

Administration

Adopted Adjustments				
(\$ in millions)				
	FY 2013		FY 2014	
	<u>GF</u>	<u>NGF</u>	<u>GF</u>	<u>NGF</u>
2012-14 Current Budget (Ch. 3, 2012 Special Session I)	\$641.7	\$294.5	\$640.9	\$294.2
Approved Increases	6.5	65.3	5.8	66.1
Approved Decreases	<u>(0.0)</u>	<u>(0.0)</u>	<u>(2.1)</u>	<u>(0.3)</u>
\$ Net Change	6.5	65.3	3.8	65.8
Chapter 806 (HB 1500, as Adopted)	\$648.2	\$359.8	\$644.7	\$360.0
% Change	1.0%	22.2%	0.6%	22.4%
FTEs	376.50	483.00	370.50	489.00
# Change	0.00	0.00	(6.00)	6.00

- **Compensation Board**

- *Assistant Commonwealth's Attorneys.* Adds \$2.1 million GF the second year to increase the salaries for all Assistant Commonwealth's Attorneys, but not the salaries of elected Commonwealth's Attorneys. The amendment includes funding for a \$3,308 salary increase for each Assistant Commonwealth's Attorney, plus the related cost of fringe benefits. This is intended to be the first of two installments to raise the starting salary to \$52,000 over two years.
- *Career Development Programs.* Provides \$1.0 million GF the second year to restore the supplemental salary increases granted under the career development programs for constitutional officers, so that those officers and their staff who were granted salary increases in the first year would not experience a salary decrease in the second year. Language is also included to reinstate the program for new officers and staff, who meet the program criteria, to receive the supplemental salary amounts beginning in FY 2014 as earlier participants retire and leave the program, thereby freeing up funds within the existing appropriation.

- ***Staffing Cost for Richmond City Jail.*** Includes \$138,034 GF the second year for 15.0 additional treatment and administrative positions beginning in February, 2014 for the new Richmond City Jail.
- ***Federal Prisoners in Jails.*** Adds \$766,460 GF the second year and language to correct an anomaly in the federal overhead recovery policy that affected the Western Tidewater and Piedmont Regional Jails. The new language provides a partial exemption from the federal overhead recovery where federal funds were used to contribute to the construction of bed space specifically for the housing of federal inmates, and where the Compensation Board provides no staffing for the space but has been recovering overhead costs for the housing of federal inmates in the federal bed space.
- ***Federal Prisoners on Home Electronic Monitoring.*** Provides an exemption from the federal overhead cost recovery for those federal inmates assigned by the Federal Bureau of Prisons to a home electronic monitoring program. Currently there are federal inmates at the Riverside Regional Jail who are assigned to home electronic monitoring, but the overhead recovery policy applies to them as if they were actually housed in the jail.
- ***Medicaid Coverage for Jail Inmates.*** Adds language directing the Compensation Board to determine the number of local-responsible offenders who may be eligible for Medicaid coverage for off-site hospitalization.
- ***Jail Per Diems (FY 2013).*** Includes \$6.3 million GF the first year to fully fund the projected cost of per diem payments to regional and local jails.
- ***Jail Per Diems (FY 2014).*** Reduces the second year amount for jail per diems by \$540,000 GF to reflect the opening of the new River North Correctional Center in October 2013, which will result in the transfer of 517 state-responsible offenders from local or regional jails to the new facility.
- ***Conversion of Part-time Commonwealth's Attorneys to Full-time.*** Provides \$172,480 GF the second year to convert the Commonwealth's Attorneys in Bland and Cumberland Counties from part-time to full-time status.
- ***Collection of Fines and Fees.*** Adds language providing that the fees of any private attorneys or collection agencies engaged by the Commonwealth's Attorneys to collect fines, costs, forfeitures, penalties and restitution which are owed to the Commonwealth, shall be added to the amounts owed, up to a maximum of 17 percent (or up to 25 percent if the amount owed is more than 180 days delinquent). Additional revenue generated for the Literary Fund from this change is estimated to be \$6.1 million in FY 2014.

- *Constitutional Officer Pay Adjustments.* Adds language clarifying that state funding for salary increases for constitutional officers and their employees must be used to increase salaries, and not to supplant local funds provided for the salaries of constitutional officers and their employees as part of the 2012 VRS reform under the provisions of Chapter 822 of the 2012 Acts of Assembly.
- **Department of Employment Dispute Resolution**
 - *Implement Merger of the Department of Employment Dispute Resolution into the Department of Human Resources Management.* Transfers all of the second year appropriation and staffing for the Department of Employment Dispute Resolution to the Department of Human Resources Management pursuant to the reorganization approved in Chapters 803 and 835 of the 2012 Acts of Assembly. An amendment transfers \$727,030 GF, \$312,012 NGF, and 17.0 FTEs.
- **Department of General Services**
 - *Reflect Additional Federal Funding for Newborn Screening.* Includes an additional \$490,000 NGF and 6.0 FTEs in the second year to reflect increased federal funding for the Division of Consolidated Laboratory Services to test infants for severe combined immune deficiency. While testing is not expected to start until July 2014, this funding will be for hiring and training staff to conduct this testing.
 - *Eliminate Funding for Vacant Positions.* Realizes savings of \$267,062 GF in the second year by eliminating funding for 2.0 vacant positions. Included in this amount is \$92,062 for 1.0 information technology position and \$175,000 and 1.0 FTE designated for operation of the Facility Inventory and Condition System.
 - *Appropriate Federal Funding to Establish a Quality Assurance Office.* Provides \$300,000 NGF the first year and \$300,000 NGF the second year in federal funding to meet the requirements of the federal Food Safety Modernization Act of 2011 which requires accreditation of laboratories performing food testing under the FDA.
 - *Adjust Language for Sum Sufficient Appropriations to Reflect Updated Estimates.* Includes language amendments which increase the sum sufficient appropriation for real estate services from \$61.0 to \$63.0 million NGF the second year and which decrease the sum sufficient appropriation for capital outlay management Real Estate Services from \$36.0 to \$32.0 million NGF the second year.

- **Department of Human Resources Management**

- *Increase the NGF Appropriation for Local Choice Program.* Includes an increase in the NGF appropriation for the optional Local Choice Program from \$225.0 million to \$290.0 million in each year to reflect increases in local participation. The Local Choice Program is a health benefits program offered to local governments and school systems across the Commonwealth.
- *Automated Time, Attendance and Leave System.* The adopted budget provides \$606,439 GF in FY 2014, to support the cost of implementing and operating internet-based access to the Time, Attendance and Leave (TAL) System. The TAL is not a replacement of the existing legacy database. Use of the web-enabled access is optional to state agencies. HB 1500, as introduced, had provided \$340,934 GF to fund assumed agency charges related to the creation of an internal service fund for capturing the expense of maintaining this system by charging agency end users.
- *Notification of Total Compensation.* Directs the Department of Human Resources Management to develop and distribute guidelines to all executive, independent, legislative and judicial agencies, as well as institutions of higher education, for the provision of an annual statement of total compensation for each employee. The statement should account for all compensation and benefit payments including Social Security, Medicare, retirement, deferred compensation, health insurance and life insurance.
- *Actuarial Review of Expanding Availability of State Health Plan.* Provides \$100,000 GF in the first year to fund an actuarial review of the impact of including employees of local governments and local school divisions in the state employee health insurance program. The actuarial findings and agency recommendations on expansion of the program to local employees are due by October 15, 2013.
- *Electronic Explanation of Benefits.* Directs the development of an implementation plan for the electronic distribution of explanation of benefit statements to employees to the greatest extent allowed under federal law. Recommendations for implementation of this policy as well as an analysis of any projected cost savings are due by October 1, 2013.
- *Medication Therapy Management.* Modifies existing language to direct the implementation of a pilot program for the Medication Therapy Management program. The primary focus of the program is on employees with certain disease states, including Type II diabetes.

- **Human Rights Council**
 - *Reflect the Merger of the Human Rights Council into the Office of the Attorney General.* Eliminates all of the FY 2014 appropriation, \$382,399 GF and \$26,499 NGF, and the 4.0 staff positions for the Human Rights Council to reflect the reorganization approved in Chapters 803 and 835 of the 2012 Acts of Assembly. A companion amendment transfers this responsibility to the Office of the Attorney General.

- **Department of Minority Business Enterprise**
 - *Reduced Administrative Expenses.* Includes savings of \$22,946 GF the second year from decreasing the Department’s telecommunications bandwidth.

- **State Board of Elections**
 - *Local Retiree Health Insurance Credit.* Includes \$82,150 GF the first year and \$18,788 GF the second year to reimburse localities for the cost of the retiree health credit for registrars and their employees as required by the Code of Virginia. The FY 2013 amount includes funds to reimburse localities for FY 2013 as well as the prior four fiscal years.
 - *Reduced Personnel Costs.* Assumes savings of \$110,691 GF in FY 2014 from streamlining administrative operations.
 - *Voter Photo Identification.* Provides \$166,250 GF the second year for the procurement of necessary technology infrastructure and software to implement requirements for voter photo identification included in Chapter 725 of the 2013 Acts of Assembly (SB 1256). The State Board of Elections shall procure the appropriate technology and distribute to local registrars. Local registrars will be responsible for providing photo identification cards upon request of any eligible voter at no cost to the individual.