

2013 BUDGET ISSUES FOR VIRGINIA'S TREASURERS

House Appropriations
Compensation & Retirement
Subcommittee

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TREASURERS: SNAPSHOT

- 125 principal officers, elected pursuant to Constitution
- 735 Compensation Board-authorized deputies
- By statute, deputy costs are split 50-50 with locality; in fact, unfunded state share is presently ***\$5.7 million per year***
- Collect state & local taxes/revenues
- State functions include income tax, DMV satellite offices, pilot program for collection of delinquent state taxes

***ISSUE #1:* CONTINUATION OF CAREER DEVELOPMENT FUNDING PROVIDED IN 2012 SESSION**

Career Development background

- Program legislatively created by money committees in 2002 to retain experienced deputies, promote professional development; similar to Master Deputy Sheriff, Career Prosecutor programs
- Rigorous coursework, testing administered by Cooper Center for Public Service, U.Va.
- Provides small salary bump for those who earn certification (state pays only the state share of this bump – 50% for deputies)
- Funding frozen since 2008 – at this time last year, there were more than 110 treasurers & deputies who had qualified but were unfunded, most for years

PARTICIPANTS NEWLY FUNDED IN 2012 WILL SUFFER SALARY *CUT* ON JULY 1

- 2012 Session provided first-year money sufficient to fund **55** treasurers and deputies who had been waiting for years
- Governor's Budget Bill does not include second-year funding
- Without small appropriation (\$72,204), these 55 treasurers and deputies will suffer a 9.3% salary *cut* on July 1.

LOCALITIES WITH OFFICERS WHO WILL SUFFER SALARY CUTS (* = 2 or more)

- Campbell*
- Caroline*
- Charlottesville
- Craig
- Culpeper
- Fauquier*
- Fredericksburg
- Giles*
- Hampton
- Hanover
- Henry*
- Highland
- Hopewell*
- King & Queen
- Lancaster
- Manassas
- Manassas Park
- Mathews
- Middlesex
- Newport News*
- Orange
- Portsmouth*
- Powhatan*
- Prince Edward
- Richmond Co
- Roanoke City*
- Roanoke Co
- Rockingham*
- Shenandoah*
- Stafford
- Suffolk
- Surry
- Tazewell*
- Virginia Beach*
- Wise*
- York

ISSUE #2: CAREER DEVELOPMENT FUNDING FOR THOSE PREVIOUSLY QUALIFIED

- In addition to those funded in 2012, there are another **62** officers who have qualified and have been waiting for several years
- In reliance on the Program, they have taken the same coursework, passed the same tests, and met the same qualifications as those who receive the benefit – but received nothing.
- Small appropriation (\$133,911) will cover all 62 of these officers.

LOCALITIES WITH OFFICERS WHO WILL IMMEDIATELY BENEFIT (* = 2 or more)

- Amelia
- Bedford*
- Charlotte*
- Charlottesville
- **Chesterfield**
- Clarke
- Colonial Heights*
- Dinwiddie
- Falls Church
- Gloucester
- Grayson
- Greenville
- **Hampton**
- Harrisonburg*
- King & Queen*
- Lancaster
- Lunenburg
- **Madison***
- Mecklenburg*
- **New Kent**
- **Norfolk***
- Northumberland
- Patrick
- **Portsmouth***
- Prince George
- Richmond Co*
- Roanoke City
- Roanoke Co
- Southampton*
- Spotsylvania*
- Stafford*
- **Suffolk***
- Tazewell
- **Virginia Beach***
- Warren*
- Washington
- Wise
- York*

ISSUE #3: SALARY ADJUSTMENT

- Treasurers join in the request to consider an across-the-board salary adjustment for these offices.
 - There have been no funds for raises for five years.
 - Constitutional office employees have not received the one-time bonuses provided to state employees.
 - Health care costs have risen significantly.
- An entry-level deputy treasurer makes **\$19,856/year**.
- At this level, these employees fall only **\$15** above the qualifying level for food stamps for a household of two (that is, employee and spouse)
- A household of three (officer, spouse and one child) would fall more than **\$400 below** the level necessary to qualify for food stamps.

ISSUE #4: BEGIN RESTORATION OF STATE SHARE OF OFFICE OPERATING COSTS

- Cumulative budget cuts over recent biennia now total **\$5.7 million per year** in unfunded state share of treasurer office operations costs
- To place this in context, this is the equivalent of the state share of funding for over **550** deputy treasurers; the state share for one deputy is only slightly over \$10,000, because the cost is split 50-50 with the locality.
- Localities have been forced to absorb this state responsibility.
- It is important to **start** the restoration; we propose a 15% restoration in FY14, with the hope that 15% to 20% can be restored in succeeding years.