

Executive Offices

Adopted Adjustments (\$ in millions)				
	FY 2013 Adopted		FY 2014 Adopted	
	<u>GF</u>	<u>NGF</u>	<u>GF</u>	<u>NGF</u>
2012-14 Base Budget, Ch. 890	\$26.0	\$18.9	\$26.0	\$18.9
Increases	0.3	5.1	0.3	5.1
Decreases	<u>(0.0)</u>	<u>(2.5)</u>	<u>(0.0)</u>	<u>(2.5)</u>
\$ Net Change	0.3	2.6	0.3	2.6
Chapter 3 (HB 1301, as Adopted)	\$26.3	\$21.5	\$26.3	\$21.5
% Change	1.1%	13.9%	1.2%	13.9%
FTEs	256.67	179.33	256.67	179.33
# Change	(50.60)	70.10	(50.60)	70.10

- **Office of the Governor**

- *Governor's Office of Substance Abuse Prevention.* Includes a reduction of \$615,909 NGF and three positions each year to reflect the transfer of this function to the Department of Alcoholic Beverage Control.

- **Attorney General and Department of Law**

- *Medicaid Fraud Investigation.* Recognizes federal funds of \$3.9 million NGF each year to increase Medicaid fraud investigations. The required 25 percent state match is being provided from the 2008 Oxycontin settlement. An adjustment in the maximum employment level for this program will increase the MEL from 34 to 83 positions. All 83 positions have been filled.
 - This initiative is expected to result in an increase in Medicaid recoveries. A companion amendment to the Department of Medical Assistance Services (DMAS) reflects an additional \$20.0 million in revenues in FY 2014 for the Virginia Health Care Fund resulting from this initiative.
 - Language is added directing the Office of the Attorney General to report to the Chairmen of the House Appropriations and Senate Finance Committees by November 15, 2012, on the performance of the Medicaid Fraud Control Unit, including actual collections and deposits to the general fund.

- ***Indirect Cost Allocation.*** Includes \$610,884 NGF each year in additional state indirect cost allocation funds to address increased costs in support services, including computer hardware and software replacement, building rent increases, and supplies.
- ***Asset Forfeiture Funds.*** Provides \$48,250 NGF each year from federal asset forfeiture funds to address the increased cost of criminal investigations, including rent, supplies, gasoline, insurance and replacement of computer software.
- ***Nongeneral Fund Appropriations.*** Adds \$460,746 NGF each year from special funds to fill four vacant positions and cover increased support costs related to the child support enforcement, health services, environmental, and real estate divisions.
- ***Merge Human Rights Council into OAG.*** A companion amendment in Central Appropriations includes a savings of \$87,018 GF the first year and \$149,413 GF the second year based on the merger of the Human Rights Council into the Office of the Attorney General pursuant to SJR 66 and HJR 49 of the 2012 Session. A second companion amendment in Central Appropriations includes additional funds for the Office of the Attorney General related to this reorganization.
- ***Charges for Legal Services.*** Includes language clarifying that charges for legal services provided to nongeneral fund agencies and programs are to be set in consultation with the respective agency heads, and that legal services for general fund agencies are to be paid for out of the Attorney General’s appropriation.
- ***Regulatory, Consumer Advocacy, Litigation, and Enforcement Revolving Trust Fund.*** Includes language adjusting the carry-forward balance in this fund from \$900,000 NGF to \$1,550,000 NGF as of June 30, 2013, and \$1,250,000 NGF as of June 30, 2014. The increased carry-forward balance results from the use by the Office of the Attorney General of a portion of the Commonwealth’s funds received from the national Mortgage Servicing Settlement Agreement. A companion amendment to Chapter 2 of the 2012 Special Session I Acts of Assembly (HB 1300) increases the carry-forward balance as of June 30, 2012.
 - The additional \$300,000 NGF the first year will be generated by expanded consumer affairs activities resulting from the transfer of the Office of Consumer Affairs from the Department of Agriculture and Consumer Affairs pursuant to SJR 66 and HJR 49 of the 2012 General Assembly Session.
- ***Position Fund Split.*** Transfers 44.6 FTE positions from the general fund to nongeneral fund to reflect changes in how the positions are now funded.
- ***Maximum Employment Level.*** Increases the Maximum Employment Level (MEL) for the agency by a net of 31.5 FTE positions, from 342.5 to 374.0 FTE positions from all funds.