	0	491,000	0	0	0
Construct Parking Deck II	0	0	0	0	0	9,200,000	0
Construct Library/Info Tech Center, Supplement	0	5,000,000	0	0	0	0	0
William & Mary							
Renovate Dormitories	0	0	0	0	6,105,000	0	0
Renovate Commons Dining Hall	0	0	0	0	11,493,000	0	0
Replace Underground Utilities #1	0	5,801,000	0	0	0	0	0
Property Acquisition	0	0	0	1,000,000	0	0	0
Richard Bland College							
Art Building Equipment	0	50,000	0	0	0	0	0
Marine Science (VIMS)							
Improve Information Technology Infrastructure	0	1,200,000	0	0	0	0	0
George Mason University							
Construct Krasnow Institute Addition	0	0	0	0	0	6,000,000	0
Fairfax Research I Equipment	0	2,000,000	0	0	0	0	0
Construct Prince William Campus Performing Arts Center	0	0	0	0	0	35,000,000	0
Construct Institute for Conflict Analysis and Resolution Conference Center	0	0	0	0	0	9,000,000	0
Construct Parking Deck III	0	0	0	0	0	21,668,000	0
Renovate Student Housing, President's Park I	0	0	0	0	3,340,000	0	0
Construct Student Union III	0	0	0	0	0	10,021,000	0
Upgrade Old Arlington Building Infrastructure	0	1,650,000	0	0	0	0	0
Renovate Fairfax Academic Buildings	0	1,942,000	0	0	0	0	0
Renovate and Expand Physical Education Building	0	0	0	0	0	14,503,000	0
Bio-Defense Lab, Prince William Campus (Capital Lease)	0	0	0	0	0	0	0
Construct Student Housing VII	0	0	0	0	63,778,000	0	0
James Madison							
CISAT Academic Building A3 Equipment	0	4,369,000	0	0	0	0	0
Total	0	0	6,065,000	100,000	5,700,000	0	0
Total	0	0	7,786,000	7,059,000	0	0	0

**DETAIL OF HB/SB 30 - CAPITAL OUTLAY
2004-06 Biennial Total**

Agency/Title	General Fund Supported			Nongeneral Fund			Total
	GF	VCBA Bonds	VPBA Bonds	NGF	\$ 9(c) Bonds	\$ 9(d) Bonds	
Renovate Harrison Hall and Annex, Supplement	0	2,894,000	0	0	0	0	0
Storm and Surface Water Infrastructure, Phase I	0	3,836,000	0	1,279,000	0	0	0
Property Acquisition	0	0	0	3,062,000	0	0	0
Acquire Arboretum Property	0	0	0	350,000	0	0	0
Longwood University							
Modernize Heating Plant, Phase II	0	3,339,000	0	0	0	4,805,000	0
Construct Lacrosse / Field Hockey Complex	0	0	0	0	0	3,306,000	0
Renovate Blackwell Hall and Bookstore	0	0	0	0	0	3,850,000	0
Renovate and Improve Auxiliary Facilities	0	0	0	5,000,000	0	0	0
Mary Washington College							
Construct Convocation Center	0	0	0	0	0	20,000,000	0
Construct Parking Deck	0	0	0	0	0	5,000,000	0
Replace Belmont Roof and Repair Caretaker's House	0	250,000	0	0	0	0	0
Norfolk State University							
Maintenance Reserve	2,938,000	0	0	0	0	0	0
Technology Infrastructure	0	3,000,000	0	0	0	0	0
Old Dominion University							
Technology Building Equipment	0	1,741,000	0	0	0	0	0
Fire Safety Projects	0	1,475,000	0	0	0	0	0
Expand Telechnet Classroom Facilities at Community Colleges	0	6,860,000	0	0	0	0	0
Construct Indoor Tennis Center	0	0	0	0	0	4,000,000	0
Elizabeth River Waterfront Development, Planning	0	0	0	2,941,000	0	0	0
Relocate and Expand Athletic Facilities	0	0	0	0	0	5,736,000	0
Construct Village Parking Garage	0	0	0	0	0	8,168,000	0
Construct 49th Street Parking Garage	0	0	0	0	0	6,441,000	0
Property Acquisition	0	0	0	2,000,000	0	0	0
Radford University							
Renovate Russell Hall, Supplement	0	4,941,000	0	0	0	0	0
Replace Dedmon Center Roof	0	0	0	3,200,000	0	0	0
Improve Dedmon Center Facility	0	0	0	3,500,000	0	0	0
University of Virginia							
Construct Arts and Sciences Building, Supplement	0	0	0	37,816,000	0	0	0
Construct Alderman Road Housing	0	0	0	0	22,500,000	0	0
Upgrade Main Heating Plant	0	17,500,000	0	0	0	19,800,000	0
Acquire Property and Construct Medical Education Building	0	0	0	20,700,000	0	0	0
Construct Maywood Connector	0	0	0	20,000,000	0	0	0
Renovate School of Medicine Research Laboratories	0	0	0	4,000,000	0	0	0
Renovate Suhling Research Building Laboratories	0	0	0	4,000,000	0	0	0
Renovate Newcomb Hall Dining Facility	0	0	0	3,000,000	0	0	0
New Residence Halls, Planning	0	0	0	3,100,000	0	0	0
Renovate and Improve Academic and Research Facilities	0	0	0	14,000,000	0	0	0
Renovate and Improve Auxiliary Facilities	0	0	0	3,000,000	0	0	0
Commercial Paper Authorization	0	0	0	Language	0	0	0
UVA - Medical Center							
Construct Clinical Laboratory Building	0	0	0	10,000,000	0	0	0
Construct Children's Medical Center	0	0	0	37,000,000	0	11,000,000	0
Acquire Property and Construct Site Improvements	0	0	0	30,000,000	0	0	0
Renovate Medical Center Facilities	0	0	0	20,000,000	0	0	0

**DETAIL OF HB/SB 30 - CAPITAL OUTLAY
2004-06 Biennial Total**

Agency/Title	General Fund Supported			Nongeneral Fund			Total
	GF	VCBA Bonds	VPBA Bonds	NGF	\$9(c) Bonds	\$9(d) Bonds	
UVA's College at Wise							
Replace Water and Sewer Lines and Install Meters	0	1,645,000	0	705,000	0	0	0
Construct and Relocate Baseball and Softball Fields	0	0	0	1,500,000	0	0	0
Property Acquisition	0	799,000	0	0	0	0	0
Virginia Commonwealth University							
Property Acquisition	0	0	0	5,000,000	0	0	0
Business Building Renovation Equipment	0	127,000	0	0	0	0	0
Massey Cancer Ctr. Addition Equipment	0	2,901,000	0	0	0	0	0
Land Acquisition, East Precinct Campus	0	2,500,000	0	2,500,000	0	0	0
Construct Academic Campus Housing	0	0	0	0	20,713,000	0	0
Construct Tennis Center Complex	0	0	0	8,006,000	0	0	0
Renovate Student Dental Laboratory	0	2,160,000	0	3,840,000	0	0	0
Life and Fire Safety Compliance	0	2,000,000	0	0	0	0	0
Construct Rice Center Game and Inland Fisheries Regional Headquarters	0	0	0	0	1,600,000	0	0
Renovate West Hospital	0	3,000,000	0	0	0	0	0
Construct New School of Nursing	0	11,308,000	0	0	0	0	0
Virginia Community College System							
Science Laboratory Building Equipment, Lord Fairfax	0	2,845,000	0	0	0	0	0
South Campus Renovations Equipment, Virginia Western	0	208,000	0	0	0	0	0
Instructional Buildings Renovation Equipment, Wytheville	0	221,000	0	0	0	0	0
Improve Campus Landscape and Infrastructure, Thomas Nelson	0	0	0	250,000	0	0	0
Adv. Technology and Workforce Development Ctr. Equipment, Germanna	0	1,500,000	0	0	0	0	0
Nursing and TV Technology Buildings Equipment, Amundale, No. Virginia	0	600,000	0	0	0	0	0
Webber Hall Equipment, Virginia Western	0	419,000	0	0	0	0	0
Regional Automotive Technology Ctr. Equipment, Chesapeake, Tidewater	0	1,200,000	0	0	0	0	0
HVAC Building Equipment, Woodbridge Campus, Northern Virginia	0	500,000	0	0	0	0	0
Classroom and Laboratory Renovations Equipment, Christanna, Southside Va.	0	33,000	0	0	0	0	0
Classroom and Laboratory Renovations Equipment, Daniel, Southside Va.	0	206,000	0	0	0	0	0
Academic and Admin. Building Renovations Equipment, Thomas Nelson	0	520,000	0	0	0	0	0
Repair Mechanical Systems, Fauquier Campus, Lord Fairfax	0	683,000	0	42,000	0	0	0
Replace Hastings Hall HVAC, Thomas Nelson	0	1,932,000	0	0	0	0	0
Replace Heating and Cooling Systems, Wytheville	0	2,676,000	0	74,000	0	0	0
Major Mechanical Systems, Amundale and Woodbridge, No. Virginia	0	7,243,000	0	0	0	0	0
Lease Academic Space, Alexandria Campus, No. Virginia	0	0	0	0	0	0	0
Lease Academic Space, Amundale Campus, No. Virginia	0	0	0	5,618,000	0	0	0
Construct Performing Arts/Community Cultural Center, Dabney S. Lancaster	0	0	0	1,071,000	0	0	0
Construct Parking Lot and Connector Road, Parham, J. Sargeant Reynolds	0	0	0	0	0	18,849,000	0
Construct Parking Garage, Portsmouth Campus, Tidewater	0	0	0	0	0	20,810,000	0
Construct Student Center, Virginia Beach Campus, Tidewater	0	0	0	0	0	13,770,000	0
Construct Student Center, Norfolk Campus, Tidewater	0	0	0	0	0	0	0
Transfer Property to John Tyler, Thomas Nelson and Tidewater	0	0	0	350,000	0	0	0
Property Acquisition, New River	0	0	0	0	0	0	0
Lease Space for Consolidated Administrative Office, Tidewater	0	0	0	315,000	0	0	0
Construct Addition to Walker Fine Arts Center, Patrick Henry	0	0	0	0	0	0	0
Virginia Military Institute							
Emergency Repairs, Old Barracks	0	4,136,000	0	0	0	0	0
Improve Storm Sewer Drainage	0	953,000	0	362,000	0	0	0
Virginia Tech							
Bioinformatics Phase II Equipment	0	3,958,000	0	0	0	0	0

**DETAIL OF HB/SB 30 - CAPITAL OUTLAY
2004-06 Biennial Total**

Agency/Title	General Fund Supported			Nongeneral Fund			Total
	GF	VCBA Bonds	VPBA Bonds	NGF	\$ 9(c) Bonds	\$ 9(d) Bonds	
Game & Inland Fisheries							
Construct Central Warehouse	0	0	0	932,000	0	0	0
Renovate Coursey Springs Fish Hatchery	0	0	0	480,000	0	0	0
Improve Wildlife Management Areas	0	0	0	500,000	0	0	0
Improve Dam Safety	0	0	0	975,000	0	0	0
Maintenance Reserve	0	0	0				
Natural History Museum							
Construct New Museum Facility	0	0	4,230,000	0	0	0	0
Total: Office of Natural Resources	0	0	6,230,000	6,087,000	0	0	0
Public Safety							
Corrections - Central Office							
Replace St. Brides	0	0	32,475,000	0	0	0	0
Upgrade Powhatan Electrical System	0	0	750,000	0	0	0	0
Upgrade Coffeewood Water Treatment Plant	0	0	2,209,000	0	0	0	0
Repair Roofs Systemwide	0	0	3,000,000	0	0	0	0
Construct New Bridge and Entrance Road at Bland	0	0	1,962,000	0	0	0	0
Upgrade Haynesville Wastewater Treatment Plant	0	0	1,987,000	0	0	0	0
Construct Medium Security Prison	0	0	62,384,000	0	0	0	0
Expand Deerfield Correctional Center	0	0	21,908,000	0	0	0	0
Construct New Dairy and Dairy Processing Center	0	0	7,900,000	0	0	0	0
Replace VCCW Laundry Tunnel Washer	0	0	0	1,529,000	0	0	0
Emergency Management							
Emergency Operations Center (EOC) Supplement and Equipment	0	0	1,713,000	5,138,000	0	0	0
Repair Fire Safety Systems at Various Juvenile Correctional Centers	0	0	900,000	0	0	0	0
Repair Life Safety Systems at Various Juvenile Correctional Centers	0	0	2,000,000	0	0	0	0
State Police							
Emergency Operations Center (EOC) Use of Project Balances	0	0	139,188,000	6,667,000	0	0	0
Total: Office of Public Safety	0	0	139,188,000	6,667,000	0	0	0
Transportation							
Dept of Motor Vehicles							
West Henrico Customer Service Center (Capital Lease)	0	0	0	4,781,000	0	0	0
Roanoke DMV Customer Service Center (Capital Lease)	0	0	0	4,701,000	0	0	0
Gloucester DMV Customer Service Center (Capital Lease)	0	0	0	1,742,000	0	0	0
Dept of Transportation							
Maintenance Reserve	0	0	0	3,192,000	0	0	0
Acquire Land for Operational Facilities	0	0	0	862,000	0	0	0
Upgrade District/Residency Facilities	0	0	0	654,000	0	0	0
Construct Chemical Storage Facilities	0	0	0	3,520,000	0	0	0
Construct Combo Buildings	0	0	0	3,743,000	0	0	0
Construct/Renovate Office Buildings	0	0	0	196,000	0	0	0
Relocate Franklin Residency	0	0	0	2,118,000	0	0	0
Construct Gate City Area Headquarter Facilities	0	0	0	1,640,000	0	0	0
Construct Falling Branch Area Headquarter Facilities	0	0	0	577,000	0	0	0
Construct Bent Mountain Area Headquarter Facilities	0	0	0				
Construct Rivanna Area Headquarter Facilities	0	0	0				
Construct Northern Virginia District Field Operations Facility	0	0	0				
Total: Office of Transportation	0	0	0	4,781,000	0	0	0
Total: Office of Motor Vehicles	0	0	0	4,701,000	0	0	0
Total: Office of Transportation and Motor Vehicles	0	0	0	1,742,000	0	0	0
Total: Office of Transportation, Motor Vehicles and Public Safety	0	0	139,188,000	145,855,000	0	0	0

**DETAIL OF HB/SB 30 - CAPITAL OUTLAY
2004-06 Biennial Total**

Agency/Title	General Fund Supported			Nongeneral Fund			Total
	GF	VCBA Bonds	VPBA Bonds	NGF	\$ 9(c) Bonds	\$ 9(d) Bonds	
Port Authority							
Upgrade Central Office Generator	0	0	0	388,000	0	0	0
Construct Manassas Residency Office Building	0	0	0	328,000	0	0	0
Construct Northern Virginia District Building and Other Facilities (Contingent)	0	0	0	1,500,000	0	0	0
Maintenance Reserve							
Improve Empty Yard	0	0	0	3,000,000	0	0	0
Improve Norfolk International Terminal (South)	0	0	0	6,000,000	0	0	0
Improve Cargo-Handling Facilities	0	0	0	0	0	0	60,000,000
Purchase Straddle Carriers	0	0	0	6,000,000	0	0	0
Purchase Cranes	0	0	0	25,200,000	0	0	0
Total: Office of Transportation	0	0	0	81,142,000	0	0	60,000,000
Central Appropriations							
Central Capital Outlay							
Maintenance Reserve	50,000,000	0	0	0	0	0	0
Repairs and Improvements	7,500,000	0	0	0	0	0	0
Construct Commercial Biotechnology Facility	0	0	10,000,000	0	0	0	0
Total: Central Appropriations	57,500,000	0	10,000,000	0	0	0	0
Total: Capital Outlay	62,842,000	133,237,000	214,106,000	379,133,000	116,916,000	275,240,000	60,000,000
							1,241,474,000

APPENDIX E

Detailed Employment Summary

Summary of Employment Level Changes In Proposed Budget for 2004-2006

	Chapter 1042 - FY 2004		HB/SB 30		Difference		
	GF	NGF	GF	NGF	GF	NGF	Total
Legislative Department	577.50	34.50	577.50	34.50	0	0	0
Judicial Department	2,816.71	82.50	2,824.71	86.00	8	4	12
Executive Department							
Executive Offices	271.00	74.00	263.17	86.83	(8)	13	5
Administration	456.00	680.00	463.00	692.00	7	12	19
Commerce and Trade	1,020.70	1,569.68	988.11	1,682.77	(33)	113	80
Public Education	442.50	149.50	451.50	146.50	9	(3)	6
Higher Education	18,025.13	27,919.65	17,323.81	30,380.51	(701)	2,461	1,760
Other Education	444.00	215.00	447.50	251.50	4	37	40
Finance	1,109.50	97.00	1,145.50	104.00	36	7	43
Health & Human Resourc	9,105.67	7,743.58	9,581.62	7,544.88	476	(199)	277
Natural Resources	950.23	1,022.77	998.23	1,027.77	48	5	53
Public Safety	18,190.54	1,937.26	18,236.27	2,025.28	46	88	134
Technology	27.00	345.00	27.00	345.00	0	0	0
Transportation	0.00	12,735.00	0.00	12,741.00	0	6	6
Central Accounts	0.00	0.00	0.00	0.00	0	0	0
Independent Agencies*	1.88	1,452.12	1.88	1,495.12	0	43	43
Totals	53,438.36	56,057.56	53,329.80	58,643.66	(109)	2,586	2,478

*Pursuant to Chapters 905 and 1046, 1996 Act of Assembly, employees at MCV Hospital Authority are no longer included in the Budget. The estimated number of employees is 3,727.

