

*Joint
Conference Committee
Report on*

House Bill 1500

2017 Session

February 22, 2017

We, the conferees, appointed by the respective bodies to consider and report the disagreeing vote on House Bill 1500 report as follows:

- A. We recommend that the House and Senate amendments be rejected.**
- B. We recommend that House Bill 1500, as introduced, be amended as follows to resolve the matters under disagreement.**

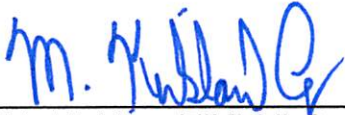
Respectfully submitted,



S. Chris Jones



Thomas K. Norment, Jr.



M. Kirkland "Kirk" Cox



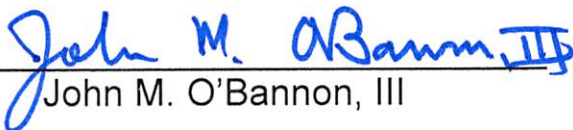
Emmett W. Hanger, Jr.



R. Steven "Steve" Landes



Richard L. Saslaw



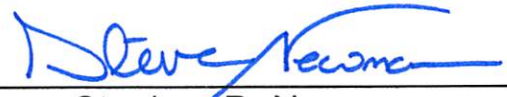
John M. O'Bannon, III



Janet D. Howell



Thomas A. "Tag" Greason



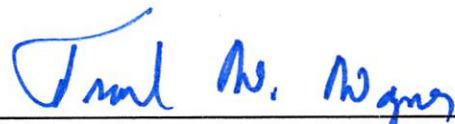
Stephen D. Newman



Luke E. Torian



Frank M. Ruff, Jr.



Frank W. Wagner

House Conferees

Senate Conferees

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Item 0 #1c

Revenues

Revenues

Language

Language:

Page 1, strike lines 40 through 50.

Page 2, strike lines 1 through 4 and insert:

	"First Year	Second Year	Total
Unreserved Balance, June 30, 2016	\$623,444,000	\$0	\$623,444,000
Additions to Balance	\$112,929,105	\$128,219,397	\$241,148,502
Revenue Stabilization Fund	\$294,653,279	\$272,542,500	\$567,195,779
Official Revenue Estimates	\$18,560,445,733	\$19,193,957,390	\$37,754,403,123
Transfers	\$650,197,811	\$640,173,562	\$1,290,371,373
Total General Fund Resources Available for Appropriation	\$20,241,669,928	\$20,234,892,849	\$40,476,562,777"

Page 2, strike lines 6 through 23 and insert:

	"First Year	Second Year	Total
Balance, June 30, 2016	\$4,795,976,243	\$0	\$4,795,976,243
Official Revenue Estimates	\$27,771,433,871	\$28,300,778,502	\$56,072,212,373
Lottery Proceeds Fund	\$599,982,144	\$546,495,789	\$1,146,477,933
Internal Service Fund	\$2,077,103,387	\$2,174,937,786	4,252,041,173
Bond Proceeds	\$383,382,000	\$405,126,132	\$778,508,132
Total Nongeneral Fund Revenues			

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Available for Appropriation	\$35,627,877,645	\$31,427,338,209	\$67,055,215,854
TOTAL PROJECTED REVENUES	\$55,869,547,573	\$51,662,231,058	\$107,531,778,631"

Explanation:

(This amendment includes the general and nongeneral fund revenue adjustments contained in the Conference Report on House Bill 1500 / Senate Bill 900.)

Item 1 #1c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 5, line 34, after "Senate" strike "and the".

Page 5, line 35, strike "Chairman Emeritus of the Senate Finance Committee".

Explanation:

(This amendment updates the language for the additional office allowance for leadership positions to reflect the fact that there is not a Chairman Emeritus of the Senate Finance Committee.)

Item 1 #2c

Legislative Department

General Assembly of Virginia

FY16-17

FY17-18

\$0

\$1,900,000

GF

Language:

Page 4, line 6, strike "\$41,577,738" and insert "\$43,477,738".

Page 4, line 10, strike "\$25,033,562" and insert "26,033,562".

Page 4, line 11, strike "\$13,894,993" and insert "\$14,794,993".

Explanation:

(This amendment provides \$1,000,000 from the general fund for the House of Delegates Clerk's office and \$750,000 from the general fund for the Senate Clerk's office to support moving costs that will be incurred when the General Assembly moves to the Pocahontas Building after the 2017 Session so the existing General Assembly Building can be demolished and replaced. An

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additional \$150,000 from the general fund is provided to the Senate for the Senate Finance Committee for activities planned in FY 2018.)

Item 1 #3c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 10, line 55, after "Commission.", insert:

"The Director of the Department of Planning and Budget is authorized to transfer the unexpended general fund and special fund balances of the Virginia Sesquicentennial of the American Civil War Commission as of July 1, 2017, to the respective general fund and special fund balances of the Virginia World War I and World War II Commemoration Commission. The Director of the Division of Legislative Services is authorized to fund the operations of the Virginia World War I and World War II Commemoration Commission from the appropriations to the Division and to provide full reimbursement to the Division from the unexpended balances of such Commission, once allotted."

Explanation:

(This amendment provides for the transfer of the unexpended balances as of July 1, 2017, from the Virginia Sesquicentennial of the American Civil War Commission to the Virginia World War I and World War II Commemoration Commission. This amendment also authorizes the Director of the Division of Legislative Services to fund the Virginia World War I and World War II Commemoration Commission from the Division's appropriations and to provide full reimbursement to the Division from the Commission's unexpended balances, once allotted.)

Item 1 #4c

Legislative Department

General Assembly of Virginia

FY16-17

\$0

FY17-18

\$12,500 GF

Language:

Page 4, line 6, strike "\$41,577,738" and insert "\$41,590,238".

Page 4, line 10, strike "\$25,033,562" and insert "\$25,041,062".

Page 4, line 11, strike "\$13,894,993" and "\$13,899,993".

Explanation:

(This amendment provides \$12,500 the second year from the general fund to cover expenses that will be incurred pursuant to the passage of House Bill 2348, which creates a legislative task force to work with the Virginia Historical Society in commemorating the centennial anniversary

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of women's right to vote in 2020.)

Item 1 #5c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 12, strike lines 5 through 7 and insert:

"5. The members of the Joint Subcommittee shall provide a final report to their respective committees at the conclusion of the review."

Explanation:

(This amendment updates the final reporting date for the Joint Subcommittee on the Future Competitiveness of Virginia Higher Education. The Joint Subcommittee will continue the review beyond 2017.)

Item 1 #6c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 12, after line 13, insert:

"6.a. The staff of the House Appropriations and Senate Finance Committees shall help facilitate the scope of work to be completed by the Joint Subcommittee for Health and Human Resources Oversight.

b. The staff of the Health and Human Resources and Elementary and Secondary Education Subcommittees for the House Appropriations and Senate Finance Committees shall facilitate a workgroup, in cooperation with the Office of Children's Services (OCS), the Virginia Department of Education (VDOE), the Department of Planning and Budget, the Department of Social Services, and the Department of Juvenile Justice, to examine the options and determine the actions necessary to better manage the quality and costs of private day educational programs currently funded through the Children's Services Act (CSA). Other stakeholders, such as those from local governments, school superintendents or their designees, CSA Community Policy and Management Teams and Family Assessment and Planning Teams, special education administrators, private providers, parents of special education students and others may provide additional information to the workgroup as requested.

c. In examining the options, the workgroup shall consider: (i) amending the CSA to transfer the

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state pool funding for students with disabilities in private day educational programs to the VDOE; (ii) the identification and collection of data on an array of measures to assess the efficacy of private special education day school placements; (iii) the identification of the resources necessary in order to transition students in private day school settings to a less restrictive environment; (iv) the role of Local Education Agencies in determining placements and overseeing the quality, cost and outcome of services for students with disabilities in private day educational programs; and (v) an assessment of the Individualized Education Program (IEP) process as compared to federal requirements, including how that process relates to the role of CSA Family Assessment and Planning Team (FAPT) in determining services for students with disabilities whose IEP requires private day educational placement.

d. The workgroup shall examine: (i) funding impacts; (ii) necessary statutory, regulatory or budgetary changes; and (iii) other relevant actions necessary to implement any recommended actions. A report on any preliminary findings and recommendations shall be submitted to the Chairmen of the House Appropriations and Senate Finance Committees by November 1, 2017."

Explanation:

(This amendment directs the staff of the House Appropriations and Senate Finance Committees to help facilitate the scope of work by the Joint Subcommittee for Health and Human Resources Oversight. Further, staff of the Health and Human Resources and Elementary and Secondary Education Subcommittees of the two committees are directed to facilitate a workgroup, in collaboration with relevant state agencies, to examine options and determine the actions necessary to better manage the quality and costs of private day educational programs currently funded through the Children's Services Act (CSA). A report was issued in November 2016 detailing various options for the General Assembly to consider related to private day educational program placements. This workgroup moves forward with the next step to examine options and determine the actions for consideration by the House Appropriations and Senate Finance Committees to be included in the 2018-20 biennial budget. In light of cost increases in recent years, various options are being considered to ensure appropriate alignment of decision making and the financial responsibility for private day educational program placements.)

Item 1 #7c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 4, strike lines 21 through 24.

Page 9, line 29, strike "Notwithstanding the salaries listed in Item 1, paragraph B.2., of this act,".

Page 9, line 30, after "House", strike "may establish a salary range" and insert "shall establish the salary".

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Page 9, line 31, strike "Notwithstanding the salaries listed in Item 1, paragraph B.3. of this act,".
Page 9, line 32, after "Rules", strike "may establish a salary range" and insert "shall establish the salary".

Explanation:

(This amendment clarifies that the salary for the Clerk of the House of Delegates is set by the Speaker of the House and the salary for the Clerk of the Senate is set by the Senate Committee on Rules.)

Item 1 #8c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 9, line 44, after "N.", insert "1."

Page 9, after line 48, insert:

"2. The Joint Subcommittee to Consult on the Plan to Close State Training Centers, in collaboration with the Department of Behavioral Health and Developmental Services, shall develop and evaluate a plan for consideration of operating a smaller state training center to serve those individuals for which care in a training center is appropriate. The Joint Subcommittee shall evaluate and determine the operating costs, capital costs, and consider all other relevant factors in developing the plan for consideration. The Joint Subcommittee shall make recommendations related to the consideration of the plan to the General Assembly by November 30, 2017."

Explanation:

(This amendment directs the Joint Subcommittee to Consult on the Plan to Close State Training Centers in collaboration with the Department of Behavioral Health and Developmental Services to develop and evaluate a plan for consideration of operating a smaller state training center and to make recommendations related to the consideration of such plan to the General Assembly by November 30, 2017.)

Item 1 #9c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 6, line 22, strike "shall" and insert "may".

Page 6, line 22, strike "the" and insert "a".

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Page 6, line 22, strike the second "of" and insert "equal to".

Explanation:

(This amendment modifies language relating to Member compensation for attendance at official meetings.)

Item 1 #10c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 7, line 12, after "employer.", insert:

"If such full-time employee who is a citizen member is required by his employer to take annual, family and personal, or other paid leave or unpaid leave to attend an official meeting under this paragraph, then such person shall be reimbursed for his reasonable and necessary expenses incurred by the body holding the meeting, or for meetings of advisory committees or advisory bodies, the body on whose behalf the meeting is being held, or by the entity that supports the work of the body. For the purposes of this paragraph, reasonable and necessary expenses shall exclude the reimbursement for leave taken by a citizen member who is a full-time employee of the Commonwealth."

Explanation:

(This amendment clarifies that a full-time state or local government employee serving on a legislative body will be reimbursed for his or her reasonable and necessary expenses when the employee is required by his or her employer to take leave to attend a meeting of the body because the service is personal and unrelated to the employee's full-time position.)

Item 1 #11c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 12, after line 13, insert:

"T. Notwithstanding any other provision of law, the Senate Joint Resolution 47 (2014 Session) Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century shall continue its work until December 1, 2019."

Explanation:

(This amendment extends the sunset on the Senate Joint Resolution 47 (2014) Joint

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Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century, by two years. Currently, the Joint Subcommittee is to complete its work by December 1, 2017 and this language extends the Joint Subcommittee for two additional years.)

Item 1 #12c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 12, after line 13, insert:

"T.1. The Co-Chairs of the Senate Finance Committee shall appoint five members from their Committee and the Chairman of the House Appropriations Committee shall appoint four members from his Committee and two members of the House Finance Committee to a Joint Subcommittee on Local Government Fiscal Stress. The Joint Subcommittee shall elect a chairman and vice-chairman from among its membership.

2. The goals and objectives of the Joint Subcommittee will be to review (i) savings opportunities from increased regional cooperation and consolidation of services; (ii) local responsibilities for service delivery of state-mandated or high priority programs, (iii) causes of fiscal stress among local governments, (iv) potential financial incentives and other governmental reforms to encourage increased regional cooperation; and (v) the different taxing authorities of cities and counties.

3. Administrative staff support shall be provided by the Office of the Clerks of the House and Senate. The Joint Subcommittee may seek support and technical assistance from the staff of the Division of Legislative Services, House Appropriations and Senate Finance Committees, and the Commission on Local Government. All agencies of the Commonwealth shall provide assistance to the Joint Subcommittee for this study, upon request.

4. No recommendation of the Joint Subcommittee shall be adopted if a majority votes against the recommendation. The Joint Subcommittee shall submit to the Division of Legislative Automated Systems an executive summary of its findings and recommendations no later than the first day of the next Regular Session of the General Assembly for each year."

Explanation:

(This amendment establishes a joint subcommittee tasked with identifying issues and potential solutions related to local fiscal stress.)

Item 1 #13c

Legislative Department

General Assembly of Virginia

Language

Conference Report to House Bill 1500

Language:

Page 12, after line 13, insert:

"T.1. The Chairmen of the House Appropriations and Senate Finance Committees shall each appoint four members from their respective committees to a Joint Subcommittee for Health and Human Resources Oversight to respond to federal health care changes, provide ongoing oversight of the Medicaid and children's health insurance programs and oversight of Health and Human Resources agencies. The members of the Joint Subcommittee shall elect a chairman and vice chairman annually.

2. The Joint Subcommittee shall monitor, evaluate and respond to federal legislation that repeals, amends or replaces the Affordable Care Act (ACA), Medicaid (Title XIX of the Social Security Act), the Children's Health Insurance Program (Title XXI of the Social Security Act) or any proposals to block grant or change the method by which these programs are funded. The joint subcommittee shall recommend actions to be taken by the General Assembly to address the impact of any such federal legislation that would affect the state budget and health care coverage now available to Virginians. Furthermore, the subcommittee shall evaluate federal changes for opportunities to improve Virginia's Medicaid and other health insurance programs.

3. The Joint Subcommittee shall provide ongoing oversight of initiatives and operations of the Health and Human Resources agencies. The joint subcommittee shall examine progress made in implementing changes to: (i) Medicaid managed care programs, including managed long-term supports and services (the Commonwealth Coordinated Care Plus program) and changes to the Medallion program; (ii) Medicaid waiver programs including the Medicaid waivers serving individuals with developmental disabilities; (iii) the Medicaid Enterprise System; (iv) improve eligibility, enrollment and renewal processes in the Medicaid and CHIP programs; (v) the organizational structure and realignment of staff and resources of the Department of Medical Assistance Services resulting from the change from a fee-for-service to a managed care delivery system; (vi) improve the cost effective delivery of services through the Comprehensive Services Act; and (vii) initiatives and programmatic changes across the Health and Human Resources agencies to ensure efficient and effective use of resources across the Secretariat.

4. The Joint Subcommittee may seek support and technical assistance from staff of the House Appropriations and Senate Finance Committees, the staff of the Joint Legislative Audit and Review Commission, and the staff of the Department of Medical Assistance Services. Other state agency staff shall provide support upon request."

Explanation:

(This amendment adds language creating a joint subcommittee of the House Appropriations and Senate Finance Committees to respond to federal health care changes, provide oversight of the Medicaid and children's health insurance programs, and provide oversight of Health and Human Resources agency operations.)

Legislative Department

General Assembly of Virginia

Language

Language:

Page 12, after line 13, insert:

"T. Pursuant to projects authorized and funded in paragraph E.1 of Item C-39.40 of Chapter 1 of the Acts of Assembly of 2014, operations of the Virginia General Assembly will temporarily move to and operate from the Pocahontas Building bounded by the following streets: 9th Street to the west, 10th Street to the east, Bank Street to the north, and Main Street to the south in the City of Richmond. Space occupied temporarily by the General Assembly shall be under the control of the Legislative Support Commission (§ 30-34.1). Funding for routine maintenance and operations of the temporary space is included in Item 1 of this act."

Explanation:

(This amendment transfers operational authority of the Pocahontas Building to the Legislative Support Commission during the General Assembly's temporary occupation of the space while the current General Assembly building is demolished and replaced.)

Item 1 #15c

Legislative Department

General Assembly of Virginia

Language

Language:

Page 11, line 31, after "1.", insert "a."

Page 11, after line 47, insert:

"b. The Subcommittee will also conduct a focused review of access, affordability, quality, and autonomy issues related to Virginia's public higher education system. As part of that review the Subcommittee will explore ways to (a) improve the quality of higher education; (b) review the autonomy and flexibility granted to Virginia's public higher education institutions, including the history of restructuring and the expansion of autonomy; (c) examine access and affordability in higher education, including the cost of education and need-based financial aid programs; (d) review the impact of financial, demographic, and competitive changes on the sustainability of Virginia's public higher education system; and (e) identify any practices that would result in more efficient outcomes regarding cost and completion, including dual enrollment and online programs."

Explanation:

(This amendment directs the Joint Subcommittee on the Future Competitiveness of Virginia Higher Education to conduct a focused review of Virginia public higher education's access, affordability, and autonomy issues.)

Item 2 #1c

Legislative Department

Auditor of Public Accounts

Language

Language:

Page 13, after line 7, insert:

"E. The Auditor of Public Accounts' Specifications for Audits of Counties, Cities, and Towns and the Specifications for Audits of Authorities, Boards, and Commissions, for the independent certified public accountants auditing localities and local government entities, shall include requirements related to the communication of other internal control deficiencies or financial matters, commonly referred to as a management letter. These requirements shall include that any such communication issued by the independent certified public accountants related to other internal control deficiencies or other financial matters that merit the attention of management and the governing body must be made in the form of official, written communication."

Explanation:

(This amendment requires the Auditor of Public Accounts to provide specific guidance as to how independent auditors should communicate significant findings when they are auditing political subdivisions.)

Item 4 #1c

Legislative Department

Division of Capitol Police

FY16-17

\$0

FY17-18

\$456,312 GF

Language:

Page 13, line 36, strike "\$8,214,260" and insert "\$8,670,572".

Page 13, line 40, before "Out" insert "A."

Page 13, after line 42 insert:

"B. Out of this appropriation \$456,312 from the general fund in the second year is provided for the following compensation actions effective July 10, 2017: increase the starting salary for entry level officers up to \$42,750, and subsequent to the salary actions authorized in Item 475 of this act provide an increase to the annual salary of all sworn officers with 18 or more months of \$4,533."

Explanation:

(This amendment provides \$456,312 to increase compensation for the Division of Capitol Police to make them comparable to local police departments in the Richmond area.)

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Item 4 #2c

Legislative Department	FY16-17	FY17-18	
Division of Capitol Police	\$0	\$1,300,000	GF

Language:

Page 13, line 36, strike "\$8,214,260" and insert "\$9,514,260".

Explanation:

(This amendment provides \$1.3 million the second year from the general fund for a staffing initiative for the Division of Capitol Police. Of this amount, \$700,000 is a base budget adjustment. An amendment under Item 36 reverts \$700,000 in balances from the Division of Capitol Police making this base budget adjustment budget neutral.)

Item 6 #1c

Legislative Department	FY16-17	FY17-18	
Division of Legislative Services	\$250,000	\$0	GF

Language:

Page 14, line 17, strike "\$6,612,073" and insert "\$6,862,073".

Page 14, after line 30, insert:

"D. Out of this appropriation, \$250,000 the first year from the general fund is provided to support the work of the Senate Joint Resolution 47 (2014) Joint Subcommittee to Study Mental Health Services in the Commonwealth in the 21st Century. The funding may be used to contract for expertise and assistance in its work to evaluate the community-based system of service delivery or other related topics as required by the work of the Joint Subcommittee. Any contractor hired shall evaluate the current system along with alternative delivery systems to provide the necessary information and assistance to the subcommittee in determining the most appropriate delivery system, or modifications to the current delivery system, that ensures access, quality, consistency, and accountability. Any remaining balance at year-end shall be carried forward to the subsequent fiscal year."

Explanation:

(This amendment provides \$250,000 the first year from the general fund to support the activities and work of the Senate Joint Resolution 47 (2014) Joint Subcommittee to Study Mental Health Services in the Commonwealth in the 21st Century. This funding would allow the Joint Subcommittee to contract for expertise in assessing and making recommendations related to improving the community-based delivery system for behavioral health services.)

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Item 6 #2c

Legislative Department	FY16-17	FY17-18
Division of Legislative Services	\$247,840	\$0 NGF

Language:

Page 14, line 17, strike "\$6,612,073" and insert "\$6,859,913".

Page 14, after line 30, insert:

"D. Included in this item is \$247,840 in the first year from dedicated special revenue to implement the recommendations of the Chesapeake Bay Restoration Fund Advisory Committee."

Explanation:

(This amendment appropriates dedicated special revenue from the sales of the "Friends of the Bay" license plate to the Chesapeake Bay Restoration Fund to support the recommendations of the Chesapeake Bay Restoration Fund Advisory Committee.)

Item 7 #1c

Legislative Department

Capitol Square Preservation Council

Language

Language:

Page 14, after line 41, insert:

"Any net proceeds from the public sale or auction of the surplus property from the General Assembly Building replacement project, less actual direct costs incurred by the Clerk of the House of Delegates, the Clerk of the Senate, and the Department of General Services, shall be deposited into a special non-reverting fund created on the books of the State Comptroller. The Capitol Square Preservation Council shall transfer these funds to the Virginia Capitol Preservation Foundation after entering into an agreement to use such funds to support the restoration and ongoing preservation of Virginia's Capitol and Capitol Square."

Explanation:

(This amendment establishes that net proceeds from the public sale or auction of the surplus property associated with the General Assembly Building replacement project, less costs incurred by the Clerks of the House of Delegates, the Senate, and the Department of General Services, be deposited into a non-reverting fund on the books of the State Comptroller. The funds shall be transferred by the Capitol Square Preservation Council to the Virginia Capitol Preservation Foundation after entering into an agreement to use such funds to support the restoration and ongoing preservation of the Capitol and Capitol Square.)

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Item 18 #1c

Legislative Department	FY16-17	FY17-18	
Virginia Sesquicentennial of the American Civil War Commission	\$0	(\$107,403)	GF
	\$0	(\$100,596)	NGF

Language:

Page 17, line 20, strike "\$207,999" and insert "\$0".

Page 17, line 30, strike "As of June 30, 2017, any unexpended".

Page 17, strike lines 31 and 32.

Page 17, strike lines 33 through 39, and insert:

"3. The Director of the Department of Planning and Budget is authorized to transfer the unexpended general fund and special fund balances of the Virginia Sesquicentennial of the American Civil War Commission as of July 1, 2017, to the respective general fund and special fund balances of the Virginia World War I and World War II Commemoration Commission."

Explanation:

(This amendment provides for the transfer of the unexpended balances as of July 1, 2017, from the Virginia Sesquicentennial of the American Civil War Commission to the Virginia World War I and World War II Commemoration Commission.)

Item 24 #1c

Legislative Department	FY16-17	FY17-18	
Virginia Bicentennial of the American War of 1812 Commission	(\$23,412)	(\$23,414)	GF

Language:

Page 19, line 9, strike "\$23,412" and insert "\$0".

Page 19, line 9, strike "\$23,414" and insert "\$0".

Explanation:

(This amendment eliminates funding for the Virginia Bicentennial of the American War of 1812 Commission. The Commission no longer exists.)

Item 26 #1c

Legislative Department	FY16-17	FY17-18	
Virginia Conflict of Interest and Ethics Advisory Council	\$0	\$40,000	GF

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Language:

Page 19, line 26, strike "\$558,000" and insert "\$598,000".

Page 19, after line 29, insert:

"Of the \$473,000 in fiscal year 2017 and \$598,000 in fiscal year 2018 appropriated to the Council, an amount estimated at \$195,000 each year is from lobbyist registration fees pursuant to § 2.2-424, Code of Virginia."

Explanation:

(This amendment provides \$40,000 the second year from the general fund to fully fund the Council. This will allow the Council to be fully staffed going forward to discharge its responsibilities, which include processing information from over 11,000 executive branch officers, judges, local government officials, school board members, and General Assembly members annually. The amendment also states that the appropriation in both fiscal years is in part made up of lobbyist registration fees, estimated at \$195,000 each fiscal year. The total appropriation in fiscal year 2018 includes a one-time additional amount of \$150,000 to restore the \$150,000 that was administratively transferred on a one time basis from fiscal year 2018 to fiscal year 2017 to pay for systems upgrades to facilitate the online filing of Statements of Economic Interests as required by law.)

Item 27 #1c

Legislative Department	FY16-17	FY17-18	
Commission for the Commemoration of the Centennial of Women's Right to Vote	(\$20,000)	(\$20,000)	GF

Language:

Page 19, line 38, strike "\$20,000" and insert "\$0".

Page 19, line 38, strike "\$20,000" and insert "\$0".

Explanation:

(This amendment eliminates funding for the Commission for the Commemoration of the Centennial of the Women's Right to Vote to reflect the passage of House Bill 2348. Instead of creating a commission, House Bill 2348 directed the Virginia Historical Society to develop a plan to lead the Commonwealth in commemorating the centennial anniversary of women's right to vote in 2020. The bill does create a legislative task force to work with the Historical Society to plan the Commemoration. A companion amendment in Item 1 provides \$12,500 from the general fund to fund the expenses for the task force.)

Item 30 #1c

Legislative Department

Joint Commission on Health Care

Language

Language:

Page 21, after line 5, insert:

"The Joint Commission on Health Care shall study options for increasing the use of telemental health services in the Commonwealth. The Joint Commission on Health Care shall specifically study the issues and recommendations related to telemental health services set forth in the report of the Service System Structure and Financing Work Group of the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century. All agencies of the Commonwealth shall provide assistance to the Joint Commission on Health Care for this study, upon request. The Joint Commission on Health Care shall submit an interim report to the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century by November 1, 2017 and a final report of its findings to the Joint Subcommittee by November 1, 2018."

Explanation:

(This amendment directs the Joint Commission on Health Care to study options for increasing the use of telemental health services in the Commonwealth. The Joint Commission on Health Care shall specifically study the issues and recommendations set forth in the report of the Service System Structure and Financing Work Group of the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century. The Joint Commission on Health Care shall provide an interim report to the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century by November 1, 2017, and shall submit a final report with findings by November 1, 2018.)

Item 30 #2c

Legislative Department

Joint Commission on Health Care

Language

Language:

Page 21, after line 5, insert:

"The Joint Commission on Health Care shall examine and identify strategies to ensure that the public is made fully aware of the risks and concerns related to the use of psychiatric medications that have dramatically increased over the last 25 years. The Commission shall identify methods: (i) to raise awareness of risks related to the mental and physical health side effects of Attention Deficit Hyperactivity Disorder (ADHD) medication use and risks from potential drug addiction from ADHD medication use; (ii) to compile and track statistics regarding the number of children in Virginia schools who are diagnosed with ADHD or other categories such as "specific learning disabilities, other health impairment, multiple disorder, and

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emotional disturbances” in the most effective means possible; (iii) used by other states and countries to limit antipsychotic use and the best methods for developing similar systems in the Commonwealth, including approaches and interventions which focus on treatment, recovery, and legal penalties; and (iv) to identify the incidence and prevalence of prescribing anti-psychotics for off-label use by general physicians and psychiatrists for treatment of ADHD for which there is no FDA indication. The Joint Commission on Health Care shall complete its analysis according to the workload priorities set for Commission staff and report findings to the Chairmen of the House Appropriations and Senate Finance Committees no later than November 30, 2018."

Explanation:

(This amendment adds language directing the Joint Commission on Health Care to examine and identify strategies to increase public awareness of the risks and concerns related to the use of psychiatric medications used to treat Attention Deficit Hyperactivity Disorder (ADHD) and other disorders.)

Item 32 #1c

Legislative Department	FY16-17	FY17-18	
Virginia State Crime Commission	\$0 0.00	\$120,000 1.00	GF FTE

Language:

Page 21, line 22, strike "\$807,291" and insert "\$927,291".

Explanation:

(This amendment provides \$120,000 and one position the second year from the general fund to address the commission's increased workload.)

Item 33 #1c

Legislative Department	FY16-17	FY17-18	
Joint Legislative Audit and Review Commission	\$0	\$200,000	GF

Language:

Page 21, line 34, strike "\$4,140,445" and insert "\$4,340,445".

Explanation:

(This amendment provides \$200,000 the second year from the general fund for contracting costs related to the total employee compensation study which has been authorized by the

Commission.)

Item 36 #1c

Legislative Department

Legislative Department Reversion Clearing Account

Language

Language:

Page 25 after line 31 insert:

"C. On or before June 30, 2017, the Committee on Joint Rules shall authorize the reversion to the general fund of \$700,000 representing savings generated by the Division of Capitol Police. D. On or before June 30, 2017, the Committee on Joint Rules shall authorize the reversion to the general fund of \$811,741 representing savings generated from within the Division of Legislative Services."

Explanation:

(This amendment captures and reverts to the general fund year end balances from Capitol Police and the Division of Legislative Services.)

Item 40 #1c

Judicial Department

Supreme Court

Language

Language:

Page 30, after line 18, insert:

"N. The Executive Secretary of the Supreme Court shall review the experience of the courts in providing the option to any person upon whom a fine and costs have been imposed to discharge all or part of the fine or costs by earning credits for the performance of community service work. The Executive Secretary shall provide a report which shall summarize data from previous years indicating the amount of community service performed in lieu of fines and costs, the hourly rate assumed and the total value of fines and costs avoided compared to the total amount of fines and costs collected, by year, and the available data on the financial circumstances of those persons utilizing the option of community service work. The report should also include a projection of the anticipated impact of the adoption of Rule 1:24 by the Supreme Court of Virginia on November 1, 2016, on the collection of fines and costs, and actual data, to the extent to which it is available, on the results of the implementation of Rule 1:24 for the period beginning February 1, 2017. Copies of the report shall be provided by October 1, 2017, to the Judicial Council, the Committee on District Courts, and the Chairmen of the Senate Committees on Courts of Justice and Finance and the House Committees on Courts of Justice and Appropriations."

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Explanation:

(This amendment directs the Executive Secretary of the Supreme Court to study the use of community service to offset fines and costs imposed by the courts.)

Item 40 #2c

Judicial Department	FY16-17	FY17-18	
Supreme Court	\$0	\$50,000	GF

Language:

Page 28, line 3, strike "\$30,684,302" and insert "\$30,734,302".

Page 29, after line 46, insert:

"Included in this item is \$50,000 the second year from the general fund to support a substance abuse treatment pilot program at the Bristol Adult Drug Court utilizing non-narcotic, non-addictive, long-acting, injectable prescription drug treatment regimens. The Bristol Adult Drug Court shall utilize these resources to support pilot program medication, provider fees, counseling, and patient monitoring. The Executive Secretary of the Supreme Court shall include the results of this pilot program in its report pursuant to Item 40.H.5. The Bristol Adult Drug Court program shall provide all necessary information to the Office of the Executive Secretary to conduct this evaluation."

Explanation:

(This amendment provides \$50,000 the second year from the general fund for a substance abuse treatment pilot program at the Bristol Adult Drug Court.)

Item 40 #3c

Judicial Department	FY16-17	FY17-18	
Supreme Court	\$0	\$137,000	GF

Language:

Page 28, line 3, strike "\$30,684,302" and insert "\$30,821,302".

Page 30, after line 18, insert:

"N. Included in the appropriation for this item is \$137,000 in the second year from the general fund for the costs of implementing the information technology system changes required pursuant to the provisions of House Bill 1713 and Senate Bill 1044 of the 2017 Session of the General Assembly."

Explanation:

(This amendment provides \$137,000 the second year from the general fund for the Executive

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Secretary of the Supreme Court to make necessary system changes to allow for remote access to criminal case information, pursuant to the provisions of House Bill 1713 and Senate Bill 1044 of the 2017 General Assembly Session.)

Item 40 #4c

Judicial Department

Supreme Court

Language

Language:

Page 30, after line 18, insert:

"N. The Executive Secretary, in cooperation with the Superintendent of State Police, shall provide a detailed plan for implementation of the statewide electronic summons system for the Department of State Police to the Chairmen of the House Appropriations and Senate Finance Committees. The plan shall include estimated one-time and ongoing costs of procuring, operating, and managing the electronic summons system for the Department of State Police, a consideration of methods and approaches to procuring and operating the system, timelines for the procurement and implementation of the system statewide, and an analysis of the life-cycle costs of the electronic summons system. The plan shall be presented to the Chairmen of the House Appropriations and Senate Finance Committees no later than September 15, 2017."

Explanation:

(This amendment requires that the Executive Secretary of the Supreme Court, in cooperation with the Superintendent of State Police, provide a detailed plan on the costs and timelines of implementing a statewide electronic summons system for State Police. The plan is required to be provided to the Chairmen of the House Appropriations and the Senate Finance Committees no later than September 15, 2017.)

Item 43 #1c

Judicial Department

General District Courts

Language

Language:

Page 34, after line 7, insert:

"H. On or before January 1, 2018, the Committee on District Courts shall reallocate four district court clerk positions from the 13th judicial district to the 14th judicial district."

Explanation:

(This amendment directs the Committee on District Courts to reallocate four district court clerk positions from the 13th judicial district in the City of Richmond to the 14th judicial district in

the County of Henrico.)

Item 44 #1c

Judicial Department

Juvenile and Domestic Relations District Courts

Language

Language:

Page 35, line 2, after "program." insert:

"The provisions of this paragraph are effective through June 30, 2017."

Explanation:

(This amendment establishes an expiration date of June 30, 2017 for budget language for the Juvenile and Domestic Relations District Courts related to payments to the Commonwealth for Guardians ad Litem. This amendment is contingent upon final passage of Senate Bill 1343, which moves this language to the Code of Virginia.)

Item 53 #1c

Judicial Department

Judicial Department Reversion Clearing Account

Language

Language:

Page 39, line 31, after "court judgeships" insert:

"in fiscal year 2017 and 407 circuit and district court judgeships in fiscal year 2018".

Page 39, line 38, after "2016." strike the remainder of line.

Page 39, strike lines 39 and 40.

Page 39, after line 44, insert:

"B. The vacant judgeships to be filled as of July 1, 2017, are as follows:

1. Circuit Court judgeships: one each in the 3rd, 6th, 7th Circuits, and two in the 19th Circuit, for a total of five Circuit Court judgeships to be filled as of July 1, 2017.

2. General District Court judgeship: one each in the 8th and 15th Districts, for a total of two General District Court judgeships to be filled as of July 1, 2017.

3. Juvenile and Domestic Relations District Court judgeships: one each in the 2nd, 5th, and 20th Districts, for a total of three Juvenile and Domestic Relations District Court judgeships to be filled as of July 1, 2017.

C. On or before June 30, 2018, the Director of the Department of Planning and Budget shall revert an amount estimated at \$198,822 from Judicial agency balances.

D. Notwithstanding the provisions of § 17.1-507, Code of Virginia, upon the next vacancy of an authorized judgeship in the 19th judicial circuit, the maximum number of authorized judgeships in the 19th judicial circuit shall be reduced from 15 to 14."

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Page 39, line 45, strike "B." and insert "E."

Explanation:

(This amendment provides authority and sufficient funding to fill nine vacant judgeships as of July 1, 2017, as specified, which translates into a total of 407 funded circuit and district judgeships in the second year. In addition, this amendment provides for the reversion to the general fund of a net amount of \$198,822 from anticipated balances, which reflects (i) certain expected vacancies in the 20th and 31st Circuit Courts and the 2nd Juvenile and Domestic Relations District Court not being filled at this time, based on review of workload data; and (ii) an adjustment of \$90,000 for substitute judges in certain courts in which the judges will be serving on active duty with the United States Armed Forces during the second year. The amendment also specifies that when the next judicial vacancy occurs in the 19th judicial circuit, the number of authorized judgeships in the 19th judicial circuit will be reduced from 15 to 14.)

Item 53 #2c

Judicial Department	FY16-17	FY17-18	
Judicial Department Reversion Clearing Account	\$0	\$125,000	GF

Language:

Page 39, line 25, strike "\$3,377,395" and insert "\$3,502,395".
Page 39, line 45, strike "\$2,500,000" and insert "\$2,625,000".
Page 39, line 47, unstrike ", effective" and insert "September 10, 2017".
Page 39, line 48, strike "\$2,500,000" and insert "\$3,500,000".

Explanation:

(This amendment adjusts funding and language included in the introduced budget for a compensation initiative for district court and deputy district court clerks. The revised language provides \$2.6 million for compensation adjustments effective September 10, 2017. The language states the annualized cost of the compensation action cannot exceed \$3.5 million and the compensation plan is subject to the approval of the Committee on District Courts.)

Item 53 #3c

Judicial Department		
Judicial Department Reversion Clearing Account		Language

Language:

Page 39, after line 49, insert:
"C. On or before June 30, 2017, the Director, Department of Planning and Budget, shall

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authorize the reversion to the general fund of \$1,500,000 the first year from the fiscal year 2016 balances of the Criminal Fund."

Explanation:

(This amendment is self-explanatory.)

	Item 61 #1c	
Executive Offices	FY16-17	FY17-18
Attorney General and Department of Law	\$0	(\$500,000) NGF

Language:

Page 43, line 34, strike "\$3,540,386" and insert "\$3,040,386".
Page 43, line 39, strike the second "\$1,250,000" and insert "\$750,000".
Page 43, line 51, strike "\$1,250,000" and insert "\$750,000".

Explanation:

(This amendment adjusts funding for the Regulatory, Consumer Advocacy, Litigation, and Enforcement Revolving Trust Fund.)

	Item 63 #1c
Executive Offices	Language
Attorney General and Department of Law	

Language:

Page 44, after 15, insert:
"The Attorney General shall prepare and submit to the Chairmen of the House Appropriations and Senate Finance Committees by July 30, 2017 a report detailing the administrative salary adjustments approved for the Department during fiscal years 2015, 2016 and 2017. The report shall include the total fiscal impact of these actions as well as the funding sources used to support these adjustments both in the current biennium and future biennia."

Explanation:

(This amendment directs the Attorney General to prepare and submit to the Chairmen of the House Appropriations and Senate Finance Committees any administrative salary adjustments approved for the Department from fiscal year 2015 through fiscal year 2017; the fiscal impact of those actions; and the funding sources used to support the adjustments in the current biennium and future biennia.)

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Item 69 #1c

Administration	FY16-17	FY17-18	
Compensation Board	\$0	(\$1,830,385)	GF

Language:

Page 48, line 15, strike "\$466,877,983" and insert "\$465,047,598".

Page 51, line 36, strike "\$28,552" and insert "\$23,793".

Page 51, line 37, after "participation" insert ", effective August 1, 2017".

Page 51, line 39, strike "\$2,234,469" and insert "\$1,862,058".

Page 51, line 40, after "participation" insert ", effective August 1, 2017".

Page 51, line 48, strike "\$8,719,289" and insert "\$7,266,074".

Page 51, line 50, after "jails" insert ", effective August 1, 2017".

Explanation:

(This amendment adjusts funding included in the introduced budget for a salary compression adjustment for employees of sheriffs offices and regional jails and increased participation in the career development program to reflect an August 1, 2017 effective date.)

Item 70 #1c

Administration

Compensation Board

Language

Language:

Page 54, line 30, after "J." insert "1."

Page 54, after line 38, insert:

"2. Whenever a person is admitted to a local or regional correctional facility, the staff of the facility shall screen such person for mental illness using a scientifically validated instrument. The Commissioner of Behavioral Health and Developmental Services shall designate the instrument to be used for the screenings and such instrument shall be capable of being administered by an employee of the local or regional correctional facility, other than a health care provider, provided that such employee is trained in the administration of such instrument.

3. The Compensation Board shall review its jail staffing standards with respect to the provision of mental health and medical treatment in jails. This review shall include an evaluation of the costs and benefits of requiring in all jails an assessment within 72 hours of the time of the initial screening, by qualified mental health professionals, of the need for mental health services in all cases where the initial screening indicates the person may have a mental illness. The Department of Behavioral Health and Developmental Services shall provide all necessary assistance to the Compensation Board in this evaluation. The Compensation Board shall provide a report, including any recommendations for updating the jail staffing standards and associated

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costs, to the Secretaries of Administration, Public Safety and Homeland Security, and Health and Human Resources, and to the Chairmen of the House Appropriations and Senate Finance Committees by October 1, 2017."

Explanation:

(This amendment requires the use of a standardized jail mental health screening instrument. The amendment also directs the Compensation Board to review its jail staffing standards and report on the cost of requiring every jail to conduct an assessment within 72 hours of the initial screening, by a qualified mental health professional, of all persons for whom the initial screening indicates they may have a mental illness.)

Item 70 #2c

Administration

Compensation Board

Language

Language:

Page 54, line 43, after "County." insert:

"Reimbursements by the Board are to be made quarterly, and shall be equal to demonstrated costs incurred by the County of Nottoway for confinement of these individuals, and shall not exceed the amounts provided in this paragraph for each fiscal year. Reimbursement of demonstrated costs in the first year may include expenses incurred in the prior fiscal year if not previously reimbursed. In subsequent years, demonstrated costs may include expenses incurred in the last month of the prior fiscal year if not previously reimbursed. The County of Nottoway, the Virginia Center for Behavioral Rehabilitation, and Piedmont Regional Jail shall upon request provide the Compensation Board any information and assistance it determines is necessary to calculate amounts to be reimbursed to the County of Nottoway."

Explanation:

(This amendment makes technical changes to language directing the Compensation Board to reimburse Nottoway County for the costs of inmates held in Piedmont Regional Jail who have been referred from the Virginia Center for Behavioral Rehabilitation for new offenses. The amendment requires the reimbursements be distributed on a quarterly basis, and reflect the demonstrated costs incurred by Nottoway County for incarceration of these individuals.)

Item 72 #1c

Administration

FY16-17

FY17-18

Compensation Board

\$0

(\$40,122) GF

Language:

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Page 55, line 29, strike "\$18,260,118" and insert "\$18,219,996".
Page 56, line 36, strike "\$112,780" and insert "\$93,983".
Page 56, line 37, after "participation" insert ", effective August 1, 2017".
Page 56, line 39, strike "\$127,951" and insert "\$106,626".
Page 56, line 40, after "participation" insert ", effective August 1, 2017".

Explanation:

(This amendment adjusts funding included in the introduced budget to increase participation in the career development program for the Commissioners and Deputy Commissioners of Revenue to reflect an August 1, 2017 effective date.)

Item 73 #1c

Administration	FY16-17	FY17-18	
Compensation Board	\$0	(\$106,363)	GF

Language:

Page 56, line 44, strike "\$72,047,835" and insert "\$71,941,472".
Page 58, line 39, strike "\$638,181" and insert "\$531,818".
Page 58, line 40, after "participation" insert ", effective August 1, 2017,".

Explanation:

(This amendment adjusts funding that was included in the introduced budget to increase participation in the career development program for the Assistant Commonwealth Attorneys to reflect an August 1, 2017 effective date.)

Item 73 #2c

Administration	FY16-17	FY17-18	
Compensation Board	\$400,000	\$400,000	NGF

Language:

Page 56, line 44, strike "\$71,412,817" and insert "\$71,812,817".
Page 56, line 44, strike "\$72,047,835" and insert "\$72,447,835".
Page 58, after line 41, insert:
"J. Notwithstanding the provisions of Article 7, Chapter 4, Title 38, Code of Virginia, beginning July 1, 2017, \$400,000 each year from the Insurance Fraud Fund is included in this appropriation to fund multi-jurisdictional Assistant Commonwealth's Attorney positions that shall be dedicated to prosecuting insurance fraud and related criminal activities. The Department of State Police shall identify those jurisdictions most affected by insurance fraud

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based upon data provided by the Virginia State Police Insurance Fraud Program. The Virginia State Police Insurance Fraud Program shall ensure that these positions work across jurisdictional lines, serving jurisdictions identified as most in need of these resources as supported by data. These funds shall remain unallocated until the Compensation Board and Virginia State Police notify the Director of the Department of Planning and Budget of the joint agreements reached with the Commonwealth's Attorneys of the jurisdictions receiving the additional Assistant Commonwealth's Attorney positions and the jurisdictions to be served by these positions. The Commonwealth's Attorneys receiving such positions shall annually certify to the Compensation Board that these positions are used primarily, if not exclusively, for the prosecution of insurance fraud and related criminal activities."

Explanation:

(This amendment provides \$400,000 each year, beginning July 1, 2017, from the Virginia State Police Insurance Fraud Fund to fund two multi-jurisdictional Assistant Commonwealth's Attorney positions that will be dedicated to prosecuting insurance fraud and related criminal activities.)

	Item 74 #1c	
Administration	FY16-17	FY17-18
Compensation Board	\$0	(\$103,136) GF

Language:

- Page 58, line 43, strike "\$53,418,022" and insert "\$53,314,886".
- Page 61, line 4, strike "\$311,292" and insert "\$259,410".
- Page 61, line 5, after "participation", insert ", effective August 1, 2017,".
- Page 61, line 7, strike "\$307,525" and insert "\$256,271".
- Page 61, line 8, after "participation", insert ", effective August 1, 2017,".

Explanation:

(This amendment adjusts funding included in the introduced budget to increase participation in the career development program for the circuit court clerks and their deputies to reflect an August 1, 2017 effective date.)

	Item 75 #1c	
Administration	FY16-17	FY17-18
Compensation Board	\$0	(\$24,181) GF

Language:

- Page 61, line 11, strike "\$17,140,176" and insert "\$17,115,995".

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Page 62, line 17, strike "\$93,144" and insert "\$77,620".

Page 62, line 18, after "participation" insert ", effective August 1, 2017,"

Page 62, line 20, strike "\$51,941" and insert "\$43,284".

Page 62, line 21, after "participation" insert ", effective August 1, 2017,"

Explanation:

(This amendment adjusts funding that was included in the introduced budget to increase participation in the career development program for Treasurers and Deputy Treasurers to reflect an August 1, 2017 effective date.)

Item 76 #1c

Administration

Compensation Board

Language

Language:

Page 65, line 38, strike "convene a" and insert:
"continue convening the same".

Page 65, line 38, after "stakeholders" insert:
"that met three times during 2016 and which is".

Page 65, line 40, after "governments" insert:
". The stakeholder group shall continue".

Page 65, line 44, strike "its" and insert:
"this continuing".

Page 65, line 46, strike "five (5)" and insert:
"six (6)".

Page 65, line 49, after "period." insert:
"The stakeholder group shall consider the current statutory requirements specifying when localities must prepare budgets, the impact on local governments of the currently utilized system that allows large unanticipated VARisk premium increases, and the resulting hardships on localities caused by an inability to budget for these increases."

Page 66, line 2, after "shall" insert:
"continue to explore whether proper and current full funding of these liability programs would be desirable and".

Page 66, line 7, after "their" insert "final".

Page 66, line 7, after "findings" insert:
"and recommendations".

Page 66, line 7, strike "2016" and insert "2017".

Explanation:

(This amendment amends the language regarding the workgroup reviewing the VARisk program, relating to its coverage for constitutional offices and regional jails. The amendment

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extends the workgroup another year and clarifies the issues for consideration.)

Item 76 #2c

Administration

Compensation Board

Language

Language:

Page 63, line 5, strike "1,266" and "1,266" and insert:
"1,268" and "1,268".

Page 63, line 7, strike "16,618" and "16,618" and insert:
"16,620" and "16,620".

Explanation:

(This amendment makes a technical adjustment to the position table for Commonwealth's Attorneys. A companion amendment to Item 73 of this act authorizes the creation of two multi-jurisdictional Commonwealth's Attorney positions to prosecute insurance fraud.)

Item 76 #3c

Administration

Compensation Board

Language

Language:

Page 64, line 51, strike "the amount deducted from the share for".

Page 64, line 52, strike "retain" and insert:
"deduct an additional".

Explanation:

(This amendment clarifies language added during the 2016 General Assembly Session that was intended to reflect an additional recovery of \$80,000 to cover the cost of liability insurance.)

Item 78 #1c

Administration

FY16-17

FY17-18

Department of General Services

\$0

\$260,000

GF

Language:

Page 67, line 15, strike "\$65,971,733" and insert "\$66,231,733".

Page 67, after line 52, insert:

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"E. Out of this appropriation, \$260,000 from the general fund the second year is provided to the Department of General Services to conduct an environmental site assessment, and other studies as determined by the department and available funding allows, needed to assess real property at the Central Virginia Training Center site. A report on the department's findings shall be provided to the Governor and Chairmen of the House Appropriations and Senate Finance Committees no later than November 1, 2017."

Explanation:

(This amendment provides \$260,000 the second year from the general fund for the Department of General Services to conduct an environmental site assessment at the Central Virginia Training Center to determine remediation activities and associated costs for the site.)

Item 80 #1c

Administration

Department of General Services

Language

Language:

Page 70, after line 46, insert:

"H. The Director of the Department of General Services shall work with the Commissioner of the Department of Transportation and other agencies to maximize the use of light-emitting diodes (LEDs) instead of traditional incandescent light bulbs when any state agency installs new outdoor lighting fixtures or replaces nonfunctioning light bulbs on existing outdoor lighting fixtures as long as the LEDs lights are determined to be cost effective. The Director shall report to the Chairmen of the House Appropriations and Senate Finance Committees by November 15, 2017 on the status of this effort including any projected savings."

Explanation:

(This amendment directs the Director of the Department of General Services and the Commissioner of the Department of Transportation and other agencies to collaborate to maximize the use of energy efficient light-emitting diode (LED) lighting when new or replacement lighting is installed in state agency facilities, where cost effective, and to report on efforts and projected cost savings to the Chairmen of the House Appropriations and Senate Finance Committees by November 15, 2017.)

Item 84 #1c

Administration

FY16-17

FY17-18

Department of Human Resource
Management

0.00

5.00 FTE

Language:

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Explanation:

(This amendment provides the Department of Human Resources Management with 5 FTEs in fiscal year 2018 to support the development and implementation of the new Local Option Health Insurance Plan created pursuant to the passage of Senate Bill 364 of the 2016 General Assembly session. The funding to support the positions will come from the premiums charged to the plan participants. The budget also provides a line of credit to support the program's implementation and start-up costs.)

Item 84 #2c

Administration	FY16-17	FY17-18	
Department of Human Resource Management	2.00	0.00	FTE

Language:

Explanation:

(This amendment provides 2.0 FTEs in fiscal year 2017 to support the implementation of the DHRM administered health insurance program for individuals eligible for the Line of Duty benefit. The program is scheduled to go live at the start of fiscal year 2018 and the introduced budget provided the FTEs in fiscal year 2018, but the positions are needed in fiscal year 2017 to work on implementation.)

Item 84 #3c

Administration	FY16-17	FY17-18	
Department of Human Resource Management	\$0 0.00	\$140,000 1.00	GF FTE

Language:

Page 72, line 24, strike "\$17,989,695" and insert "\$18,129,695".

Explanation:

(This amendment provides \$140,000 from the general fund and 1.0 FTE for the Department of Human Resource Management pursuant to the passage of House Bill 1555 of the 2017 General Assembly Session.)

Item 84 #4c

Administration	FY16-17	FY17-18	
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Department of Human Resource Management (\$55,000) (\$32,515) GF

Language:

Page 72, line 24, strike "\$17,984,317" and insert "\$17,929,317".

Page 72, line 24, strike "\$17,989,695" and insert "\$17,957,180".

Page 74, after line 47, insert:

"K. Out of the amounts appropriated for this item to support the Commission on Employee Retirement Security and Pension Reform, the Department of Human Resource Management is authorized to spend an amount estimated at \$75,000 each year on the development and maintenance of an employee exit survey and an amount estimated at \$20,000 per year to subscribe to Occupationally Based Data Services focused on total compensation and evaluation of peer employers."

Explanation:

(This amendment adjusts the funding provided to DHRM to support the Commission on Employee Retirement Security and Pension Reform and directs a portion of the remaining funding be used to develop an employee exit survey and a subscription to services that provide a total compensation database consistent with the recommendations of the Commission. The original appropriation of \$150,000 from the general fund each year was provided in the 2016 Appropriation Act. This amendment reduces the funding to \$95,000 in the first year and \$117,485 in the second year.)

Item 85 #1c

Administration

Administration of Health Insurance

Language

Language:

Page 76, after line 18 insert:

"J. The Department of Human Resources Management shall identify the requirements, costs, and benefits of implementing a shared-savings incentive program for state-employed, public sector or retired enrollees who elect to shop and receive health care services at a lower cost than the average price paid by their carrier for a comparable health care service. Under such a program, the Department shall develop a plan to reimburse the insured for using a lower cost site of service. The cash payment incentive could be calculated as a percentage or as a flat dollar amount, or by some reasonable methodology determined by the Department. The Department shall determine whether to administer the program itself or through a third-party, or to require carriers to offer access to such a program for health care services eligible for shared incentives and estimate the projected fiscal impact of the program. No later than November 1, 2017 the Department shall report to the Chairmen of the House Appropriations and Senate Finance

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Committees."

Explanation:

(This amendment directs the Department of Human Resource Management to identify the requirements, costs and benefits of implementing a state employee shared savings incentive program and report on its findings to the Chairmen of the House Appropriations and Senate Finance Committees by November 1, 2017.)

	Item 86 #1c	
Administration	FY16-17	FY17-18
Department of Elections	\$0	(\$50,000) GF

Language:

Page 76, line 47, strike "\$14,327,318" and insert "\$14,277,318".

Explanation:

(This amendment removes funding included in the budget for printing additional voter registration and absentee ballot applications.)

	Item 86 #2c	
Administration	FY16-17	FY17-18
Department of Elections	\$0	(\$500,000) GF

Language:

Page 76, line 47, strike "\$14,327,318" and insert "\$13,827,318".

Explanation:

(This amendment reduces funding to support the continuation of elections activities supported by the Help America Vote Act (HAVA) grant.)

	Item 86 #3c	
Administration	FY16-17	FY17-18
Department of Elections	\$0	(\$105,000) GF

Language:

Page 76, line 47, strike "\$14,327,318" and insert "\$14,222,318".

Explanation:

(This amendment removes funding included in the budget for a call center for the November 2017 election.)

Item 88 #1c

Agriculture and Forestry

Secretary of Agriculture and Forestry

Language

Language:

Page 80, after line 6, insert:

"The Secretary of Agriculture and Forestry shall convene a panel of stakeholders within and outside government to: (i) review state and local noise and traffic regulations and the marketing of Virginia wines through events and activities; (ii) consider findings of previous relevant studies on Virginia farm wineries; and (iii) develop recommendations as appropriate for how the state can better foster the viability of Virginia farm wineries. The Secretary shall complete all meetings by November 15, 2017 and report such recommendations to the Governor and the General Assembly no later than November 30, 2017."

Explanation:

(This amendment directs the Secretary of Agriculture and Forestry to examine regulations related to noise, traffic, and the viability of the farm wine industry in Virginia.)

Item 91 #1c

Agriculture and Forestry

Department of Agriculture and Consumer Services

Language

Language:

Page 82, after line 54, insert:

"N. The department is directed to survey local farmer's markets across the Commonwealth to determine if any local regulations governing the operations of such markets discourage the sale of Virginia products by the use of a locally-grown perimeter rule that gives preference to out-of-state products over products grown in Virginia. If the department finds any such impediments exist, it shall encourage local farmer's markets to revise their guidelines to ensure that Virginia products are given first preference, regardless of the distance from the particular market. In instances where a local Virginia grown product already is selling at a particular market, competitors from across the state should be allowed to sell their Virginia grown products provided there are no objections submitted by competing Virginia sellers."

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Explanation:

(This amendment directs VDACS to assess requirements governing vendors at farmer's markets across the Commonwealth to ensure that preference is not being given to out-of-state vendors over Virginia vendors based on a mileage based perimeter rule, when there are no objections submitted by competing Virginia sellers.)

		Item 91 #2c	
Agriculture and Forestry	FY16-17	FY17-18	
Department of Agriculture and Consumer Services	(\$260,364)	(\$260,364)	GF

Language:

Page 80, line 47, strike "\$21,202,108" and insert "\$20,941,744".

Page 80, line 47, strike "\$20,889,108" and insert "\$20,628,744".

Page 82, line 41, strike "\$373,944 the first year and \$373,944 the second year" and insert: "\$113,580 the first year and \$113,580 the second year".

Explanation:

(This amendment removes partial funding for a new initiative adopted by the 2016 Session of the General Assembly which provides small grants to assist with the marketing of agriculture. The amendment allows for the retention of the position associated with the program but eliminates funding for the grants.)

		Item 91 #3c	
Agriculture and Forestry	FY16-17	FY17-18	
Department of Agriculture and Consumer Services	(\$136,472) -1.00	(\$123,472) -1.00	GF FTE

Language:

Page 80, line 47, strike "\$21,202,108" and insert "\$21,065,636".

Page 80, line 47, strike "\$20,889,108" and insert "\$20,765,636".

Explanation:

(This amendment eliminates funding provided in Chapter 780 to fund the hiring of a new organics specialist at VDACS. The position has not been filled.)

Item 92 #1c

Conference Report to House Bill 1500

Agriculture and Forestry	FY16-17	FY17-18	
Department of Agriculture and Consumer Services	\$0	(\$780,000)	GF

Language:

Page 83, line 2, strike "\$1,995,255" and insert "\$1,215,255".
Page 83, line 10, strike "\$1,780,000" and insert "\$1,000,000".

Explanation:

(This amendment provides a second year base funding amount of \$1.0 million from the general fund for the Agriculture and Forestry Industries Development Fund. The program currently has unallocated balances in excess of \$2.3 million.)

			Item 93 #1c
Agriculture and Forestry	FY16-17	FY17-18	
Department of Agriculture and Consumer Services	\$95,000	\$192,500	GF

Language:

Page 83, line 19, strike "\$3,157,110" and insert "\$3,252,110".
Page 83, line 19, strike "\$2,934,610" and insert "\$3,127,110".

Explanation:

(This amendment restores funding to provide technical assistance to livestock farmers in dealing with wildlife depredation from coyotes and black vultures. The proposed cut in the introduced budget would have eliminated the state match for this program, which would have meant an equal loss of dollars from USDA APHIS Wildlife Services to provide this service.)

		Item 93 #2c
Agriculture and Forestry		
Department of Agriculture and Consumer Services		Language

Language:

Page 83, after line 33, insert:
"Notwithstanding the provisions of § 3.2-4416, Code of Virginia, the department shall not accept applications for grants from the Beehive Grant Program if funds are not appropriated for such purposes. The department shall, by November 1, 2017, report to the Chairmen of the House Appropriations and Senate Finance Committees on the amount and number of grants

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distributed each fiscal year, the impacts to the bee populations in the Commonwealth, and efficiency recommendations regarding the Beehive Grant Program."

Explanation:

(This amendment authorizes VDACS to stop accepting applications for Beehive grants when funding is not provided for such grants.)

	Item 97 #1c	
Agriculture and Forestry	FY16-17	FY17-18
Department of Agriculture and Consumer Services	\$0 \$0	\$400,000 (\$480,000) GF NGF

Language:

- Page 84, line 30, strike "\$9,987,130" and insert "\$9,907,130".
- Page 84, line 47, unstrike "\$40" and strike "575".
- Page 84, line 48, unstrike "However, any such".
- Page 84 unstrike lines 49 through 51.
- Page 84, line 52, unstrike "not exceed \$40." and strike the remainder of the line.
- Page 84, line 53, strike "Commissioner."

Explanation:

(This amendment eliminates a proposed increase in the annual inspection fee for non-restaurant food establishments and restores the general fund support for the program that House Bill 1500 assumed would be covered by revenues generated by the increased fee.)

	Item 101 #1c	
Agriculture and Forestry	FY16-17	FY17-18
Department of Forestry	\$0	\$300,000 GF

Language:

- Page 86, line 17, strike "\$33,100,951" and insert "\$33,400,951".
- Page 87, line 6, unstrike "\$1,833,239" and strike "\$1,533,239".

Explanation:

(This amendment restores the 100 percent state match to the revenue generated by the forest products severance tax.)

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Item 101 #2c

Agriculture and Forestry	FY16-17	FY17-18	
Department of Forestry	\$0	\$113,360	GF

Language:

Page 86, line 17, strike "\$33,100,951" and insert "\$33,214,311".

Page 87, line 11, strike:

"Out of this appropriation, up to \$113,360 the second year from the".

Page 87, strike line 12 and line 13.

Explanation:

(This amendment removes language authorizing use of \$113,360 from the Reforestation of Timberlands (RT) program to replace the accounting system used by the Department of Forestry and provides a like amount of general fund appropriation to cover this share of the costs. In the 2014-16 biennium, the General Assembly authorized use of up to \$147,500 from RT funds for this purpose. The contract with the vendor failed, and the Commonwealth recovered the funding but did not restore them to the RT program.)

Item 101 #3c

Agriculture and Forestry	FY16-17	FY17-18	
Department of Forestry	\$0	\$500,000	GF
	\$0	(\$500,000)	NGF

Language:

Page 86, line 53, after "E.", strike "1."

Page 87, strike lines 1 through 4.

Explanation:

(This amendment eliminates the proposed notification fee contained in HB 1500, as introduced, and replaces \$500,000 in fee revenue with a like amount of general fund support for the Department of Forestry's silvicultural protection activities. Under §10.1-1181.2, Code of Virginia, a logger is required to notify the Department of Forestry within three days of starting a timber harvest. There is no fee associated with this notice.)

Item 101 #4c

Agriculture and Forestry	
Department of Forestry	Language

Conference Report to House Bill 1500

Language:

Page 87, line 42, strike "shall be retained by the department,".

Page 87, strike line 43.

Page 87, line 44, strike "to".

Explanation:

(This amendment directs the proceeds from the sale of Department of Forestry property assumed in House Bill 1500, as introduced, to the general fund. The Governor had proposed allowing these funds to be retained by the Department of Forestry to offset other reductions.)

Item 105 #1c

Commerce and Trade

Secretary of Commerce and Trade

Language

Language:

Page 90, line 37, unstrike "November 1, 2016" and strike "December 1, 2016".

Explanation:

(This amendment reverses the Governor's proposed due date change for the management and accounting review of the portfolio of programs within the Department of Small Business and Supplier Diversity.)

Item 105 #2c

Commerce and Trade

FY16-17

FY17-18

Secretary of Commerce and Trade

(\$100,000)

\$0 GF

-1.00

0.00 FTE

Language:

Page 90, line 3, strike "\$803,632" and insert "\$703,632".

Page 90, strike lines 21 through 24.

Explanation:

(This amendment removes funding of \$100,000 from the general fund and one position in fiscal year 2017. Funding was intended to support hiring a CEO for the newly created Virginia International Trade Corporation. However, creation of the new state agency has been postponed, and no CEO will be appointed in this biennium.)

Item 106 #1c

Conference Report to House Bill 1500

Commerce and Trade	FY16-17	FY17-18	
Economic Development Incentive Payments	\$0	(\$2,500,000)	NGF

Language:

- Page 90, line 49, strike "\$72,931,679" and insert "\$70,431,679".
- Page 92, line 23, strike "\$2,500,000 from the Aerospace".
- Page 92, line 24, strike "Engine Manufacturing Supplier Cluster Grant Fund,".
- Page 92, line 25, after "Fund", strike ", "
- Page 92, line 27, strike ", 59.1-284.21,".

Explanation:

(This amendment reverses the nongeneral fund appropriation of \$2.5 million from the Aerospace Engine Manufacturing Supplier Cluster Grant Fund. In order for a qualified manufacturer to receive a payment under the Aerospace Engine Manufacturing Supplier Cluster Bonus Performance Grant Program, Virginia Code provides for the filing of an application with the Secretary of Commerce and Trade between July 1 and August 31, and the subsequent payment of the grant in the following fiscal year. No such application has been received. It is anticipated that funding will be appropriated from the general fund in the next biennium to fund grant payments after a qualified application is received.)

Item 106 #2c

Commerce and Trade

Economic Development Incentive Payments	Language
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Language:

- Page 92, after line 41, insert:
"3. Notwithstanding § 2.2-5102.1.E. or any other provision of law, and subject to appropriation by the General Assembly, up to \$4,000,000 in economic development incentive grants is authorized for eligible projects to be awarded on or after July 1, 2017, but before June 30, 2018. Any eligible project awarded such grants shall be subject to the conditions set forth in § 2.2-5102.1."

Explanation:

(This amendment authorizes the Governor to award additional grants not to exceed \$4.0 million in aggregate between July 1, 2017, and June 30, 2018, to eligible companies under the existing Virginia Economic Development Incentive Grant (VEDIG) program. This brings the authorized aggregate amount of grants that may be outstanding to \$34.0 million. Grant payments under the VEDIG program are paid in no less than five installments and do not begin until at least 36 months after the company has met capital investment and job creation targets. Grant awards are

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subject to appropriation by the General Assembly.)

Item 106 #3c

Commerce and Trade	FY16-17	FY17-18	
Economic Development Incentive Payments	\$0	(\$1,000,000)	GF

Language:

Page 90, line 49, strike "\$72,931,679" and insert "\$71,931,679".

Page 91, line 10, strike the second "\$20,750,000" and insert "\$19,750,000".

Explanation:

(This amendment reduces funding of \$1.0 million from the general fund the second year for the Commonwealth's Development Opportunity Fund (COF). The COF is a discretionary incentive available to the Governor and administered by the Virginia Economic Development Partnership to secure a business location or expansion project for Virginia. Grants are awarded to localities on a local matching basis with the expectation that the grant will result in a favorable location decision for the Commonwealth.)

Item 106 #4c

Commerce and Trade	FY16-17	FY17-18	
Economic Development Incentive Payments	\$0	(\$3,000,000)	GF

Language:

Page 90, line 49, strike "\$72,931,679" and insert "\$69,931,679".

Page 92, line 45, strike "\$5,000,000" and insert, "\$2,000,000".

Explanation:

(This amendment reduces fiscal year 2018 funding by \$3.0 million from the general fund for the Pulp, Paper and Fertilizer Advanced Manufacturing Performance Grant Program Fund to reflect anticipated investment and job creation performance grant awards.)

Item 106 #5c

Commerce and Trade	FY16-17	FY17-18	
Economic Development Incentive Payments	\$0	(\$500,000)	GF

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Language:

Page 90, line 49, strike "\$72,931,679" and insert "\$72,431,679".
Page 94, line 4, strike "and \$500,000 the second year".

Explanation:

(This amendment reduces the amount by \$500,000 from the general fund the second year for the Tourism Grant Incentives Program.)

		Item 106 #6c
Commerce and Trade	FY16-17	FY17-18
Economic Development Incentive Payments	\$0	(\$1,250,000) GF

Language:

Page 90, line 49, strike "\$72,931,679" and insert "\$71,681,679".
Page 92, line 49, strike "\$5,000,000" and insert "\$3,750,000".

Explanation:

(This amendment reduces by \$1,250,000 from the general fund in the second year funding for the Virginia Biosciences Health Research Consortium's research initiative.)

	Item 108 #1c
Commerce and Trade	
Department of Housing and Community Development	Language

Language:

Page 96, after line 9, insert:
"H. The Department of Housing and Community Development (DHCD) shall develop and implement strategies, that may include potential Medicaid financing, for housing individuals with serious mental illness. DHCD shall include other agencies in the development of such strategies including the Virginia Housing Development Authority, Department of Behavioral Health and Developmental Services, Department of Aging and Rehabilitative Services, Department of Medical Assistance Services, and Department of Social Services. The Department shall also include stakeholders whose constituents have an interest in expanding supportive housing for people with serious mental illness, including the National Alliance on Mental Illness Virginia, the Virginia Housing Alliance and the Virginia Sheriff's Association. An annual report on such strategies and the progress on implementation shall be provided to the Chairmen of the House Appropriations and Senate Finance Committees by the first day of each

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General Assembly Regular Session."

Explanation:

(This amendment directs the Department of Housing and Community Development (DHCD) to develop and implement strategies for housing individuals with serious mental illness in collaboration with other agencies including the Virginia Housing Development Authority, Department of Behavioral Health and Developmental Services, Department of Aging and Rehabilitative Services, Department of Medical Assistance Services, and Department of Social Services. DHCD is also directed to work with stakeholders whose constituents have an interest in expanding supportive housing for people with serious mental illness, and to produce an annual report to the Chairmen of the House Appropriations and Senate Finance Committees. This is a recommendation from the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century.)

		Item 109 #1c	
Commerce and Trade	FY16-17	FY17-18	
Department of Housing and Community Development	\$5,569,271	\$10,675,797	GF

Language:

- Page 96, line 11, strike "\$39,167,730" and insert "\$44,737,001".
- Page 96, line 11, strike "\$57,654,601" and insert "\$68,330,398".
- Page 96, line 13, unstrike "\$17,499,555".
- Page 96, line 14, strike "\$17,249,555".
- Page 96, line 16, unstrike "\$7,862,251".
- Page 96, line 17, strike "\$7,742,980".
- Page 96, line 19, unstrike "\$19,375,195".
- Page 96, line 19, unstrike "\$18,468,592".
- Page 96, line 20, strike "\$14,175,195".
- Page 96, line 20, strike "\$7,792,795".
- Page 96, line 21, unstrike "\$21,633,213".
- Page 96, line 21, unstrike "\$45,226,610".
- Page 96, line 22, strike "\$16,063,942".
- Page 96, line 22, strike "\$34,550,813".
- Page 96, line 28, unstrike "\$351,930" and strike "\$232,659".
- Page 98, line 21, unstrike "\$1,250,000" and strike "\$1,000,000".
- Page 98, line 39, unstrike "\$5,500,000" and strike "\$900,000".
- Page 98, line 40, unstrike "\$30,000,000" and strike "\$19,650,000".
- Page 98, strike lines 43 and 44.
- Page 98, strike lines 45 through 53 and insert:

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"2. Of the amounts provided in this paragraph, the appropriation shall be distributed as follows: (i) \$5,500,000 the first year and \$3,500,000 the second year shall be allocated to qualifying regions to support organizational and capacity building activities as well as preparing regional gap analyses on existing skill levels in the workforce versus the skills most likely needed over time based on expected employment and organizational changes; (ii) \$12,200,000 the second year shall be allocated to qualifying regions based on each region's share of the state population; and (iii) \$14,300,000 the second year shall be awarded to regional councils on a competitive basis."

Page 98, unstrike line 54.

Page 99, unstrike lines 1 and 2.

Page 99, unstrike lines 8 through 13.

Explanation:

(This amendment is a technical amendment that restores funding to Item 109 and reflects the reductions in a central reversion account.)

	Item 110 #1c	
Commerce and Trade	FY16-17	FY17-18
Department of Housing and Community Development	\$500,000	\$500,000 GF

Language:

Page 99, line 15, strike "\$12,423,354" and insert "\$12,923,354".

Page 99, line 15, strike "\$12,587,821" and insert "\$13,087,821".

Page 99, line 22, strike "12,150,000" and insert "12,650,000".

Page 99, line 23, strike "12,314,467" and insert "12,814,467".

Explanation:

(This amendment restores \$1.0 million from the general fund of the \$1.8 million from the general fund reduction proposed in the Governor's introduced budget. The Enterprise Zone Program is consistently oversubscribed with qualified recipients receiving prorated grant awards. The Real Property Improvement Grants portion of the Enterprise Zone Program was prorated at 69 percent in fiscal year 2014 and 67 percent in fiscal year 2015 (the most recent annual report available). This action mitigates the need to prorate grant awards and is consistent with the recommendations of the Enterprise Zone Program study just completed at the request of the General Assembly by the VCU Center for Urban and Regional Analysis.)

	Item 116 #1c	
Commerce and Trade	FY16-17	FY17-18

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Explanation:

(This amendment reduces the nongeneral fund appropriation from the Small Business Jobs Grant Fund from \$629,981 to \$500,000 to more closely align with expected grant payments.)

Item 123 #2c

Commerce and Trade

Department of Small Business and Supplier Diversity

Language

Language:

Page 104, after line 48, insert:

G. Notwithstanding §§ 7VAC10-21-310, 7VAC10-21-320, or 7VAC10-21-330 of the Virginia Administrative Code, or any other provision of law, any business certified on or after July 1, 2017, by the Virginia Department of Small Business and Supplier Diversity or the Virginia Department of Minority Business Enterprise as a small, women-owned, or minority-owned business, shall be certified for a period of five years unless (i) the certification is revoked before the end of the five-year period, (ii) the business ceases operation, or (iii) the business no longer qualifies as a small, women- or minority-owned business.”

Explanation:

(This amendment extends the period of certification for small, women-owned, or minority-owned (SWaM) businesses from three years to five years.)

Item 123 #3c

Commerce and Trade

FY16-17

FY17-18

Department of Small Business and
Supplier Diversity

-12.00

-12.00 FTE

Language:

Explanation:

(This amendment reduces the number of authorized positions in the Department of Small Business and Supplier Diversity to more closely match funding levels.)

Item 125 #1c

Commerce and Trade

FY16-17

FY17-18

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Virginia Economic Development Partnership	\$0	\$1,297,366	GF
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Language:

Page 106, line 5, strike "\$19,235,660" and insert "\$20,533,026".
Page 107, line 22, strike "\$947,634" and unstrike "\$2,250,000".

Explanation:

(This amendment restores the reduction in the introduced budget to the original amount contained in Chapter 780 of \$2.25 million for the second year. The Virginia Brownfields Restoration and Economic Development Assistance Fund has been successfully used to restore environmentally degraded property back to productive use.)

Item 125 #2c

Commerce and Trade	FY16-17	FY17-18	
Virginia Economic Development Partnership	\$0	(\$168,291)	GF

Language:

Page 106, line 5, strike "\$19,235,660" and insert "\$19,067,369".

Explanation:

(This amendment reverses the proposed \$168,291 from the general fund increase to support hiring additional staff. New staff activities directed by the General Assembly, including internal audit functions, shall be supported by existing general fund resources.)

Item 125 #3c

Commerce and Trade	FY16-17	FY17-18	
Virginia Economic Development Partnership	\$0	\$6,232,811	GF

Language:

Page 106, line 5, strike "\$19,235,660" and insert "\$25,468,471".
Page 107, line 42, strike "\$1,410,700" and insert: "\$4,865,700".
Page 107, line 45, after "first year", insert:
"and \$950,000 the second year".
Page 107, line 46, after "first year", insert:
"and \$1,900,000 the second year".
Page 107, line 49, after "year", insert:

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"and \$605,000 the second year".

Explanation:

(This amendment reverses the transfer of \$6.2 million from the general fund from the Virginia Economic Development Partnership (VEDP) to the newly created Virginia International Trade Corporation. These funds represent the general fund resources associated with the International Trade Division within VEDP. Related amendments reverse all new funding to create the proposed new agency.)

	Item 125 #4c	
Commerce and Trade	FY16-17	FY17-18
Virginia Economic Development Partnership	\$0	(\$562,500) GF

Language:

Page 106, line 5, strike "\$19,235,660" and insert "\$18,673,160".

Explanation:

(This amendment reduces funding for VEDP's Business-Ready Sites Program by \$562,500 from the general fund in the second year.)

	Item 125 #5c
Commerce and Trade	
Virginia Economic Development Partnership	Language

Language:

Page 107, after line 51, insert,
R.1. VEDP shall submit its strategic plan, marketing plan and operational plan to the Joint Legislative Audit and Review Commission Special Subcommittee on Economic Development no later than December 1, 2017 for review.
2. In addition, VEDP shall submit its plans for operating and staffing the new Incentives Division, the new Office of the Auditor, and the International Trade Division for review by the JLARC Special Subcommittee on Economic Development no later than December 1, 2017. These plans should include, but not be limited to, organization and staffing qualifications, as well as fiscal estimates for potential increases in funding and positions, if applicable.
3. The Comptroller is hereby authorized to withhold general funds in the amount of \$1,500,000 second year until notified by the Chairmen of the House Appropriations and the Senate Finance Committees that VEDP has complied with this request by the date specified and that all or a portion specified of the funds are authorized for disbursement."

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Explanation:

(This amendment requires that VEDP provide its strategic, marketing and operational plans to the JLARC Special Subcommittee for Economic Development. In addition, VEDP is required to submit their plans for establishing the new Auditor, Incentives Division, and International Trade Division, so that the General Assembly may make determinations about potential added costs.)

Item 125.10 #1c

Commerce and Trade	FY16-17	FY17-18	
Virginia International Trade Corporation	\$0 0.00	(\$7,200,266) -24.00	GF FTE

Language:

Page 108, line 4, strike "\$7,200,266" and insert "\$0".
Page 108, strike lines 8 through 11.

Explanation:

(This amendment reverses funding of \$7.2 million from the general fund and 24 positions in fiscal year 2018 to create the proposed Virginia International Trade Corporation as a new state agency.)

Item 129 #1c

Commerce and Trade	
Virginia Tourism Authority	Language

Language:

Page 111, strike lines 1 through 4, and insert:
"M. Out of the amounts for Tourist Promotion, \$400,000 the second year from the general fund shall be provided as an incentive to establish nonstop air service between Indira Gandhi International Airport and Washington Dulles International Airport in accordance with a signed agreement entered into with the Virginia Tourism Corporation. Such agreement shall include provisions requiring a minimum of three nonstop round-trip flights per week, a load factor, and that the incentive payments be repaid or reduced proportionately if such conditions are not met."

Explanation:

(This amendment accompanies funding in the amount of \$400,000 from the general fund the second year for a grant designed to attract tourists from India. This language requires that the recipient must enter into a performance agreement with the Commonwealth and must meet certain performance metrics.)

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Item 129 #2c

Commerce and Trade	FY16-17	FY17-18	
Virginia Tourism Authority	\$15,000	\$22,500	GF

Language:

Page 109, line 17, strike "\$20,706,518" and insert "\$20,721,518".

Page 109, line 17, strike "\$19,886,612" and insert "\$19,909,112".

Page 110, line 1, strike "\$2,485,000" and unstrike "\$2,500,000".

Page 110, line 2, strike "\$2,227,500" and unstrike "\$2,500,000".

Page 110, line 8, strike "\$285,000" and unstrike "\$300,000".

Page 110, line 9, strike "\$277,500" and unstrike "\$300,000".

Explanation:

(This amendment reverses reductions proposed in the Governor's budget, providing \$15,000 from the general fund the first year and \$22,500 from the general fund the second year for Spearhead Trails, an initiative of the Southwest Regional Recreation Authority.)

Item 129 #3c

Commerce and Trade	FY16-17	FY17-18	
Virginia Tourism Authority	\$0	(\$125,000)	GF

Language:

Page 109, line 17, strike "\$19,886,612" and insert "\$19,761,612".

Page 110, line 2, strike "\$2,227,500" and insert "\$2,102,500".

Page 110, line 7, strike "and \$250,000 the second year".

Page 110, line 10, after "initiative.", insert:

"Also out of the amounts in this item for Tourism Promotion, \$125,000 the second year from the general fund shall be provided to the City of Virginia Beach for a regional tourism entity."

Explanation:

(This amendment removes \$250,000 from the general fund for the City of Portsmouth in fiscal year 2018 to benefit a regional tourism entity, and instead provides \$125,000 from the general fund for the City of Virginia Beach in fiscal year 2018 for the same purpose.)

Item 129 #4c

Commerce and Trade	FY16-17	FY17-18	
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Item 134 #1c

Education	FY16-17	FY17-18	
Department of Education, Central Office Operations	\$0 0.00	(\$57,744,831) -20.00	NGF FTE

Language:

Page 115, line 39, strike "\$61,685,261" and insert "\$3,940,430".
Page 116, strike lines 11 through 16.

Explanation:

(This amendment eliminates the proposed transfer of two food programs (Adult and Child Care Food and the Summer Food Service Programs) from the Department of Health to the Department of Education. The Department of Health will continue to administer these programs with the same level of funding and positions. There is a companion amendment that restores the federal funds to the Department of Health in Item 294.)

Item 136 #1c

Education	FY16-17	FY17-18	
Department of Education, Central Office Operations	\$0	\$50,000	GF

Language:

Page 116, line 42, strike "\$2,181,251" and insert "\$2,231,251".

Explanation:

(This amendment provides funding for a one-time file review of teachers who have been convicted of child abuse to make certain that their teacher's license has been revoked.)

Item 137 #1c

Education	FY16-17	FY17-18	
Department of Education, Central Office Operations	\$0	(\$1,253,479)	GF

Language:

Page 117, line 16, strike "\$20,538,547" and insert "\$19,285,068".

Explanation:

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(This amendment provides an additional \$300,000 for the instructional improvement system, which provides teacher-level and longitudinal student-level data, and other data for integration with local student information systems and DOE access to division-level data, for use by local school divisions.)

Item 137 #2c

Education	FY16-17	FY17-18
Department of Education, Central Office Operations	\$0	\$380,000 GF

Language:

Page 117, line 16, strike "\$20,538,547" and insert "\$20,918,547".

Page 118, after line 26, insert:

"I.1. Out of this appropriation, \$380,000 the second year from the general fund is provided to the Department of Education for estimated start-up costs incurred while developing necessary policies, processes and procedures for the administration of the Parental Choice Education Savings Account program as defined in House Bill 1605, should the bill become enacted into law.

2. In the event that House Bill 1605 does not become enacted into law, the Director of Department of Planning and Budget shall, on or before July 1, 2017, unallot the \$380,000 from the general fund as set out in paragraph I.1. above in this Item, and shall allot the \$380,000 from the general fund to paragraph G.1. in this Item for the personalized instructional and academic planning initiative for students, which shall increase the funding from \$120,000 to \$500,000 in the second year."

Explanation:

(This amendment provides \$380,000 the second year from the general fund to the Department of Education for estimated start-up costs in DOE that would be needed to administer the Parental Choice Education Savings Account (ESA) program. Should House Bill 1605 not become enacted into law, then the Director of Planning and Budget shall unallot the \$380,000 from the ESA program and shall allot the \$380,000 to the personalized instructional and academic planning initiative. There is a companion amendment that allots the \$380,000 to the personalized instructional and academic planning initiative should House Bill 1605 not become enacted into law.)

Item 137 #3c

Education	FY16-17	FY17-18
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Conference Report to House Bill 1500

grade level in which the school board has determined that a shortage of teachers exists; or (iii) those students seeking degrees in Career and Technical education. Eligible high school students shall be able to apply for this tuition assistance as an incoming college freshman rather than waiting until their sophomore year in college to apply for such tuition assistance from this initiative.)

Item 138 #2c

Education

Direct Aid to Public Education

Language

Language:

Page 124, line 53, after "V." insert "1."

Page 124, line 55, after "curricula", insert:

"2. Northern Virginia Community College, in consultation with the Department of Education, shall contract in accordance with House Bill 1663 to develop, market, and implement high-quality and effective computer science training and professional development activities for public school teachers throughout the Commonwealth for the purpose of improving the computer science literacy of all public school students in the Commonwealth. Further, Northern Virginia Community College shall establish an advisory committee for the purpose of advising the college and its partner organization on the development, marketing, and implementation of training and professional development activities pursuant to House Bill 1663, subsection A. The Secretary of Commerce and Trade, the Secretary of Education, and the Secretary of Technology shall each submit to the college a list of names of qualified individuals, and the college shall appoint members to such advisory committee from such lists."

Explanation:

(This language amendment directs Northern Virginia Community College, in consultation with the Department of Education, to contract with a partner organization to develop, market, and implement high-quality and effective computer science training and professional development activities for public school teachers pursuant to House Bill 1663.)

Item 138 #3c

Education

FY16-17

FY17-18

Direct Aid to Public Education

\$0

\$175,000 GF

Language:

Page 118, line 46, strike "\$28,993,945" and insert "\$29,168,945".

Page 119, after line 47, insert "Vocational Lab Pilot \$0 \$175,000".

Page 119, line 50, strike "\$28,993,945" and insert "\$29,168,945".

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Page 125, after line 48, insert:

"DD. Out of this appropriation, \$175,000 is provided the second year from the general fund to establish a Career and Technical Education Vocational Laboratory pilot that will be located within the Virginia Aviation Academy located in the Newport News school division. This vocational-based lab will be developed and focused on advanced, augmented and virtual reality related education."

Explanation:

(This amendment provides \$175,000 the second year from the general fund to be used to develop a new Vocational Laboratory pilot that focuses on advanced, augmented and virtual reality related education experience.)

	Item 138 #4c	
Education	FY16-17	FY17-18
Direct Aid to Public Education	(\$35,000)	(\$35,000) GF

Language:

Page 118, line 46, strike "\$26,930,095" and insert "\$26,895,095".

Page 118, line 46, strike "\$28,993,945" and insert "\$28,958,945".

Page 119, line 36, strike "\$50,000" and insert "\$15,000".

Page 119, line 37, strike "\$50,000" and insert "\$15,000".

Page 119, line 50, strike "\$26,930,095" and "\$28,993,945" and insert: "\$26,895,095" and "\$28,958,945".

Page 125, line 5, strike "\$50,000" and "\$50,000" and insert: "\$15,000" and "\$15,000".

Explanation:

(This amendment captures \$35,000 the first year from available balances and provides the same level of funding for the second year for the Teacher Improvement initiative.)

	Item 138 #5c	
Education	FY16-17	FY17-18
Direct Aid to Public Education	\$0	\$50,000 GF

Language:

Page 118, line 46, strike "\$28,993,945" and insert "\$29,043,945".

Page 119, after line 8, insert:

"College Partnership Laboratory School \$0 \$50,000".

Page 119, line 50, strike "\$28,993,945" and insert "\$29,043,945".

Conference Report to House Bill 1500

Page 125, after line 48, insert:

"DD. Out of this appropriation, \$50,000 in the second year from the general fund is provided for Chesterfield County Public Schools to partner and plan with Virginia State University for the continued development of a College Partnership Laboratory School in support of Ettrick Elementary School."

Explanation:

(This amendment provides \$50,000 in the second year from the general fund for Chesterfield County Public Schools to plan with Virginia State University for the continued development of a college partnership laboratory school in support of Ettrick Elementary School.)

Item 138 #6c

Education	FY16-17	FY17-18	
Direct Aid to Public Education	\$0	(\$480,000)	GF

Language:

Page 118, line 46, strike "\$28,993,945" and insert "\$28,513,945".

Page 119, strike line 33.

Page 125, strike lines 47 through 48.

Explanation:

(This amendment eliminates \$480,000 the second year, of new funding, for summer cyber camps.)

Item 138 #7c

Education	FY16-17	FY17-18	
Direct Aid to Public Education	\$0	(\$500,000)	GF

Language:

Page 118, line 46, strike "\$28,993,945" and insert "\$28,493,945".

Page 119, line 41, strike "\$1,500,000" and insert "\$1,000,000".

Page 119, line 50, strike "\$28,993,945" and insert "\$28,493,945".

Page 124, line 5, strike "\$1,500,000" and insert "\$1,000,000".

Explanation:

(This amendment reduces the \$1,000,000 in new funding proposed in the introduced budget for the Teacher Residency program by \$500,000 in the second year.)

Item 138 #8c

Education

Direct Aid to Public Education

Language

Language:

Page 119, line 50, "\$28,993,945" and insert "\$28,513,945".

Page 122, line 56, after "status" insert:

"or had a Denied Accreditation status when the initial application was made".

Explanation:

(This amendment removes language that penalizes the successful transition to an extended school year schedule during the start-up period. Initial grant awards may be up to \$300,000 per school for up to two years after the initial implementation period, or \$400,000 in the case of schools that have a Denied Accreditation status.)

Item 138 #9c

Education

FY16-17

FY17-18

Direct Aid to Public Education

\$0

\$50,000

GF

Language:

Page 118, line 46, strike "\$28,993,945" and insert "\$29,043,945".

Page 119, line 24, strike "\$612,500" and insert "\$662,500".

Page 119, line 50, strike "\$28,993,945" and insert "\$29,043,945".

Page 122, line 9, strike "\$612,500" and insert "\$662,500"

Explanation:

(This amendment adds \$50,000 to existing second year funding for Project Discovery for an annual funding level of \$662,500 to provide support to existing Partner Agencies and assist long-planned but unfunded program expansions. Established in 1979, Project Discovery is a post-secondary college access program currently offered through 22 Virginia Partner Agencies. The program encourages students to stay in and graduate from high school and provides resources and tools for students and families to successfully make the transition to post-secondary education. Many participants are first-generation college students. Partner agencies must match, dollar-for-dollar, program support.)

Item 138 #10c

Education

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Direct Aid to Public Education

Language

Language:

Page 124, after line 29, insert:

"4. Notwithstanding any provisions of § 22.1-199.6 or § 22.1-299, and in order to achieve the priorities of the Joint Subcommittee on Virginia Preschool Initiative for exploring the feasibility of and barriers to mixed delivery preschool systems in Virginia, recipients of a Mixed-Delivery Preschool grant shall be provided maximum flexibility within their respective pilot initiative in order to fully implement the associated goals and objectives of the pilot. Recipients of a Mixed-Delivery Preschool grant and divisions participating in such grant pilot activities shall be exempted from all regulatory and statutory provisions related to teacher licensure requirements and qualifications when paid by public funds within the confines of the Mixed-Delivery Preschool pilot initiative.

In the case of new pilot grants awarded beginning in the second year, in addition to the provisions of § 22.1-199.6 E., grants shall be awarded to recipients that offer high quality preschool experience to participating enrolled at-risk four-year-old children."

Explanation:

(This language amendment provides maximum flexibility that may be needed in order to implement a successful high-quality mixed delivery preschool program to the recipients of a Mixed-Delivery Preschool grant. In addition, the language specifies that new pilot grants awarded beginning in the second year shall be awarded to recipients that offer high quality preschool experience to participating enrolled at-risk four-year-old children.)

Item 139 #1c

Education

FY16-17

FY17-18

Direct Aid to Public Education

(\$50,000)

(\$162,814) GF

Language:

Page 125, line 50, strike "\$6,452,672,004" and insert "\$6,452,622,004".

Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,723,870,219".

Page 127, line 17, strike the first "\$600,000" and insert "\$550,000".

Page 127, line 17, strike the second "\$600,000" and insert "\$437,186".

Page 160, line 14, strike "\$600,000" and insert "\$550,000".

Page 160, line 15, strike "\$600,000" and insert "\$437,186".

Page 160, strike lines 16 through 27 and insert:

"and program operation grants that shall be awarded to public Virginia institutions of higher education to prepare persons who are employed in the public schools of Virginia, state operated programs, or regional special education centers as special educators with a provisional license and enrolled either part-time or full-time in programs for the education of children with disabilities. Applicants shall be graduates of a regionally accredited college or university.

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b. The award of such grants shall be made by the Department of Education, and the number of awards during any one year shall depend upon the amounts appropriated by the General Assembly for this purpose. The amount awarded for each traineeship shall be \$600 for a minimum of three semester hours of course work in areas required for the special education endorsement to be taken by the applicant during a single semester or summer session. Only one traineeship shall be awarded to a single applicant in a single semester or summer session."

Explanation:

(This amendment captures balances in the special education endorsement program and makes refinements to new budget language regarding this program.)

Item 139 #2c

Education	FY16-17	FY17-18
Direct Aid to Public Education	(\$8,000,000) \$8,000,000	\$0 GF \$0 NGF

Language:

Page 137, line 36, strike "\$191,347,523" and insert "\$199,347,523".

Explanation:

(This amendment increases by \$8.0 million the amount of Literary Fund revenue used to pay SOQ teacher retirement costs in fiscal year 2017. The Board of Education has not issued any Literary Fund school construction loans in fiscal year 2017 as originally included in the forecast.)

Item 139 #3c

Education

Direct Aid to Public Education

Language

Language:

Page 145, line 17, after "5" insert "a".

Page 145, line 41 insert:

"b.) Supplemental grants allocated to school divisions for participation in the Virginia e-Learning Backpack Initiative prior to fiscal year 2017 shall be used in eligible schools for (1) the purchase of a laptop or tablet for a student reported in ninth grade fall membership, and (2) the purchase of two content creation packages for teachers per grant. The amounts for such grants shall remain unchanged."

Explanation:

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(This amendment specifies that supplemental grants allocated to school divisions for participation in the Virginia e-Learning Backpack Initiative prior to fiscal year 2017 shall be used in eligible schools for (1) the purchase of a laptop or tablet for a student reported in ninth grade fall membership, as well as (2) the purchase of two content creation packages for teachers per grant. This will ensure that laptops or tablets are included as allowable purchases, consistent with future year issuances. The amounts for such grants shall remain unchanged.)

Education	FY16-17	FY17-18	Item 139 #4c
Direct Aid to Public Education	\$0	\$31,981,550	GF

Language:

Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,756,014,583".

Page 127, line 7, strike the second "\$0" and insert "\$31,846,184".

Page 127, line 9, strike "\$18,551,312" and insert "\$18,686,678".

Page 156, after line 11, insert:

"j. Out of the appropriation included in paragraph 40 of this item, \$135,366 the second year from the general fund is included in the Academic Year Governor's School funding allocation to increase the per pupil amount the second year as an add-on for a compensation supplement payment equal to 2.0 percent of base pay on February 15, 2018, for Academic Year Governor's School instructional and support positions."

Page 160, after line 42 insert:

"40. Compensation Supplement

a.1) The appropriation in this item includes \$31,981,550 the second year from the general fund for the state share of a payment equivalent to a 2.0 percent salary incentive increase, effective February 15, 2018, for funded SOQ instructional and support positions. Funded SOQ instructional positions shall include the teacher, guidance counselor, librarian, instructional aide, principal, and assistant principal positions funded through the SOQ staffing standards for each school division in the biennium. This amount includes \$135,366 the second year referenced in paragraph 28. h., for the Academic Year Governor's Schools for a 2.0 percent salary incentive increase, effective February 15, 2018, for instructional and support positions.

2) It is the intent that the instructional and support position salaries be increased in school divisions throughout the state by at least an average of 2.0 percent during the 2016-18 biennium. Sufficient funds are appropriated in this act to finance, on a statewide basis, the state share of a 2.0 percent salary increase for funded SOQ instructional and support positions, effective February 15, 2018, to school divisions which certify to the Department of Education, by June 1, 2017, that salary increases of a minimum average of 2.0 percent have been or will have been provided during the 2016-18 biennium, either in the first year or in the second year or through a combination of the two years, to instructional and support personnel. In certifying that

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the salary increases have been provided, school divisions may not include any salary increases that were provided in the first year solely to offset the cost of required member contributions to the Virginia Retirement System under § 51.1-144, Code of Virginia.

b. This funding is not intended as a mandate to increase salaries."

Explanation:

(This amendment provides funding for the state's share of a 2.0 percent compensation supplement, for SOQ instructional and support positions and Academic Year Governor's School instructional and support positions. The amount of state funding is calculated based on an effective date of February 15, 2018. School divisions shall have the flexibility to qualify for these state funds if they certify that they have provided or will provide an increase of at least 2.0 percent at some point during the 2016-18 biennium. In other words, at least 2.0 percent in fiscal year 2017 or at least 2.0 percent in fiscal year 2018, or via two separate increases in each fiscal year, such as 1.0 percent in fiscal year 2017 and 1.0 percent in fiscal year 2018 that together add to at least 2.0 percent. Companion amendments reverse the 1.5 percent bonus proposed in the budget as introduced and add \$34.1 million to the Supplemental Lottery Per Pupil Allocation.)

Item 139 #5c

Education	FY16-17	FY17-18	
Direct Aid to Public Education	\$0	(\$55,472,497)	GF

Language:

Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,668,560,536".

Page 127, strike line 8.

Page 127, line 27, strike "\$156,069,285" and insert "\$100,596,788".

Page 156, strike line 12 through 16.

Page 160, strike lines 28 through 42.

Explanation:

(This amendment reverses the \$55.5 million in the second year for the 1.5 percent bonus proposed in the budget as introduced. Companion amendments re-direct the funding as well as additional resources to a 2.0 percent salary increase and additional Lottery Per Pupil Amount funding.)

Item 139 #6c

Education	FY16-17	FY17-18	
Direct Aid to Public Education	\$0	\$369,848	GF

Language:

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Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,724,402,881".
Page 126, line 34, strike "\$3,188,105,559" and insert "\$3,187,633,305".
Page 126, line 36, strike "\$1,377,100,000" and insert "\$1,377,942,000".
Page 127, line 4, strike "\$5,962,365,262" and insert "\$5,962,735,008".

Explanation:

(This amendment adds a net total of \$369,848 the second year from the general fund for additional sales tax revenues collected pursuant to and contingent on the passage of House Bill 1913 and Senate Bill 1390.)

Item 139 #7c

Education	FY16-17	FY17-18	
Direct Aid to Public Education	\$62,645	\$61,826	GF

Language:

Page 125, line 50, strike "\$6,452,672,004" and insert "\$6,452,734,649".
Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,724,094,859".
Page 126, line 38, strike "\$12,096,414" and insert "\$12,159,059".
Page 127, line 49, strike "\$69,351,866" and insert "\$69,351,713".
Page 128, line 4, strike "\$123,260,541" and "\$128,522,016" and insert "\$123,321,155" and "\$128,583,847".
Page 128, line 26, strike "\$64,311,114" and insert "\$64,248,469".

Page 138, line 44, strike "\$12,096,414" and "\$12,159,059".
Page 138, line 46, strike "\$64,311,114" and insert "\$64,248,469".
Page 142, line 34, strike "\$123,260,541" and insert "\$123,321,155".
Page 142, line 35, strike "\$128,522,016" and insert "\$128,583,847".
Page 148, line 32, strike "\$69,351,866" and insert "\$69,351,713".

Explanation:

(This technical amendment adds a total of \$124,467 over the biennium in the K-3 Class Size Reduction program to correct a data error submission from one school division and a rounding correction within the Virginia Preschool Initiative that saves \$153.00 in the first year.)

Item 139 #8c

Education	FY16-17	FY17-18	
Direct Aid to Public Education	\$0	\$34,099,139	GF

Language:

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Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,758,132,172".

Page 127 after line 19, insert:

"Special Education - Regional Tuition (split funded) \$0 \$32,680,039".

Page 127, line 27, strike "\$156,069,285" and insert "\$188,749,324".

Page 128, line 10, strike "\$157,168,585" and insert "\$191,267,718".

Page 128, line 15, after "Tuition" insert "(split funded)".

Page 128, line 16, strike "\$87,578,979" and insert "\$54,898,940".

Page 152, line 19, strike "\$87,578,979 the second year" and insert:

"\$32,680,039 from the general fund and \$54,898,940".

Page 152, line 20, after "Proceeds Fund" insert "the second year".

Page 159, line 49, strike "\$157,168,585" and insert "\$191,267,718".

Page 159, line 51, strike "\$225.25" and insert "\$274.12".

Page 160, line 4, strike:

"no more than 50 percent shall be used for recurring costs and".

Page 160, line 4, after "listed above," insert:

"school divisions are permitted to spend such funds on both recurring and nonrecurring expenses in a manner that best supports the needs of the schools divisions. No local match is required."

Page 160, strike lines 5 through 9.

Explanation:

(This amendment provides \$34.1 million the second year from the general fund to increase the Lottery Per Pupil Allocation (PPA), bringing the total up to \$191.3 million in the second year, which is 35 percent of the total Lottery Proceeds Fund.)

Item 139 #9c

Education

FY16-17

FY17-18

Direct Aid to Public Education

\$7,258,009

\$0 GF

Language:

Page 125, line 50, strike "\$6,452,672,004" and insert "\$6,459,930,013".

Page 160, after line 42, insert:

"41. Small School Division Enrollment Loss Fund

Out of this appropriation, \$7,258,009 the first year from the general fund is allocated to eligible school divisions that have realized and reported to the Department of Education a total of a five percent or more decline in average daily membership from March 31, 2011, to March 31, 2016, with a minimum dollar amount for such eligible school divisions of \$75,000. Such eligible school divisions shall receive an apportioned allocation as specified below:

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DIVISION NAME	FY 2017
ALLEGHANY	\$388,339
AMHERST	\$207,863
BATH	\$75,000
BEDFORD	\$411,294
BLAND	\$75,000
BOTETOURT	\$153,580
BRUNSWICK	\$251,930
BUCHANAN	\$187,525
BUENA VISTA	\$99,574
CAMPBELL	\$356,831
CARROLL	\$341,486
CHARLES CITY	\$75,000
CHARLOTTE	\$139,455
CRAIG	\$75,000
CUMBERLAND	\$75,000
DICKENSON	\$147,963
ESSEX	\$92,159
FLUVANNA	\$127,920
FRANKLIN CITY	\$77,994
GLOUCESTER	\$263,849
GRAYSON	\$184,921
HALIFAX	\$356,415
HIGHLAND	\$75,000
LANCASTER	\$75,000
LEE	\$231,524
MARTINSVILLE	\$134,728
MATHEWS	\$75,000
MECKLENBURG	\$182,522
NORTHAMPTON	\$75,000
NORTHUMBERLAND	\$75,000

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PAGE	\$137,643
PETERSBURG	\$180,650
POQUOSON	\$123,514
PRINCE EDWARD	\$247,748
PULASKI	\$200,103
RAPPAHANNOCK	\$75,000
SMYTH	\$191,886
SURRY	\$75,000
SUSSEX	\$110,255
TAZEWELL	\$322,616
WESTMORELAND	\$89,180
WISE	\$416,542
TOTAL	\$7,258,009

Explanation:

(This amendment provides \$7.3 million the first year from the general fund to eligible small school divisions that have had a five percent or more decline in their average daily membership from 2011 to 2016.)

Item 139 #10c

Education	FY16-17	FY17-18	
Direct Aid to Public Education	\$0	(\$32,292)	GF

Language:

Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,724,000,741".
 Page 127, line 10, strike "\$18,551,312" and insert "\$18,519,020".
 Page 154, strike lines 41 through 43.

Explanation:

(This amendment saves \$32,292 the second year from the general fund by eliminating the new spending initiative to plan a summer Governor's School for Entrepreneurial Leadership.)

Item 139 #11c

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Education

Direct Aid to Public Education

Language

Language:

Page 142, after line 32, insert:

"3) From the amounts provided for Remedial Summer School, there is hereby appropriated \$300,000 the second year from the general fund to support pilot public-private partnerships between local school divisions and the Greater Richmond and Central Virginia affiliates of the Virginia Alliance of YMCAs to expand student participation opportunities in existing summer Power Scholars Academies in such partnered school divisions. The Virginia Alliance of YMCAs shall prepare and submit an evaluation report for such pilot partnerships between the school divisions and the Greater Richmond and Central Virginia YMCA affiliates to the Chairmen of House Appropriations and Senate Finance Committees no later than October 31, 2018."

Explanation:

(This amendment provides \$300,000 the second year from the Remedial Summer School assistance program funding to support a pilot public-private partnership between school divisions and the Virginia Alliance of YMCAs. The funding will enable Richmond City, Amherst and Lynchburg schools to enhance summer school learning and retention by expanding their programs with the YMCA. The Greater Richmond YMCA partnered with Richmond City during 2016 and served 87 students in the summer Power Scholars Academy, resulting in an average gain of two months in reading skills and one month gain in math comprehension for these students. In addition, the YMCA Central Virginia partnership with Lynchburg and Amherst school divisions had 71 students participate in the summer Power Scholars Academy who demonstrated an average of three-month gains in reading and two-month gains in math.)

Item 139 #12c

Education

FY16-17

FY17-18

Direct Aid to Public Education

\$0

(\$1,387,242) GF

Language:

Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,722,645,791".

Page 128, line 19, strike the second "\$2,774,478" and insert "\$1,387,236".

Page 153, line 22, strike the second "\$2,774,478" and insert "\$1,387,236".

Explanation:

(This amendment reduces funding for Project Graduation remedial education by half to phase-out the program. Project Graduation was created in 2003 to provide school divisions funding to provide instructional support for students who received passing grades for a standard credit-

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bearing course but failed the required Standards of Learning (SOL) assessment needed to earn verified credit to complete their diploma requirements.)

Item 139 #13c

Education	FY16-17	FY17-18
Direct Aid to Public Education	\$0	(\$199,992) GF

Language:

Page 125, line 50, strike "\$6,724,033,033" and insert "\$6,723,833,041".

Page 128, line 8, strike "\$12,975,341" and insert "\$12,775,349".

Page 151, line 34, strike "\$12,975,341" and insert "\$12,775,349".

Page 151, line 38, after "Department of Education." insert:

"In the second year, this reflects \$199,992 apportioned to each school division to account for the cost of the diagnostic test."

Explanation:

(This amendment captures \$199,992 from the general fund in fiscal year 2018 from SOL Algebra Readiness Payments by allocating proportionate shares of a portion of the increased cost of the algebra readiness diagnostic assessment to each school division.)

Item 140 #1c

Education

Direct Aid to Public Education

Language

Language:

Page 160, line 49, after "this Item." insert:

"Such federal program grant funds are based on the latest estimates available to the Department of Education and are provided here for informational purposes and are subject to change within each state fiscal year by the awarding federal agency. The Department of Education is directed to update the estimated federal program grant fund amounts contained in the table in this item on a periodic basis throughout the biennium."

Page 161, after line 7, insert:

"Item Details of Federal Education Assistance Program Awards (17900)	FY 2017	FY 2018
Advanced Placement Test Fees	\$248,459	\$248,459

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Project AWARE and YMHFA	\$3,897,018	\$3,897,018
Fresh Fruit and Vegetables	\$6,689,276	\$6,689,276
School Nutrition - Breakfast	\$69,069,998	\$69,069,998
School Nutrition - Lunch and Special Milk	\$247,830,902	\$247,830,902
Special Education - Program Improvement*	\$6,096,000	\$6,096,000
Special Education - IDEA - Part B Section 611	\$289,091,848	\$289,091,848
Special Education - IDEA - Part B Section 619 - Preschool	\$8,863,495	\$8,863,495
Federal Preschool Expansion Grant* (VPI+)	\$36,553,065	\$36,553,065
Consortium Incentive Grants	\$133,333	\$133,333
Title I - Neglected & Delinquent Children	\$1,528,103	\$1,528,103
Title I Part A - Improving Basic Programs	\$116,593,486	\$116,593,486
Title II Part A - Improving Teacher Quality	\$38,878,041	\$38,878,041
Title II Part B - Math and Science Partnerships	\$2,590,217	\$2,590,217
Title III Part A - Language Acquisition State Grant	\$12,253,779	\$12,253,779
Title VI - Rural and Low-Income Schools	\$2,242,591	\$2,242,591
1003 G - State Set Aside	\$7,517,560	\$7,517,560
Adult Literacy	\$13,097,115	\$13,097,115
Vocational Education - Basic Grant	\$23,892,611	\$23,892,611
	\$887,066,897	\$887,066,897

**Multi-year award".*

Explanation:

(This language amendment adds a table of the federal grant awards that are reflected in the introduced budget for public education.)

	Item 144 #1c	
Education: Higher Education	FY16-17	FY17-18
State Council of Higher Education for Virginia	\$0	(\$1,000,000) GF

Language:

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Page 162, line 51, strike "\$81,487,332" and insert "\$80,487,332".

Page 165, line 49, strike "\$8,500,000" and insert "\$7,500,000".

Explanation:

(This amendment transfers \$1.0 million from the general fund funding from the second year to the first year.)

Item 144 #2c

Education: Higher Education

FY16-17

FY17-18

State Council of Higher Education for Virginia

\$0

(\$500,000) GF

Language:

Page 162, line 50, strike "\$81,487,332" and insert "\$80,987,332".

Page 166, strike lines 2 through 7.

Explanation:

(This amendment eliminates a new cybersecurity scholarship program as part of balancing the budget.)

Item 144 #3c

Education: Higher Education

State Council of Higher Education for Virginia

Language

Language:

Page 165, strike lines 44 through 48.

Explanation:

(This amendment is technical in nature and eliminates language that is no longer needed as the additional need-based aid was moved to the individual institutions.)

Item 144 #4c

Education: Higher Education

State Council of Higher Education for Virginia

Language

Language:

Page 166, after line 7, insert:

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"K. 1. The State Council of Higher Education for Virginia shall work with representatives of the higher education institutions receiving state financial aid or whose students receive tuition assistance grants and review the financial aid award letters utilized by these institutions by November 1, 2017. During this review, the Council shall identify opportunities for improvement as well as best practices for, but not limited to, clarity and completeness of the information provided on gift aid as well as student's responsibility regarding student loans or work-study, student's ability to compare financial aid award packages among these institutions to make informed financial choices, and the conditions under which these awards or outstanding balance might change.

2. The Council shall then develop and implement award letter policies so that the following information is available to the student (1) a breakdown of the components of the institution's cost of attendance, designating billable charges; (2) a clear identification of each award, indicating the type of aid; (3) the use of standardized terminology consistent with the National Association of Student Financial Aid Administrators (NASFAA); and (4) whether awards are conditional and renewal requirement criteria information.

3. The Council shall report its findings and provide a status report on the implementation of the policy and process changes to the House Appropriations and Senate Finance Committees by December 1, 2018."

Explanation:

(This language amendment requires the State Council of Higher Education for Virginia (SCHEV) to review financial aid award letters for institutions of higher education receiving state financial aid or whose students receive tuition assistance grants. SCHEV will develop and implement policies to improve financial aid information for students.)

Item 144 #5c

Education: Higher Education

State Council of Higher Education for Virginia

Language

Language:

Page 166, after line 1, insert:

"3. Local community colleges shall not start new workforce programs that would duplicate existing high school and adult Career and Technical Education (CTE) programs for high-demand occupations in order to receive funding under this Grant."

Explanation:

(This amendment prohibits community colleges from starting new workforce programs that would duplicate existing high school and adult Career and Technical Education (CTE) programs in order to receive funding under the New Economy Workforce Credential Grant Program.)

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Item 146 #1c

Education: Higher Education	FY16-17	FY17-18	
State Council of Higher Education for Virginia	\$15,395	\$23,092	GF

Language:

Page 166, line 22, strike "\$16,361,472" and insert "\$16,376,867".
Page 166, line 22, strike "\$17,109,891" and insert "\$17,132,983".
Page 166, line 37, strike "\$292,504".
Page 166, line 37, unstrike "\$307,899".
Page 166, line 38, strike "\$284,807".
Page 166, line 38, unstrike "\$307,899".

Explanation:

(This amendment restores funding to the previous level for the Virginia Women's Institute for Leadership (VWIL), a public-private partnership between the Commonwealth and Mary Baldwin University that offers leadership and military training for women. VWIL cadets are not eligible for the Tuition Assistance Grant (TAG) and this funding is similar to those awards.)

Item 146 #2c

Education: Higher Education	FY16-17	FY17-18	
State Council of Higher Education for Virginia	\$0	\$250,000	GF

Language:

Page 166, line 22, strike "\$17,109,891" and insert "\$17,359,891".
Page 168, line 28, strike "\$296,278" and insert "\$546,278".

Explanation:

(This amendment restores \$250,000 from the general fund to support responsibilities assigned to the agency, including the Virginia Research Investment Fund, the New Economic Workforce Grant, and the Virginia Longitudinal Data System.)

Item 146 #3c

Education: Higher Education	FY16-17	FY17-18	
State Council of Higher Education for Virginia	\$0	(\$225,000)	GF

Conference Report to House Bill 1500

Language:

Page 166, line 23, strike "\$17,109,891" and insert "\$16,884,891".

Page 168, line 19, strike the second "\$450,000" and insert "\$225,000".

Explanation:

(This amendment reduces second year funding for a new pathway initiative adopted in the 2016 Session.)

Item 146 #4c

Education: Higher Education

FY16-17

FY17-18

State Council of Higher Education for
Virginia

(\$1,000,000)

(\$2,000,000) GF

Language:

Page 166, line 23, strike "\$16,361,472" and insert "\$15,361,472".

Page 166, line 23, strike "\$17,109,891" and insert "\$15,109,891".

Page 168, strike lines 31 through 40.

Explanation:

(This amendment transfers funding for the Virginia Degree Completion Network to the new Online Virginia Network Authority established under House Bill 2262.)

Item 150 #1c

Education: Higher Education

FY16-17

FY17-18

Christopher Newport University

\$0

\$665,454 GF

Language:

Page 169, line 29, strike "\$68,730,488" and insert "\$69,395,942".

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

Item 150 #2c

Education: Higher Education

FY16-17

FY17-18

Conference Report to House Bill 1500

Item 158 #2c

Education: Higher Education	FY16-17	FY17-18	
Richard Bland College	\$0	\$308,006	GF

Language:

Page 173, line 32, strike "\$11,095,546" and insert "\$11,403,552".

Page 175, after line 3, insert:

"E. Out of the amounts provided in this appropriation, \$150,000 the second year from the general fund is designated to begin addressing the staffing recommendations of the Auditor of Public Accounts."

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

Item 162 #1c

Education: Higher Education	FY16-17	FY17-18	
Virginia Institute of Marine Science	\$0	\$1,039,390	GF

Language:

Page 175, line 46, strike "\$21,541,437" and insert "\$22,580,827".

Explanation:

(This amendment provides over \$1.0 million from the general fund the second year to the Institute to restore the 5 percent reduction proposed in the introduced budget.)

Item 165 #1c

Education: Higher Education	FY16-17	FY17-18	
George Mason University	\$1,935,422	\$1,290,281	GF

Language:

Page 177, line 48, strike "\$480,272,228" and insert "\$482,207,650".

Page 177, line 48, strike "\$493,855,935" and insert "\$495,146,216".

Explanation:

Conference Report to House Bill 1500

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

Item 165 #2c

Education: Higher Education

FY16-17

FY17-18

George Mason University

\$0

\$1,117,744 GF

Language:

Page 177, line 48, strike "\$493,855,935" and insert "\$494,973,679".

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

Item 169 #1c

Education: Higher Education

FY16-17

FY17-18

James Madison University

\$0

\$899,280 GF

Language:

Page 180, line 32, strike "\$299,123,326" and insert "\$300,022,606".

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

Item 169 #2c

Education: Higher Education

FY16-17

FY17-18

James Madison University

\$1,551,829

\$1,034,553 GF

Language:

Page 180, line 32, strike "\$293,933,932" and insert "\$295,485,761".

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Page 180, line 32, strike "\$299,123,326" and insert "\$300,157,879".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

			Item 173 #1c
Education: Higher Education	FY16-17	FY17-18	
Longwood University	\$326,500	\$217,667	GF

Language:

Page 182, line 36, strike "\$69,101,541" and insert "\$69,428,041".

Page 182, line 36, strike "\$68,220,746" and insert "\$68,438,413".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

			Item 173 #2c
Education: Higher Education	FY16-17	FY17-18	
Longwood University	\$0	\$660,668	GF

Language:

Page 182, line 36, strike "\$68,220,746" and insert "\$68,881,414".

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

			Item 177 #1c
Education: Higher Education	FY16-17	FY17-18	
Norfolk State University	\$486,295	\$324,197	GF

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Language:

Page 184, line 8, strike "\$80,958,292" and insert "\$81,444,587".

Page 184, line 8, strike "\$81,727,083" and insert "\$82,051,280".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

Item 181 #1c

Education: Higher Education

FY16-17

FY17-18

Old Dominion University

\$1,002,931

\$668,621 GF

Language:

Page 186, line 10, strike "\$274,420,097" and insert "\$275,423,028".

Page 186, line 10, strike "\$274,905,739" and insert "\$275,574,360".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

Item 181 #2c

Education: Higher Education

FY16-17

FY17-18

Old Dominion University

\$0

\$3,046,985 GF

Language:

Page 186, line 10, strike "\$274,905,739" and insert "\$277,952,724".

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

Item 185 #1c

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Education: Higher Education	FY16-17	FY17-18	
Radford University	\$0	\$1,190,733	GF

Language:

Page 189, line 24, strike "\$120,788,521" and insert "\$121,979,254".

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

Item 185 #2c

Education: Higher Education	FY16-17	FY17-18	
Radford University	\$517,096	\$344,731	GF

Language:

Page 189, line 24, strike "\$122,457,048" and insert "\$122,974,144".

Page 189, line 24, strike "\$120,788,521" and insert "\$121,133,252".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

Item 189 #1c

Education: Higher Education	FY16-17	FY17-18	
University of Mary Washington	\$314,079	\$209,386	GF

Language:

Page 190, line 49, strike "\$72,095,028" and insert "\$72,409,107".

Page 190, line 49, strike "\$72,806,729" and insert "\$73,016,115".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

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Item 189 #2c

Education: Higher Education	FY16-17	FY17-18	
University of Mary Washington	\$0	\$571,893	GF

Language:

Page 190, line 49, strike "\$72,806,729" and insert "\$73,378,622".

Page 191, strike lines 47 through 53 and insert:

"F. Reductions contained in this item may be distributed only within the Educational and General Program except for the specific appropriations contained herein."

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

Item 189 #3c

Education: Higher Education	FY16-17	FY17-18	
University of Mary Washington	\$0	\$250,000	GF

Language:

Page 190, line 49, strike "\$72,806,729" and insert "\$73,056,729".

Explanation:

(This amendment requests additional general fund to enhance regional economic development initiatives by establishing high quality programs to meet the needs of the adult education population in the region including veterans, first-generation, and other non-traditional students. Credit and non-credit courses will be delivered with the flexibility and convenience suited to working adults including evening and online course offerings.)

Item 196 #1c

Education: Higher Education	FY16-17	FY17-18	
University of Virginia	\$0	\$100,000	GF

Language:

Page 193, line 32, strike "\$623,717,671" and insert "\$623,817,671".

Page 194, line 13, strike "\$1,454,176" and insert "\$1,554,176".

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Explanation:

(This amendment provides general fund dollars to the Foundation of Humanities to support provisions of House Bill 2296.)

Item 196 #2c

Education: Higher Education

FY16-17

FY17-18

University of Virginia

\$5,048,921

\$3,365,948 GF

Language:

Page 193, line 32, strike "\$627,364,297" and insert "\$632,413,218".

Page 193, line 32, strike "\$623,717,671" and insert "\$627,083,619".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

Item 203 #1c

Education: Higher Education

FY16-17

FY17-18

University of Virginia's College at
Wise

\$0

\$719,172 GF

Language:

Page 198, line 2, strike "\$25,555,358" and insert "\$26,274,530".

Page 198, strike lines 51 through 55 and insert:

"G. Reductions contained in this item may be distributed only within the Educational and General Program except for the specific appropriations contained herein.

H. Out of this appropriation, \$425,000 the second year from the general fund is designated for the operations and maintenance of the new library."

Page 199, strike line 1.

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

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Item 203 #2c

Education: Higher Education	FY16-17	FY17-18	
University of Virginia's College at Wise	\$117,388	\$78,259	GF

Language:

Page 198, line 2, strike "\$25,924,755" and insert "\$26,042,143".

Page 198, line 2, strike "\$25,555,358" and insert "\$25,633,617".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

Item 203 #3c

Education: Higher Education	FY16-17	FY17-18	
University of Virginia's College at Wise	\$0	\$50,000	GF

Language:

Page 198, line 2, strike "\$25,555,358" and insert "\$25,605,358".

Page 199, after line 1, insert:

"H. Out of this appropriation, \$50,000 the second year from the general fund is designated for the University of Virginia's College at Wise to develop a plan related to potential future expansion due to desired enrollment growth. The University shall also detail the impact these plans would have on future capital needs. The plan shall be transmitted to the Chairmen of the Senate Finance and House Appropriations Committees by September 1, 2017."

Explanation:

(This amendment provides \$50,000 from the general fund in the second year for the development of a plan regarding the University's desire to expand enrollment. The plan is also to report on how these plans will impact the capital outlay needs of the University.)

Item 207 #1c

Education: Higher Education	FY16-17	FY17-18	
Virginia Commonwealth University	\$3,210,947	\$2,140,631	GF

Language:

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Page 200, line 10, strike "\$571,281,960" and insert "\$574,492,907".

Page 200, line 10, strike "\$567,251,152" and insert "\$569,391,783".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

Item 207 #2c

Education: Higher Education

FY16-17

FY17-18

Virginia Commonwealth University

\$0

\$1,585,059 GF

Language:

Page 200, line 10, strike "\$567,251,152" and insert "\$568,836,211".

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

Item 213 #1c

Education: Higher Education

FY16-17

FY17-18

Virginia Community College System

\$0

\$5,989,080 GF

Language:

Page 204, line 38, strike "\$911,096,381" and insert "\$917,085,461".

Page 207, strike lines 14 through 19 and insert:

"U. Reductions contained in this item may be distributed only within the Educational and General Program except for the specific appropriations contained herein."

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

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Item 213 #2c

Education: Higher Education

FY16-17

FY17-18

Virginia Community College System

(\$280,000)

(\$152,000)

GF

Language:

Page 204, line 38, strike "\$946,922,909" and insert "\$946,642,909".

Page 204, line 38, strike "\$911,096,381" and insert "\$910,944,381".

Explanation:

(This amendment defers funding for new cybersecurity program approved in the 2016 Session.)

Item 213 #3c

Education: Higher Education

FY16-17

FY17-18

Virginia Community College System

\$3,377,834

\$2,251,889

GF

Language:

Page 204, line 38, strike "\$946,922,909" and insert "\$950,300,743".

Page 204, line 38, strike "\$911,096,381" and insert "\$913,348,270".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

Item 213 #4c

Education: Higher Education

Virginia Community College System

Language

Language:

Page 207, after line 19, insert:

"V. 1. The Virginia Community College System, in coordination with the Department of Education, the State Council for Higher Education in Virginia, and the P-20 Council shall: (1) examine the rigor of dual enrollment general education courses; (2) establish structured dual enrollment career technical education and general education program pathways that lead to completion of certificates, diplomas, or associate degrees; (3) develop a process to create a dual enrollment general education course catalog that designates uniform transferability of courses to

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public four-year institutions of higher education; (4) develop guidelines for the implementation of improved transparent and accurate communication of dual enrollment course credit information to local school divisions, parents, and students; (5) recommend uniform pricing models for dual enrollment course delivery that sustain the affordability of dual enrollment offered by the Virginia Community College System and reflect the positive existing partnerships between local school divisions and Virginia's 23 community colleges; and (6) develop shared funding recommendations for the delivery of early college high school programs. A report of the preliminary findings shall be delivered to the Chairman of the Senate Finance Committee and the Chairman of the House Appropriations Committee by May 1, 2017, with a final report by May 1, 2018.

2. For the 2017-18 school year, the Virginia Community College System shall allow school divisions and local community colleges that offer dual enrollment courses to negotiate different costs for dual enrollment courses held at the local community college where a previous agreement had existed in the past and where there would be no loss of revenue based on the previous agreement."

Explanation:

(This amendment directs VCCS, DOE, and SCHEV to recommend certain changes to the structure of dual enrollment. In the 2015-16 academic year, 37,926 high school students earned college credit through dual enrollment at one of the 23 community colleges. In Virginia, dual enrollment is delivered primarily at the high school by a faculty member who is verified by the college as qualified to teach college-level courses. The college and the high school enter into a contract agreement that sets out the terms and conditions upon which college courses will be offered.)

Item 216 #1c

Education: Higher Education

FY16-17

FY17-18

Virginia Community College System

\$0

\$310,000 GF

Language:

Page 207, line 47, strike "\$107,209,320" and insert "\$107,519,320".

Page 209, after line 29, insert:

"K. Out of this appropriation, \$310,000 the second year from the general fund is designated to implement a pilot program between Virginia Western Community College, Botetourt County Public Schools, and local industry partners to meet the demand for mechatronic technicians. The program goal is to prepare 100 Mechatronic Engineering Technicians over five years using established career pathways with Botetourt County Public Schools and Virginia Western Community College and a sustainable faculty preparation program."

Explanation:

(This amendment provides funding for faculty accreditation and equipment for a pilot

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mechatronics technician program in partnership with Virginia Western Community College, Botetourt County Public Schools and local industry partners.)

Item 216 #2c

Education: Higher Education	FY16-17	FY17-18	
Virginia Community College System	\$0	(\$100,000)	GF

Language:

Page 207, line 47, strike "\$107,209,320" and insert "\$107,109,320".

Page 209, line 25, strike "and \$100,000 the second year".

Explanation:

(This amendment defers new funding for outreach efforts approved in the 2016 Session.)

Item 219 #1c

Education: Higher Education	FY16-17	FY17-18	
Virginia Military Institute	\$0	\$165,843	GF

Language:

Page 210, line 17, strike "\$38,301,114" and insert "\$38,466,957".

Page 211, strike lines 3 through 8 and insert:

"E. Reductions contained in this item may be distributed only within the Educational and General Program except for the specific appropriations contained herein."

Explanation:

(This amendment addresses the inequitable distribution of reductions to public colleges and universities and minimizes the overall impact on each institution's total educational and general (E & G) budget. The conference budget limits the impact on total E & G to 1.5 percent or less for all institutions not otherwise exempted from budget reductions.)

Item 219 #2c

Education: Higher Education	FY16-17	FY17-18	
Virginia Military Institute	\$288,536	\$192,357	GF

Language:

Page 210, line 17, strike "\$37,864,616" and insert "\$38,153,152".

Page 210, line 17, strike "\$38,301,114" and insert "\$38,493,471".

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Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

		Item 219 #3c	
Education: Higher Education	FY16-17	FY17-18	
Virginia Military Institute	\$0	(\$900,000)	GF

Language:

Page 210, line 17, strike "\$38,301,114" and insert "\$37,401,114".

Explanation:

(This amendment eliminates new funding of \$900,000 from the general fund in the second year related to legislation that did not pass during the 2017 Session. The bill would have allowed for out-of-state students that were members of the Virginia National Guard to receive in-state tuition.)

		Item 224 #1c	
Education: Higher Education	FY16-17	FY17-18	
Virginia Polytechnic Institute and State University	\$4,110,195	\$2,740,130	GF

Language:

Page 212, line 29, strike "\$643,154,292" and insert "\$647,264,487".

Page 212, line 29, strike "\$669,241,910" and insert "\$671,982,040".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

		Item 229 #1c	
Education: Higher Education	FY16-17	FY17-18	
Virginia Cooperative Extension and Agricultural Experiment Station	\$0	\$2,040,693	GF

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Language:

Page 216, line 6, strike "\$85,093,870" and insert "\$87,134,563".

Explanation:

(This amendment restores over \$2.0 million from the general fund in the second year resulting from the proposed reductions. This funding supports approximately 20 extension agents.)

Item 229 #2c

Education: Higher Education

Virginia Cooperative Extension and Agricultural Experiment
Station

Language

Language:

Page 216, after line 40, insert:

"E. The agency shall study how best to leverage state investment with industry partnerships that result in the technological and scientific advancements needed to grow the state's agricultural and natural resource economy. A report shall be sent to the Chairmen of the House Appropriations and Senate Finance Committees by November 1, 2017. The findings of the study are to include short-term and long-term goals to grow the state's agricultural and natural resource economy."

Explanation:

(This language amendment directs the agency to study opportunities to support statewide agricultural and natural resource economic development, including how future investments by the Commonwealth can be leveraged with industry investment into mutually beneficial projects.)

Item 229 #3c

Education: Higher Education

Virginia Cooperative Extension and Agricultural Experiment
Station

Language

Language:

Page 216, after line 40, insert:

"E. The Virginia Cooperative Extension and Agricultural Experiment Station shall work with the Cooperative Extension and Agricultural Research Services at Virginia State University to jointly study strategies to mitigate the Commonwealth's shortage of career and technical education teachers in the fields of agricultural education, technology education, and family and consumer sciences. The study shall include an evaluation of current offerings, consideration of

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additional or alternative strategies, and offer recommendations, as appropriate, in a report submitted to the Chairmen of the Senate Finance and House Appropriations Committees by September 1, 2017.”

Explanation:

(This amendment directs the two Virginia extension agencies to work together on a study to mitigate the shortage of career and technical education teachers in the fields of agricultural education, technology education, and family and consumer sciences.)

Item 229 #4c

Education: Higher Education

Virginia Cooperative Extension and Agricultural Experiment Station

Language

Language:

Page 216, after line 40, insert:

"E. It is the intent of the General Assembly that the general fund share of the Educational and General program for the Virginia Cooperative Extension and Agriculture Experiment Station shall be 95 percent of state funding calculations."

Explanation:

(This amendment provides a technical correction to reflect the historic fund split percentage used for the extension agency at Virginia Tech and provides direction that future funding distribution reflect the 95 percent fund split policy.)

Item 230 #1c

Education: Higher Education

Virginia State University

FY16-17

\$477,961

FY17-18

\$318,641 GF

Language:

Page 217, line 11, strike "\$69,809,465" and insert "\$70,287,426".

Page 217, line 11, strike "\$70,426,334" and insert "\$70,744,975".

Explanation:

(This amendment restores the proposed general fund reduction related to nongeneral savings associated with the prepayment made to the Virginia Retirement System in the 2016 Session. A companion amendment in Part 3 correctly reverts the nongeneral savings.)

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Item 235 #1c

Education: Other	FY16-17	FY17-18	
Frontier Culture Museum of Virginia	\$0	\$200,000	GF

Language:

Page 220, line 2, strike "\$2,301,840" and insert "\$2,501,840".

Explanation:

(This amendment provides \$200,000 from the general fund to allow the Frontier Culture Museum to hire additional staff for educational and interpretive programs eliminated through the proposed budget reductions.)

Item 237 #1c

Education: Other	FY16-17	FY17-18	
Jamestown-Yorktown Foundation	\$0	\$165,433	GF
	0.00	2.00	FTE

Language:

Page 220, line 46, strike "\$16,636,070" and insert "\$16,801,503".

Explanation:

(This amendment provides additional general funds for educational programs provided by the Jamestown-Yorktown Foundation.)

Item 237 #2c

Education: Other	FY16-17	FY17-18	
Jamestown-Yorktown Foundation	\$0	\$496,232	GF
	0.00	4.00	FTE

Language:

Page 220, line 46, strike "\$16,636,070" and insert "\$17,132,302".

Explanation:

(This amendment supports fee-based museum programming and marketing initiatives to generate critical nongeneral funds, which comprise 46 percent of the operating budget. The Jamestown-Yorktown Foundation attracts over 600,000 visitors annually, generating more than \$5 million in admission revenues and other critical tourism dollars to the Historic Triangle.)

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Item 238 #1c

Education: Other	FY16-17	FY17-18	
Jamestown-Yorktown Commemorations	\$368,832	\$5,785,532	GF

Language:

Page 221, line 39, strike "\$3,500,000" and insert "\$3,868,832".

Page 221, line 39, strike "\$1,500,000" and insert "\$7,285,532".

Explanation:

(This amendment is a technical amendment that moves the reductions to the Commemorations to a central reversion account.)

Item 239 #1c

Education: Other	FY16-17	FY17-18	
The Library Of Virginia	\$0	\$145,000	GF

Language:

Page 222, line 12, strike "\$7,736,033" and insert "\$7,881,033".

Explanation:

(This amendment provides additional general funds to restore cuts in the introduced budget and allow for hiring of new positions in archives management in order to make collections available to users online and provide for records management service to state and local government.)

Item 240 #1c

Education: Other	FY16-17	FY17-18	
The Library Of Virginia	\$0	\$428,571	GF

Language:

Page 222, line 35, strike "\$6,632,013" and insert "\$7,060,584".

Explanation:

(This amendment provides additional general funds for staff in reference and circulation services enabling the State Library to resume access to research and collections six days a week.)

Item 242 #1c

Education: Other

The Library Of Virginia

Language

Language:

Page 223, after line 24, insert:

"In the event that any budget reduction actions are required, the Director, Department of Planning and Budget, shall exclude from any reduction target calculations the rent plan included in the Library of Virginia budget."

Explanation:

(This amendment requires that the Department of Planning and Budget exclude the rent plan budget in the State Library from any budget reduction calculations.)

Item 243 #1c

Education: Other

The Science Museum of Virginia

Language

Language:

Page 224, line 5, strike "\$138,750" and insert "\$150,000".

Explanation:

(This amendment restores funding for the STEM partnership to the level included in Chapter 780, 2016 Session.)

Item 247 #1c

Education: Higher Education

Eastern Virginia Medical School

Language

Language:

Page 226, after line 37, insert:

"H. Eastern Virginia Medical School is hereby authorized to transfer funds to the Department of Medical Assistance Services to fully fund the state share for Medicaid supplemental payments to the primary teaching hospitals affiliated with Eastern Virginia Medical School. These Medicaid supplemental fee-for-service and/or capitation payments to managed care organizations are for the purpose of securing access to hospital services in Eastern Virginia. The

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funds to be transferred must comply with 42 CFR 433.51."

Explanation:

(This language amendment authorizes Eastern Virginia Medical School to utilize an intergovernmental transfer to fund supplemental Medicaid payments.)

Item 249 #1c

Education: Higher Education

FY16-17

FY17-18

New College Institute

\$0

\$100,000 GF

Language:

Page 226, line 46, strike "\$3,490,544" and insert "\$3,590,544".

Page 227, strike lines 13 through 21 and insert:

"C. 1. The Governing Board of the New College Institute shall be authorized to seek an agreement with the New College Foundation and other non-governmental parties to acquire the Building on Baldwin for the amount not funded by the Virginia Tobacco Indemnification and Community Revitalization Commission, the federal government through the U.S. Economic Development Administration, the Appalachian Regional Commission, other federal monies, or local government.

2. If agreement on acquisition of the Building on Baldwin cannot be reached, the Governing Board of the New College Institute, with the assistance of the Department of General Services (DGS), is further authorized to plan for the construction or acquisition of a new facility. Priority will be given to options utilizing existing state property. The Governing Board and DGS may partner with local community colleges and/or local governments to this end.

D. 1. Out of this appropriation, \$100,000 from the general fund in the second year is designated for the New College Institute to develop a five-year plan for future growth and development. The Governing Board of the New College Institute shall be authorized to contract with public and private colleges and universities to deliver programs that lead to degrees, certificates or credentials that maximize meeting the needs of the citizens of the region. It is the intent of the General Assembly that the first two years of any program and workforce training be conducted / delivered by any public two-year institutions as determined by the Governing Board of the New College Institute. New College Institute shall also review options to work collaboratively with local community colleges. The plan shall also include mechanisms to address growing the pipeline for post-secondary education while working in consultation with local school boards. The goals of the Harvest Foundation shall be considered in the development of this five-year plan.

2. Baccalaureate and higher degrees shall be conducted / delivered by public or private 4-year colleges and universities as determined by the Governing Board of the New College Institute. Subject to the conditions of D.1., George Mason University and Old Dominion University shall provide access of its program portfolio to the New College Institute through the Online Virginia Network.

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E. The New College Institute and the State Council of Higher Education for Virginia shall evaluate options for alternative pricing that result in lower charges for programs and courses offered to citizens of the region attending the New College Institute. The options shall not be limited to increased subsidy, financial aid or creating a new delivery model for citizens of the Commonwealth. The New College Institute and the State Council of Higher Education for Virginia shall report their findings to the Chairmen of the House Appropriations and Senate Finance Committees prior by December 1, 2017."

Explanation:

(This amendment provides \$100,000 from the general fund in the second year for the purposes of the New College Institute researching and developing a five-year plan. The amendment also updates the language to provide some additional stipulations for the plan.)

Item 255 #1c

Education: Higher Education

Higher Education Research Initiative

Language

Language:

Page 230, after line 44, insert:

2. Pursuant to the objectives stated in paragraph A.1., the Virginia Research Investment Committee (VRIC) may use a portion of the funds appropriated to conduct a study that is to be an assessment of the Commonwealth of Virginia's research assets, including those located at or within its public and private universities, federal research facilities and private sector companies. The purpose of that study shall be, but not limited to the following: (i) to determine the strengths of Virginia's commercialization capabilities; (ii) define research and commercialization clusters; (iii) identify current public and private sector collaborations in research and commercialization; (iv) identify current funding streams and where Virginia may best utilize its fiscal resources to leverage federal and private sector funds; (v) competitive efforts in similar research and commercialization initiatives in other states; and (vi) to recommend areas where Virginia may wish to direct its resources to accomplish the mandate of the Virginia Research Investment Committee. The State Council of Higher Education for Virginia shall serve as the coordinating body on behalf of the VRIC, and shall submit a study proposal to be reviewed and approved by the VRIC.

Page 230, line 45, strike "2." and insert "3."

Explanation:

(This amendment authorizes the Virginia Research Investment Committee to conduct a study of Virginia's research assets using previously appropriated funds.)

Item 255.10 #1c

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Education: Higher Education

FY16-17

FY17-18

Online Virginia Network Authority

\$1,000,000

\$2,000,000 GF

Language:

Page 231, after line 4, insert:

"§ 1-81.10 ONLINE VIRGINIA NETWORK AUTHORITY (xxx)".

Page 231, after line 4, insert:

"255.10 Online Virginia Network Authority

\$1,000,000

\$2,000,000

Fund Sources: General

\$1,000,000

\$2,000,000 "

"A. Out of this appropriation, \$1,000,000 the first year and \$2,000,000 the second year from the general fund is designated for the Online Virginia Network Authority (OVN). George Mason University and Old Dominion University shall develop a plan for the OVN that (1) serves adult learners, nontraditional students, and other students seeking access to an online degree program; (2) is more cost-effective than a traditional degree; (3) describes how the OVN will reduce the unit cost of providing online education; (4) uses tuition revenue from online students to support the cost of the initiative; (5) includes a discussion of potential options to partner with those currently providing online courses; and (6) utilizes only existing financial aid programs. The OVN shall provide a status report on the plan to the Governor and the Chairmen of the House Appropriations and the Senate Finance Committees by November 1, 2017. OVN will provide annual progress reports by November 1 in subsequent years."

Explanation:

(This amendment provides funding and policy guidance for the Online Virginia Network Authority established under House Bill 2262.)

Item 257 #1c

Finance

FY16-17

FY17-18

Secretary of Finance

\$500,000

\$0 GF

Language:

Page 234, line 3, strike "\$488,354" and insert "\$988,354".

Page 234, after line 16, insert:

"C. Out of this appropriation, \$500,000 the first year from the general fund is to be used at the discretion of the Secretary of Finance to conduct intervention and remediation efforts in situations of local fiscal distress that have been previously documented by the Office of the Secretary of Finance prior to January 1, 2017. The Secretary shall report periodically on his efforts to the Chairmen of the House Appropriations and Senate Finance Committees."

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Explanation:

(This amendment provides \$500,000 from the general fund to support efforts led by the Secretary of Finance to address intervention and remediation efforts for localities that are fiscally distressed.)

Item 274 #1c

Finance

Department of Taxation

Language

Language:

Page 246, after line 50, insert:

“D. The Department of Taxation shall convene a workgroup to examine the provisions related to the timing of payments and return filings required of registered dealers pursuant to §§ 58.1-615 and 58.1-616, Code of Virginia, and § 3-5.06 of this act. The workgroup shall include the staffs of the House Appropriations and Senate Finance Committees, the Secretary of Finance or his designee, and representatives from affected businesses and industries. Additional staff support shall be provided by the Department of Taxation and the Division of Legislative Services upon request. The workgroup shall consider alternatives and limitations to the current accelerated sales tax requirement and may examine other sales tax-related issues as it deems appropriate. The workgroup shall complete its meetings by November 30, 2017, and shall submit to the Governor and the Chairmen of the House Appropriations and Senate Finance Committees a report of its findings and recommendations no later than the first day of the 2018 Regular Session of the General Assembly.”

Explanation:

(This amendment directs the Department of Taxation to convene a workgroup for the purposes of examining the accelerated sales tax (AST) requirement. The workgroup shall consider alternatives and potential limitations to the current AST requirement, and may examine other issues related to retail sales and use tax collections as it deems appropriate. The workgroup will include the staffs of the House Appropriations and Senate Finance Committees, the Secretary of Finance, and stakeholders from the retail industry. Staff support will be provided by the Department of Taxation and Division of Legislative Services as needed.)

Item 275 #1c

Finance

Department of Taxation

Language

Language:

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Page 248, after line 50, insert:

"f. Taxpayers subject to the taxes imposed pursuant to § 58.1-320 and required to make estimated tax payments pursuant to § 58.1-490 et seq., shall be required to file and remit payment using an electronic medium in a format prescribed by the Tax Commissioner if (i) any installment payment of estimated tax is in excess of fifteen thousand dollars, (ii) any payment made with regard to an extension of time to file exceeds fifteen thousand dollars, or (iii) the taxpayer's total tax liability exceeds sixty thousand dollars in any taxable year beginning on or after January 1, 2017. The Department of Taxation shall provide reasonable advanced notice to taxpayers affected by this requirement."

Explanation:

(This amendment requires certain taxpayers to file and remit tax payments using an electronic medium.)

Item 275 #2c

Finance

Department of Taxation

Language

Language:

Page 250, line 38, after "law," strike:

"any person that owns or licenses computerized".

Page 250, strike lines 39 through 43 and insert:

"any employer or payroll service provider that owns or licenses computerized data relating to income tax withheld pursuant to Article 16 (§ 58.1-460 et seq.) of Chapter 3 of Title 58.1 shall notify the Office of the Attorney General without unreasonable delay after the discovery or notification of unauthorized access and acquisition of unencrypted and unredacted computerized data containing a taxpayer identification number in combination with the income tax withheld for that taxpayer that compromises the confidentiality of such data and that creates a reasonable belief that an unencrypted and unredacted version of such information was accessed and acquired by an unauthorized person, and causes, or the employer or payroll provider reasonably believes has caused or will cause, identity theft or other fraud. With respect to employers, this requirement applies only to information regarding the employer's employees, and does not apply to information regarding the employer's customers or other non-employees.

Such employer or payroll service provider shall provide the Office of the Attorney General with the name and federal employer identification number of the employer as defined in § 58.1-460 that may be affected by the compromise in confidentiality. Upon receipt of such notice, the Office of the Attorney General shall notify the Department of Taxation of the compromise in confidentiality. The notification required under this provision that does not otherwise require notification under subsections A through L of § 18.2-186.6, Code of Virginia, shall not be subject to any other notification, requirement, exemption, or penalty contained in that section."

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Explanation:

(This amendment makes technical changes to the Reporting Requirement for Data Breaches. These changes are intended to conform such reporting requirements with existing statutory language, which generally requires the reporting of data breaches to the Office of the Attorney General.)

Item 275 #3c

Finance

Department of Taxation

Language

Language:

Page 250, after "program" strike "." and insert:

", with a proportionate share of the repayment to be deducted from nongeneral fund amnesty collections, based on the nongeneral fund share of amnesty tax collections."

Explanation:

(This amendment clarifies that nongeneral fund amnesty collections will be assessed for a proportionate share of program costs.)

Item 278 #1c

Finance

FY16-17

FY17-18

Department of the Treasury

\$0

\$1,548,439 GF

Language:

Page 252, line 20, strike "\$7,795,335" and insert "\$9,343,774".

Page 253, after line 21, insert:

"J. Out of the amounts for this item shall be paid \$1,548,439 the second year for the relief of Keith Allen Harward, as provided for and contingent upon the passage of House Bill 1650 and Senate Bill 1479 of the 2017 General Assembly."

Explanation:

(This amendment provides \$1,548,439 the second year from the general fund for the relief of Keith Allen Harward for wrongful incarceration, pursuant to House Bill 1650 and Senate Bill 1479.)

Item 278 #2c

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Finance	FY16-17	FY17-18
Department of the Treasury	(\$976,873)	\$0 GF

Language:

Page 252, line 20, strike "\$10,420,180" and insert "\$9,443,307".
 Page 253, strike lines 19 through 21.

Explanation:

(This amendment removes funding included in the introduced budget to provide compensation for Davey Reedy for wrongful incarceration. Legislation authorizing the compensation did not pass.)

Item 281 #1c

Finance	
Treasury Board	Language

Language:

Page 257, after line 22, insert:
 "Prince William - Manassas Adult Detention Center \$49,643".
 Page 257, line 24, strike "\$41,745,572" and insert "\$41,795,215".

Explanation:

(This amendment adds \$49,643 to the authorization for the Virginia Public Building Authority to issue bonds for the 50 percent state share of the capital cost for life safety upgrades to a modular jail building at the Prince William - Manassas Adult Detention Center. This project was approved for reimbursement by the Board of Corrections on May 8, 2014.)

Item 281 #2c

Finance	FY16-17	FY17-18
Treasury Board	\$0	(\$1,515,402) GF
	\$0	\$1,515,402 NGF

Language:

Page 258, strike lines 39-51.
 Page 259, strike lines 1-6.
 Page 259, after line 6, insert:

"Institution	FY 2017	FY 2018
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George Mason University	\$2,644,092	\$2,804,490
Old Dominion University	\$1,047,123	\$1,108,899
University of Virginia	\$4,721,706	\$5,006,754
Virginia Polytechnic Institute and State University	\$4,867,731	\$5,192,295
Virginia Commonwealth University	\$2,224,530	\$2,359,266
College of William and Mary	\$1,549,053	\$1,639,845
Christopher Newport University	\$122,562	\$131,508
University of Virginia's College at Wise	\$45,540	\$48,330
James Madison University	\$2,675,079	\$2,843,787
Norfolk State University	\$402,831	\$420,789
Longwood University	\$97,911	\$106,149
University of Mary Washington	\$222,750	\$234,834
Radford University	\$281,556	\$300,486
Virginia Military Institute	\$377,190	\$400,470
Virginia State University	\$739,233	\$773,577
Richard Bland College	\$9,900	\$10,830
Virginia Community College System	\$3,139,785	\$3,301,665
TOTAL	\$25,168,572	\$26,683,974"

Explanation:

(This amendment increases by \$1 per credit hour the capital fee paid by out-of-state students at Virginia's public colleges and universities. The increase in the fee is related to the additional general fund capital outlay investments authorized in 2016.)

Item 284 #1c

Health and Human Resources

FY16-17

FY17-18

Secretary of Health and Human Resources

\$0

(\$4,500,000)

GF

Language:

Page 262, line 4, strike "\$5,228,516" and insert "\$728,516".

Page 263, strike lines 13 through 38.

Page 264, strike lines 1 through 10.

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Explanation:

(This amendment redirects \$4.5 million from the general fund the second year for a statewide gap analysis of the community mental health system to other mental health services.)

Item 284 #2c

Health and Human Resources	FY16-17	FY17-18
Secretary of Health and Human Resources	\$250,000	\$0 GF

Language:

Page 262, line 4, strike "\$728,480" and insert "\$978,480".

Page 264, after line 10, insert:

"F.1. It is the intent of the General Assembly that the Department of Behavioral Health and Developmental Services (DBHDS) transform its system of care into a model that embodies best practices and state-of-the art services by treating, where appropriate, individuals in the community. As part of this effort, DBHDS state hospitals shall be structured to ensure high quality care, efficient operation, and sufficient capacity to serve those individuals needing state hospital care.

2. Out of this appropriation, \$250,000 from the general fund the first year shall be provided to the Office of the Secretary of Health and Human Resources (OSHHR) to prepare an implementation plan for the financial realignment of Virginia's public behavioral health system. This plan shall include: (i) a timeline and funding mechanism to eliminate the extraordinary barriers list in state hospitals and to maximize the use of community resources for individuals discharged or diverted from state facility care; (ii) sources for bridge funding, to ensure continuity of care in transitioning patients to the community, and to address one-time, non-recurring expenses associated with the implementation of these reinvestment projects; (iii) state hospital appropriations that can be made available to community services boards to expand community mental health and substance abuse program capacity to serve individuals who are discharged or diverted from admission; (iv) financial incentive for community services boards to serve individuals in the community rather than state hospitals; (v) detailed state hospital employee transition plans that identify all available employment options for each affected position, including transfers to vacant positions in either DBHDS facilities or community services boards; (vi) legislation and Appropriation Act language needed to achieve financial realignment; and (vii) matrices to assess performance outcomes.

3. In developing the plan, the OSHHR shall seek input from and participation by DBHDS, community services boards and behavioral health authorities, individuals receiving services and their family members, other affected state agencies, local governments, private providers and other stakeholders. OSHHR shall present the implementation plan to the Chairmen of the House Appropriations and Senate Finance Committees and the Chairman of the Joint Subcommittee to Study Mental Health Services in the Commonwealth in the 21st Century by December 1, 2017."

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Explanation:

(This amendment adds \$250,000 from the general fund the first year and language directing the Secretary of Health and Human Resources to prepare an implementation plan for the financial realignment of Virginia's public behavioral health system to further the goals of transforming the system of care into one that incorporates best practices and state-of-the-art services by treating individuals in the community where appropriate, while ensuring state hospitals are structured to ensure high quality care, efficient operation and sufficient capacity to serve those individuals in need of state hospital care. Language specifies the details of the plan and requires that it be reported to the Chairmen of the House Appropriations and Senate Finance Committees and the Chairman of the Joint Subcommittee to Study Mental Health Services in the Commonwealth in the 21st Century by December 1, 2017.)

Item 288 #1c

Health and Human Resources

FY16-17

FY17-18

Department of Health

\$0

\$300,000 GF

Language:

Page 269, line 50, strike "\$474,000" and insert "\$774,000".

Explanation:

(This amendment adds \$300,000 from the general fund the second year to restore funding for the Virginia State Loan Repayment Program that was eliminated in the Governor's FY 2017 Savings Plan and House Bill 1500, as introduced. Funding for the program is matched by the federal government to provide student loan repayment on behalf of qualified medical, dental, behavioral health and pharmaceutical (pharmacists) professionals who practice at an eligible site in one of the federally designated Health Professional Shortage Areas in Virginia. There are currently 16 individuals on the waiting list for this program.)

Item 289 #1c

Health and Human Resources

Department of Health

Language

Language:

Page 271, strike lines 28 through 31.

Explanation:

(This amendment eliminates language in the budget requiring that \$400,000 in nongeneral funds from the Rescue Squad Assistance Fund (RSAF) be set aside for the purchase of 12-lead EKG

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monitors. The RSAF currently approves grants in excess of \$1.0 million for the purchase of these monitors. The RSAF will continue to approve grants for the 12-lead monitors as they are presented but stakeholders feel that budgetary language requiring this use of the fund is no longer necessary. This amount of funding will remain in the RSAF but not be designated expressly for the 12-lead program.)

Item 291 #1c

Health and Human Resources

Department of Health

Language

Language:

Page 272, after line 13, insert:

"D. The state teaching hospitals shall work with the Department of Health and Division of Vital Records to fully implement use of the Electronic Death Registration System (EDRS) for all deaths occurring within any Virginia state teaching hospital's facilities. Full implementation shall occur and be reported, by the Division of Vital Records, to the Chairmen of the House Appropriations and Senate Finance Committees by April 15, 2018, in alignment with the Division of Vital Records plan to promulgate and market the EDRS."

Explanation:

(This amendment requires the state teaching hospitals to work with the Department of Health and Division of Vital Records to fully implement use of the Electronic Death Registration System (EDRS) for all deaths occurring within any Virginia state teaching hospital's facilities. Full implementation shall occur and be reported, by the Division of Vital Records, to the Chairmen of the House Appropriations and Senate Finance Committees by April 15, 2018, in alignment with Vital Records plans to promulgate and market the EDRS.)

Item 292 #1c

Health and Human Resources

FY16-17

FY17-18

Department of Health

\$0

(\$482,505)

GF

\$0

(\$1,319,458)

NGF

Language:

Page 272, line 16, strike "\$81,022,785" and insert "\$79,220,822".

Explanation:

(This amendment eliminates \$482,505 from the general fund and \$1.3 million from nongeneral funds in fiscal year 2018 contained in the introduced budget to require the meningococcal vaccine for children entering the sixth grade. Proposed legislation requiring the vaccine was not

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approved, so the appropriation is unnecessary.)

Item 294 #1c

Health and Human Resources	FY16-17	FY17-18	
Department of Health	\$0	\$124,470	GF
	\$0	\$82,980	NGF

Language:

Page 274, line 2, strike "\$119,543,385" and insert "\$119,750,835".

Page 274, after line 49, insert:

"H. Out of this appropriation, \$124,470 from the general fund and \$82,980 from nongeneral funds the second year is provided for the Virginia Department of Health to establish and administer a Perinatal Quality Collaborative. The Perinatal Quality Collaborative shall work to improve pregnancy outcomes for women and newborns by advancing evidence-based clinical practices and processes through continuous quality improvement with an initial focus on pregnant women with substance use disorder and infants impacted by neonatal abstinence syndrome."

Explanation:

(This amendment provides \$124,470 from the general fund and \$82,980 from nongeneral funds the second year for the Virginia Department of Health to establish and administer a Perinatal Quality Collaborative. The Perinatal Quality Collaborative shall work to improve pregnancy outcomes for women and newborns by advancing evidence-based clinical practices and processes through continuous quality improvement.)

Item 294 #2c

Health and Human Resources	FY16-17	FY17-18	
Department of Health	\$0	(\$130,455)	GF
	\$0	\$57,744,831	NGF

Language:

Page 274, line 2, strike "\$119,543,385" and insert "\$177,157,761".

Explanation:

(This amendment restores funding for federal food programs that was transferred to the Department of Education in the introduced budget. Funding that was added in the introduced budget to backfill the loss of administrative funding in the Department of Health is removed since there will be no change to the existing program.)

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Item 295 #1c

Health and Human Resources	FY16-17	FY17-18	
Department of Health	\$0	(\$6,000,000)	NGF

Language:

Page 274, line 51, strike "\$257,842,185" and insert "\$251,842,185".
Page 276, strike lines 36 through 44.

Explanation:

(This amendment eliminates \$6.0 million the second year from the federal Temporary Assistance to Needy Families block grant for developing a pilot program increasing education about reproductive choices and expanding access to long acting reversible contraception that was included in the introduced budget.)

Item 295 #2c

Health and Human Resources	FY16-17	FY17-18	
Department of Health	\$0	\$4,291,077	GF
	\$0	(\$3,176,817)	NGF

Language:

Page 274, line 51, strike "\$257,842,185" and insert "\$258,956,445".
Page 276, line 1, after "B.", insert "1."
Page 276, line 5, unstrike "\$40.00" and strike "\$285.00".
Page 276, after line 13, insert:

"2. The Department of Health shall examine the cost recovery from larger establishments to determine if the services are adequately supported and report to the Chairmen of the House Appropriations and Senate Finance Committees by December 15, 2017."

Explanation:

(This amendment adds \$4.3 million from the general fund and reduces \$3.2 million from nongeneral funds from a proposed increase in the restaurant inspection fee contained in the introduced budget. Language is modified to return the fee to \$40 from the proposed fee of \$285. Language directs the Department of Health to examine the adequacy of cost recovery from larger establishments and report to the Chairmen of the House Appropriations and Senate Finance Committees by December 15, 2017.)

Item 295 #3c

Health and Human Resources	FY16-17	FY17-18	
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Department of Health \$0 (\$128,057) NGF

Language:

Page 274, line 51, strike "\$257,842,185" and insert "\$257,714,128".

Explanation:

(This amendment eliminates \$128,057 from nongeneral funds in fiscal year 2018 contained in the introduced budget to require the meningococcal vaccine for children entering the sixth grade. Proposed legislation requiring the vaccine was not approved.)

Item 296 #1c

Health and Human Resources

Department of Health Language

Language:

Page 278, line 55, after "Virginia." strike the remainder of the line.
Page 278, strike line 56.

Explanation:

(This amendment eliminates language in the Appropriation Act that states the Southwest Virginia Graduate Medical Education Consortium (GMEC) is a program of the University of Virginia (UVA) at Wise. GMEC is becoming an independent entity and is terminating its formal relationship with UVA at Wise.)

Item 296 #2c

Health and Human Resources

FY16-17

FY17-18

Department of Health \$0 \$10,000 GF

Language:

Page 276, line 47, strike "\$20,566,511" and insert "\$20,576,511".

Page 280, after line 51, insert:

"T. Out of this appropriation, \$10,000 the second year is provided to Special Olympics Virginia for the Special Olympics Healthy Athlete Program."

Explanation:

(This amendment adds \$10,000 from the general fund the second year for the Special Olympics Healthy Athlete exam and treatment program. The program provides health exams to its athletes and other individuals with intellectual disability and links individuals to health care services. The program also trains health care professionals and students to treat individuals with

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intellectual disability. Funding will allow the program to serve more disabled individuals at the Special Olympics games, including athletes and other individuals with intellectual disability residing in the community who have unmet health care needs.)

Item 298 #1c

Health and Human Resources	FY16-17	FY17-18	
Department of Health	\$0	\$116,000	GF
	\$0	(\$116,000)	NGF

Language:

Page 281, strike lines 42 through 51.

Explanation:

(This amendment adds \$116,000 from the general fund and eliminates \$116,000 in nongeneral funds from a new fee for shellfish facility inspections proposed in the introduced budget. Language authorizing the Department of Health to implement the fee is eliminated.)

Item 300 #1c

Health and Human Resources	FY16-17	FY17-18	
Department of Health	\$0	\$52,000	GF

Language:

Page 282, line 4, strike "\$19,552,502" and insert "\$19,604,502".

Explanation:

(This amendment adds \$52,000 from the general fund the second year for the fiscal impact of House Bill 1467 and Senate Bill 1323 (2017 Session) which add Neonatal Abstinence Syndrome to the list of diseases that are required to be reported by the Board of Health.)

Item 300 #2c

Health and Human Resources	FY16-17	FY17-18	
Department of Health	(\$150,000)	(\$150,000)	GF

Language:

Page 282, line 4, strike "\$19,589,974" and insert "\$19,439,974".

Page 282, line 4, strike "\$19,552,502" and insert "\$19,402,502".

Page 282, after line 27, insert:

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"C. The Virginia Department of Health is authorized to develop a plan to allocate a reduction of \$150,000 the first year and \$150,000 the second year from the general fund across programs within the department to reflect administrative savings. The Department of Planning and Budget is authorized to make the necessary budget execution adjustments to transfer the funds between programs to implement the plan."

Explanation:

(This amendment reduces \$150,000 each year from the general fund to capture administrative savings in the Virginia Department of Health. Language is provided allowing the Virginia Department of Health to spread the reduction for administrative savings across programs within the agency's budget.)

	Item 300 #3c	
Health and Human Resources	FY16-17	FY17-18
Department of Health	\$0	\$370,000
	\$0	\$3,330,000
		GF
		NGF

Language:

Page 282, line 4, strike "\$19,552,502" and insert "\$23,252,502".

Page 282, after line 27, insert:

"C.1. Out of this appropriation, \$370,000 from the general fund and \$3,330,000 from nongeneral funds is provided for the Virginia Department of Health to implement the requirements of House Bill 2209 and Senate Bill 1561 (2017 Session). The department shall contract or amend an existing contract with a non-profit entity as necessary in order to do so. The department shall require its contractor to establish a separate and distinct Emergency Department Care Coordination Advisory Council (ED Council) to whom responsibility for implementing this program shall be delegated under the department's supervision. The contractor may utilize an existing governance, legal and trust framework in order to fulfill the requirements of House Bill 2209 and Senate Bill 1561 and to expedite the implementation of the program.

2. The ED Council, under the department's governance and direction shall: (i) specify the necessary functionalities to meet the needs of all key stakeholders; (ii) develop and oversee a competitive selection process for a vendor or vendors that will provide a single, statewide technology solution to fulfill the required functionalities and advance the goals of the initiative; and (iii) select and oversee the implementation of successful information technologies, with implementation no later than June 30, 2018. The ED Council shall include three representatives from the Commonwealth appointed by the Secretary, including the department, the Department of Medical Assistance Services, and the Department of Health Professions; three representatives from hospitals and health systems, nominated by the Virginia Hospital and Healthcare Association; three health plan representatives, nominated by the Virginia Association of Health Plans; and six physician representatives, nominated by the Medical Society of Virginia with

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representation from the Virginia College of Emergency Physicians, the Virginia Academy of Family Physicians and the Virginia Chapter, American Academy of Pediatrics.

3. The department shall coordinate with the Department of Medical Assistance Services to seek federal Health Information Technology for Economic and Clinical Health (HITECH) Act matching funds. The department shall coordinate with the Department of Medical Assistance Services to seek any additional eligible federal matching funds supporting provider electronic health record implementation and integration in order to implement the program. The department may use up to \$100,000 for administrative costs.

4. The implementation of this initiative is contingent upon the receipt of federal HITECH Act funds, and neither the department nor its contractor shall be obligated to implement the program without HITECH Act matching funds. The appropriation in this paragraph is contingent upon the receipt of federal HITECH Act funds.

5. Effective July 1, 2017 or upon program implementation, all hospitals operating emergency departments in the Commonwealth and all Medicaid Managed Care contracted health plans shall participate in the program. Effective June 30, 2018, all hospital operating emergency departments in the Commonwealth, all Medicaid Managed Care contracted health plans, the State Employee Health Plan, all Medicare plans operating in the Commonwealth, and all commercial plans operating in the Commonwealth, excluding ERISA plans, shall participate in the program. The department, in coordination with the Department of Medical Assistance Services, shall determine the amount of federal funds available to support program operations in the second year. Accordingly, the department, in coordination with the Department of Medical Assistance Services and the ED Council, shall recommend, by December 15, 2017, a funding structure for program operations in fiscal year 2019 that apportions program costs across the Commonwealth, participating hospitals, and participating health plans.

6. The department, in coordination with the ED Council, shall report annually beginning November 1, 2017 to the Secretary of Health and Human Resources and the Chairmen of the House Appropriations and the Senate Finance Committees on progress, including, but not limited to: (i) the participation rate of hospitals and health systems, physicians and subscribing health plans; (ii) strategies for sustaining the program and methods to continue to improve care coordination; and (iii) the impact on health care utilization and quality goals such as reducing the frequency of visits by high-volume Emergency Department utilizers and avoiding duplication of prescriptions, imaging, testing or other health care services."

Explanation:

(This amendment adds \$370,000 from the general fund and \$3.3 million from nongeneral funds the second year to develop and implement a single, statewide technology solution that connects all the emergency departments in the Commonwealth to enable real time communication and collaboration between physicians, providers and other clinical or care management personnel for patients receiving services in hospital emergency departments for the purpose of improving the quality of patient care services, and lowering costs. The general fund for implementing this program would be matched with \$3.3 million in federal Health Information Technology for Economic and Clinical Health (HITECH) Act funds for a total budget in fiscal year 2018 of \$3.7 million. Implementation of this program is contingent upon the receipt of federal HITECH

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Act funds.)

Item 302 #1c

Health and Human Resources	FY16-17	FY17-18	
Department of Health Professions	\$0	\$250,000	NGF

Language:

Page 282, line 49, strike "\$30,473,844" and insert "\$30,723,844".

Page 282, after line 51, insert:

"Out of this appropriation, \$250,000 from nongeneral funds the second year is provided to implement a demonstration program with the Medical Society of Virginia and the Prescription Monitoring Program (PMP) to enhance the use of the PMP by prescribers through the use of real time access to the program via interoperability with electronic health records systems. The department shall design the demonstration program using \$25,000 in PMP funds and \$225,000 in federal Health Information Technology for Economic and Clinical Health (HITECH) Act funds. The Department of Medical Assistance Services shall apply for up to \$225,000 in enhanced federal HITECH Act funds to support the program. The Department of Health Professions shall report on the increased use of the program by prescribers in the demonstration program to the Chairmen of the House Appropriations and Senate Finance Committees by July 1, 2018. The implementation of the demonstration program is contingent upon the receipt of federal HITECH Act funds."

Explanation:

(This amendment adds \$250,000 from nongeneral funds the second year and language directing the agency to develop and implement a real time prescription drug monitoring demonstration program with Medicaid prescribers. The source of nongeneral funds is from prescription drug monitoring funds matched with enhanced federal Health Information Technology for Economic and Clinical Health (HITECH) Act funds. Language requires the Department of Medical Assistance Services to apply for up to \$225,000 in federal HITECH Act funds. Language requires the Department of Health Professions to report on increased use of the PMP by prescribers in the demonstration program by July 1, 2018. Language makes the program contingent on the receipt of federal HITECH funds.)

Item 302 #2c

Health and Human Resources	FY16-17	FY17-18	
Department of Health Professions	0.00	12.00	FTE

Language:

Explanation:

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(This amendment adds 12 positions in the Department of Health Professions to manage the increases in workload across the Health Regulatory Boards that license health professionals, enforce standards of practice, and provide information to health care practitioners and the public.)

Item 306 #1c

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance	\$0	\$1,374,722	GF
Services	\$0	\$1,374,722	NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,717,495,020".

Page 309, line 19, strike "Similar reductions shall also".

Page 309, strike line 20.

Page 309, line 21, strike:

"greater than 50% Medicaid utilization in 2009 in fiscal year 2018 only."

Explanation:

(This amendment adds \$1.4 million from the general fund and \$1.4 million from matching federal Medicaid funds the second year and strikes language which would have prohibited the payment of an inflation adjustment in inpatient hospital payments to Children's Hospital of the King's Daughters (CHKD) in fiscal year 2018. Language contained in the budget would have effectively reduced CHKD's inpatient hospital payments as well as Disproportionate Share Hospital, graduate medical education and indirect medical education payments.)

Item 306 #2c

Health and Human Resources

Department of Medical Assistance Services	Language
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Language:

Page 287, line 18, after "Committee", insert:

", meeting at least semi-annually,"

Page 287, line 19, after "appropriate.", insert:

"The department shall solicit input from the Pharmacy Liaison Committee regarding pharmacy provisions in the development and enforcement of all managed care contracts."

Explanation:

(This amendment adds language directing the agency to meet with the Pharmacy Liaison

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Committee at least semi-annually and solicit input regarding pharmacy provisions in the development and enforcement of all managed care contracts.)

Item 306 #3c

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance	\$0	\$76,427	GF
Services	\$0	\$76,427	NGF
	0.00	1.00	FTE

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,714,898,430".

Page 311, after line 41, insert:

"WWW. The Director, the Department of Medical Assistance Services, shall include language in all managed care contracts, for all department programming, requiring the plan sponsor to report quarterly, for all quarters through the one ending June 30, 2019, to the department for all pharmacy claims; the amount paid to the pharmacy provider per claim, including but not limited to cost of drug reimbursement; dispensing fees; copayments; and the amount charged to the plan sponsor for each claim by its pharmacy benefit manager. In the event there is a difference between these amounts, the plan sponsor shall report an itemization of all administrative fees, rebates, or processing charges associated with the claim. All data and information provided by the plan sponsor shall be kept secure; and notwithstanding any other provision of law, the department shall maintain the confidentiality of the proprietary information and not share or disclose the proprietary information contained in the report or data collected with persons outside the department. Only those department employees involved in collecting, securing and analyzing the data for the purpose of preparing the report shall have access to the proprietary data. The department shall provide a report using aggregated data only to the Chairmen of the House Appropriations and Senate Finance Committees on the implementation of this initiative and its impact on program expenditures by December 1, 2017. Nothing in the report to the Chairmen of the House Appropriations and Senate Finance Committees shall contain confidential or proprietary information."

Explanation:

(This amendment adds \$76,427 from the general fund and \$76,427 from matching federal Medicaid funds, one position and language directing the Department of Medical Assistance Services (DMAS) to include language in all its managed care contracts requiring quarterly reports on details related to pharmacy claims. Language requires DMAS to provide a report using aggregate data to the Chairmen of the House Appropriations and Senate Finance Committee on the implementation of this initiative and impact on program expenditures by December 1, 2017. Language is added to ensure the confidentiality and prohibit disclosure of proprietary information related to the report.)

Item 306 #4c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 308, line 23, strike "200" and insert "344".
Page 311, strike lines 34 through 41.

Explanation:

(This amendment adds 144 Medicaid Family and Individual Support Waiver slots in the second year. Funding is contained in the introduced budget to provide funding for these slots. Projections of utilization of the newly designed Building Independence, Family and Individual Supports and Community Living Waivers programs have resulted in the ability to serve more individuals than originally anticipated. Language in the introduced budget is eliminated which would have delayed access to additional waiver slots in fiscal year 2018.)

Item 306 #5c

Health and Human Resources

FY16-17

FY17-18

Department of Medical Assistance
Services

\$0
\$0

(\$1,000,000) GF
\$1,000,000 NGF

Language:

Page 285, line 45, strike, "\$358,174,530" and insert "\$359,174,530".

Explanation:

(This amendment reduces Medicaid expenditures in the second year by \$1.0 million from the general fund and increases nongeneral funds in the Virginia Health Care Fund (VHCF) by \$1.0 million from expanded estate recovery efforts. The introduced budget provides funding for three additional positions for the estate recovery program. Under Medicaid law, following the death of the Medicaid recipient a state must attempt to recover from his or her estate whatever long-term care benefits it paid for the recipient's care. Recoveries are deposited into the VHCF and used to offset the general fund spending for the Medicaid Program.)

Item 306 #6c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

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Page 311, after line 41, insert:

"WWW. Effective July 1, 2017, the Department of Medical Assistance Services shall amend the managed care regulations to specify that all contracts with health plans in a Medicaid managed care delivery model, including long-term services and supports, require reimbursement to nursing facility and specialized care services at no less than the Medicaid established per diem rate for Medicaid covered days, using the department's methodologies, unless the managed care organization and the nursing facility or specialized care services provider mutually agree to an alternative payment. The department shall have authority to implement this provision prior to the completion of any regulatory process in order to effect such change."

Explanation:

(This amendment adds language directing the Department of Medical Assistance Services to amend the managed care regulations to reflect that payments for nursing facilities and specialized care services are no less than the established per diem amounts set by the department's reimbursement methodologies. The language does not change the current contracts for long term care supports and services, but requires the managed care regulations to reflect current practice.)

Item 306 #7c

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance Services	\$0	\$1,603,910	GF
	\$0	\$1,603,910	NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,717,953,396".

Page 299, after line 44, insert:

"8. Effective July 1, 2017 through June 30, 2020, the Department of Medical Assistance Services shall amend the State Plan for Medical Assistance to pay nursing facilities located in the former Danville Metropolitan Statistical Area (MSA) the operating rates calculated for the Other MSA peer group. For purposes of calculating rates under the rebasing effective July 1, 2017, the department shall use the peer groups based on the existing regulations. For future rebasings, the department shall permanently move these facilities to the Other MSA peer group. The department shall have the authority to implement this reimbursement change effective July 1, 2017 and prior to completion of any regulatory process undertaken in order to effect such change."

Explanation:

(This amendment adds funding and language to correct the unintended consequence of changing the designation of the Danville and Pittsylvania County peer group for purposes of calculating

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Medicaid nursing home reimbursement for nursing facilities located in these localities from a Metropolitan Statistical Area to a Micropolitan Statistical Area. The Department of Medical Assistance Services made this change in 2013 when it implemented the Medicaid Price-Based Payment System for nursing facilities. However, the consequences of this change was not fully understood until the agency began analyzing nursing facility data in preparation of nursing facility rebasing.)

Item 306 #8c

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance Services	\$0	\$2,017,088	GF
	\$0	\$2,017,088	NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,718,779,752".

Page 306, line 26, after "2016", insert:

"and from 80 to 100 percent of the federal poverty level effective October 1, 2017".

Page 306, line 27, before "The department", insert:

"Effective October 1, 2017, the department shall amend the Medicaid demonstration project to include the provision of addiction recovery and treatment services, including partial day hospitalization and residential treatment services."

Explanation:

(This amendment adds \$2.0 million from the general fund and \$2.0 million in federal matching Medicaid funds the second year to modify the income eligibility criteria for the Medicaid demonstration waiver program for adults with serious mental illness in Medicaid from 80 to 100 percent of the federal poverty level effective October 1, 2017. The waiver provides primary care, outpatient medical services, and prescription drugs, along with a robust set of behavioral health services to adults with serious mental illness. In addition, language adds addiction recovery and treatment services, including partial day hospitalization and residential treatment to those services already provided through the waiver. A companion amendment in Item 310 provides additional funding for the GAP expansion for mental health screenings and attendant administrative costs.)

Item 306 #9c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 311, after line 41, insert:

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"WWW.1. There is hereby appropriated sum-sufficient nongeneral funds for the Department of Medical Assistance Services to pay the state share of supplemental payments for qualifying private hospitals as provided in the State Plan for Medical Assistance Services. Qualifying private hospitals shall consist of any hospital currently re-enrolled as a Virginia Medicaid provider that meets the requirements of the State Plan for Medical Assistance Services amendment 11-018 submitted to the Centers for Medicare and Medicaid Services (CMS) on or about December 20, 2011 and approved March 5, 2016 and 11-019 submitted to CMS on or about December 20, 2011 and approved March 21, 2016. The supplemental payments shall be based upon the services provided beginning with the effective date of each amendment. The department shall enter into a transfer agreement with agencies within the Secretariat of Health and Human Resources that are authorized to transfer department funding as state share of these private hospital supplemental payments. An amount equal to 10 percent of the annual agency transfers shall be unallotted and revert to the general fund at the end of the fiscal year. Hospitals participating in the program shall report annually to the Department of Planning and Budget on the uninsured and other low-income services provided. Such report shall identify to whom the services were provided and the value of such services. The Department of Planning and Budget shall report on this supplemental payment program to the Chairmen of the House Appropriations and Senate Finance Committees annually no later than December 1.

2. The Department of Medical Assistance Services shall have the authority to implement these reimbursement changes consistent with the effective date in the State Plan amendment approved by CMS and prior to completion of any regulatory process in order to effect such changes.

3. In the event federal laws, regulations or policies no longer allow such Medicaid supplemental payments, no obligation on the part of the Commonwealth shall exist to continue such payments to qualifying hospitals.

XXXX.1. The Department of Medical Assistance Services shall monitor the capacity available under the Upper Payment Limit (UPL) for all hospital supplemental payments and adjust payments accordingly when the UPL cap is reached. The department shall make an adjustment to stay under the UPL cap by reducing or eliminating as necessary supplemental payments to hospitals based on when the first supplemental payments were actually made so that the newest supplemental payments to hospitals would be impacted first and so on.

2. The Department of Medical Assistance Services shall have the authority to implement reimbursement changes deemed necessary to meet the requirements of this paragraph prior to the completion of any regulatory process in order to effect such changes."

Explanation:

(This amendment authorizes agencies within the Secretariat of Health and Human Resources to transfer funds to the Department of Medical Assistance Services (DMAS) to be used to pay the state share of Medicaid supplemental payments to qualifying hospitals. These Medicaid supplemental payments reimburse qualifying hospitals for their uncompensated costs for Medicaid services they have already provided. Language requires that 10 percent of the funding transferred shall be unallotted and revert to the general fund at the end of the year. Language directs the participating hospitals to report to DMAS on the services and programs provided and directs the department to report on the program by December 1 annually. It also clarifies that if

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federal laws, regulations or polices no longer allow such supplemental payments, that the Commonwealth is not obligated to continue such payments. Finally, language requires DMAS to monitor the capacity under the federal Upper Payment Limit for all hospital supplemental payment programs and adjust payments when the cap is reached by reducing or eliminating payments as necessary to stay within the cap with the newest payments impacted first.)

Item 306 #10c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 304, line 46, after "3." insert "a."

Page 305, after line 7, insert:

"b. If by June 30, 2017, the Department of Medical Assistance Services has not secured approval from the Centers for Medicare and Medicaid Services to use a minimum fee schedule pursuant to 42 C.F.R. § 438.6(c)(1)(iii) for local government-owned nursing homes participating in Commonwealth Coordinated Care Plus (CCC Plus) at the same level as and in lieu of the supplemental Medicaid payments authorized in Section RRR.3.a., then DMAS shall: (i) exclude Medicaid recipients who elect to receive nursing home services in local government-owned nursing homes from CCC Plus; (ii) pay for such excluded recipient's nursing home services on a fee-for-service basis, including the related supplemental Medicaid payments as authorized herein; and (iii) prohibit CCC Plus contracted health plans from in any way limiting Medicaid recipients from electing to receive nursing home services from local government-owned nursing homes. The department may include in CCC Plus Medicaid recipients who elect to receive nursing home services in local government-owned nursing homes in the future when it has secured federal CMS approval to use a minimum fee schedule as described above."

Explanation:

(This amendment adds language related to supplemental Medicaid payments for local government-owned nursing homes. Currently five local-government owned nursing homes provide the Department of Medical Assistance Services (DMAS) with funding to draw down matching federal funds for reimbursement for services provided to Medicaid recipients. A portion of the matching federal funds are retained by DMAS as Certified Public Expenditure Revenues. New federal regulations prevent Medicaid from making supplemental payments to these facilities when DMAS implements its managed long-term care services and supports program (CCC Plus) on August 1, 2017. This language would exempt residents admitted to these facilities from the CCC Plus program, similar to how DMAS treats Virginia's veteran nursing facilities, unless the department has secured federal approval to use a minimum fee schedule for these facilities. Language would prohibit CCC Plus contracted health plans from limiting Medicaid recipients from choosing to receive nursing home services from these facilities.)

Item 306 #11c

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance	\$0	\$357,502	GF
Services	\$0	\$357,502	NGF
	0.00	1.00	FTE

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,715,460,580".

Page 311, after line 41, insert:

"WWW.1. Effective January 1, 2018, the Department of Medical Assistance Services shall include in all its contracts with managed care organizations (MCOs) the following:

a. A provision requiring the MCOs to return one-half of the underwriting gain in excess of three percent of Medicaid premium income up to 10 percent. The MCOs shall return 100 percent of the underwriting gain above 10 percent.

b. A requirement for detailed financial and utilization reporting. The reported data shall include: (i) income statements that show expenses by service category; (ii) balance sheets; (iii) information about related-party transactions; and (iv) information on service utilization metrics.

c. Upon the inclusion of behavioral health care in managed care, behavioral health-specific metrics to identify undesirable trends in service utilization.

d. Upon the inclusion of behavioral health care in managed care, a report on their policies and processes for identifying behavioral health providers who provide inappropriate services and the number of such providers that are disenrolled.

2. For rate periods effective January 1, 2018 and thereafter, the Department of Medical Assistance Services shall direct its actuary as part of the rate setting process to:

a. Identify potential inefficiencies in the Medallion program and adjust capitation rates for expected efficiencies. The department is authorized to phase-in this adjustment over time based on the portion of identified inefficiencies that MCOs can reasonably reduce each year.

b. Monitor medical spending for related-party arrangements and adjust historical medical spending when deemed necessary to ensure that capitation rates do not cover excessively high spending as compared to benchmarks. Related-party arrangements shall mean those in which there is common ownership or control between the entities, and shall not include Medicaid payments otherwise authorized in this item.

c. Adjust capitation rates in the Medallion program to account for a portion of expected savings from required initiatives.

d. Allow negative historical trends in medical spending to be carried forward when setting capitation rates.

e. Annually rebase administrative expenses per member per month for projected enrollment changes.

f. Annually incorporate findings on unallowable administrative expenses from audits of MCOs into its calculations of underwriting gain and administrative loss ratios for the purposes of

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ongoing financial monitoring, including enforcement of the underwriting gain cap.

g. Adjust calculations of underwriting gain and medical loss ratio by classifying as profit medical spending that is excessively high due to related-party arrangements.

3. The Department of Medical Assistance Services shall report to the General Assembly on spending and utilization trends within Medicaid managed care, with detailed population and service information and include an analysis and report on the underlying reasons for these trends, the agency's and MCOs' initiatives to address undesirable trends, and the impact of those initiatives. The report shall be submitted each year by September 1.

4. The Department of Medical Assistance Services shall develop a proposal for cost sharing requirements based on family income for individuals eligible for long-term services and supports through the optional 300 percent of Supplemental Security Income eligibility category and submit the proposal to the Centers for Medicare and Medicaid Services to determine if such a proposal is feasible. No cost sharing requirements shall be implemented unless approved by the General Assembly.

5. The Department of Medical Assistance Services shall assess and report on additional or different resources needed to implement recommendations in the Joint Legislative Audit and Review Committee (JLARC) report Managing Spending in Virginia's Medicaid Program. The department shall submit its report to the Chairmen of the House Appropriations and Senate Finance Committees no later than November 1, 2017.

6. The Department of Medical Assistance Services shall ensure that the capitation rates for the Commonwealth Coordinated Care Plus program for fiscal year 2018 are budget neutral and do not exceed the cost of care for the enrolled population than that which would have been incurred in the Medicaid fee-for-service program."

Explanation:

(This amendment includes budget language directing the Department of Medical Assistance Services to implement various Joint Legislative Audit and Review Committee recommendations related to oversight of the Medicaid managed care programs. In addition, \$357,502 from the general fund and a like amount of federal matching funds is provided for the costs associated (i.e. actuarial costs) with implementing the provisions.)

Item 306 #12c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 311, after line 41, insert:

"WWW. Effective upon enactment of this act, the Department of Medical Assistance Services, in collaboration with the Department of Behavioral Health and Developmental Services, shall make sponsored residential services eligible for customized rates. The department may implement any changes necessary to implement this provision prior to the

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promulgation of regulations undertaken in order to effect such changes."

Explanation:

(This amendment adds sponsored residential services to the list of services that are eligible to receive customized rates in Medicaid for providing services to individuals with high needs. While the rate structure is designed to provide higher reimbursement for high-need individuals there are exceptions in which a special rate is needed to help care for individuals with extremely high levels of need.)

Item 306 #13c

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance	\$0	(\$500,000)	GF
Services	\$0	\$500,000	NGF

Language:

Page 292, line 7, strike "5.5" and insert "6.0".

Explanation:

(This amendment captures \$500,000 in general fund savings by increasing the provider assessment on Intermediate Care Facilities for the Intellectually Disabled (ICF-ID). The current assessment is set at 5.5 percent but federal law allows a maximum of 6.0 percent. This amendment increases the assessment to 6.0 percent. The assessment on ICF-IDs generates additional state dollars used as matching funds to draw down federal Medicaid funds and applies to both private and state providers. The assessment increases the costs of ICF-IDs which can then be reimbursed by Medicaid keeping revenues for the facility whole.)

Item 306 #14c

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance	(\$3,714,911)	(\$3,630,270)	GF
Services	(\$3,714,911)	(\$3,630,270)	NGF

Language:

Page 284, line 40, strike "\$9,314,035,650" and insert "\$9,306,605,828".

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,707,485,036".

Explanation:

(This amendment reduces funding by \$3.7 million from the general fund and \$3.7 million in nongeneral funds the first year and \$3.6 million from the general fund and \$3.6 million in nongeneral funds the second year based on an analysis of expenditures year-to-date in fiscal

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year 2017. The most recent Medicaid forecast of expenditures was completed in November 2016 and the additional months of data since then indicate that expenditures are tracking slightly behind the forecast.)

Item 306 #15c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 311, after line 41, insert:

"WWW.1. Effective no later than January 1, 2019, the Department of Medical Assistance Services is authorized to require consumer-directed aides providing personal care, respite care and companion services in the Medicaid Elderly and Disabled with Consumer Direction (EDCD) and Developmental Disability waiver programs and the Early and Periodic Screening Diagnosis and Treatment (EPSDT) program to utilize an Electronic Visit Verification (EVV) system. The department is authorized to contract with a vendor to provide access to an EVV system for use by consumer-directed aides.

2. For personal care, respite care and companion services agencies, the department shall work with the appropriate stakeholders to develop standards for electronic visit verification systems and certification requirements to ensure EVV systems used by such agencies meet all federal requirements and are capable of providing the necessary data the department may require.

3. The department shall ensure that implementation of electronic visit verification complies with all requirements of the federal Centers of Medicare and Medicaid Services."

Explanation:

(This amendment adds language directing the agency to implement an Electronic Visit Verification (EVV) system for use by aides providing Medicaid consumer-directed personal care, respite care and companion services. In addition, it provides that for agency care the agency should work with stakeholders to develop standards for EVV systems that meet federal requirements. The federal 21st Century Cures Act requires states to use EVV for these services by January 1, 2019.)

Item 306 #16c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 308, line 5, after "residential providers", insert:

", the Virginia Network of Private Providers, the Virginia Association of Community Services

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Boards, the Virginia Sponsored Residential Provider Group,"

Page 308, line 7, after "statewide", insert:

", and the increase or decrease in the capacity in each of the five geographic regions. The Department of Medical Assistance Services, in cooperation with the Department of Behavioral Health and Developmental Services, shall report the findings of this analysis to the Governor and the Chairmen of the House Appropriations and Senate Finance Committees by October 1, 2017".

Explanation:

(This amendment modifies language in the introduced budget approved by the 2016 General Assembly to have the Department of Medical Assistance Services, in cooperation with the Department of Behavioral Health and Developmental Services, collect information and feedback related to payments to family homes and the impact of changes to the rates on family homes statewide from sponsored residential providers and family home providers. Language extends collaborative efforts to collect information and feedback to other provider groups and specifies additional data elements to review. Language also requires a report on the findings of this analysis to the Governor and the Chairmen of the money committees.)

Item 306 #17c

Health and Human Resources

FY16-17

FY17-18

Department of Medical Assistance
Services

\$0
\$0

(\$500,000) GF
(\$500,000) NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,713,745,576".

Page 308, line 40, after "FFFF." insert "1."

Page 308, line 49, strike "The authority shall submit these criteria to the department by September 1, 2016." and insert:

"The department shall make supplemental payments to the following hospitals for the specified number of primary care residencies: Sentara Norfolk General (2 residencies), Carilion Medical Center (6 residencies), Centra Lynchburg General Hospital (1 residency), Riverside Regional Medical Center (2 residencies), Bon Secours St. Francis Medical Center (2 residencies). The department shall make supplemental payments to Carilion Medical Center for two psychiatric residencies."

Page 308, line 52, strike "three" and insert "four".

Page 308, line 54, after "2018." strike "If the".

Page 308, strike line 55 through 56.

Page 308, line 57, strike "slots to fund based on priorities developed by the authority."

Page 309, line 1, strike "In order to be eligible".

Page 309, strike lines 2 through 3.

Page 309, line 4, strike:

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"residency slots to be awarded supplemental payments by April 1, 2017."

Page 309, line 12, after "act." insert:

"2. Any remaining appropriation for this program at the end of the fiscal year shall be carried forward to the subsequent fiscal year to fund medical residency slots. The Department of Medical Assistance Services shall adjust the 2018-20 Medicaid forecast to include annual funding for the 25 residency slots as approved by the 2016 General Assembly."

Explanation:

(This amendment captures \$500,000 from the general fund in savings from unsubscribed funds for the Medicaid medical residency program for fiscal year 2018. The 2016 General Assembly provided funding for a new program to fund 25 medical residency slots effective July 1, 2017, of which 13 were for primary care residencies and 12 for high-need specialty residencies. Currently, 15 residency slots have been awarded to hospitals for fiscal year 2018. Typically institutional decisions about medical residencies are made in early fall and awarded to students the following spring, consequently, funding for the unsubscribed slots will not be used in fiscal year 2018. In addition, language specifies the hospitals for which supplemental payments will be made to fund residencies, based on the decisions made in the fall of 2016. Language reserves any unused funding for Medicaid residency slots to be used for future costs of the residency program and requires the Department of Medical Assistance Services to adjust the 2018-20 Medicaid forecast to include funding for the 25 residency slots approved by the 2016 General Assembly.)

Item 306 #18c

Health and Human Resources

FY16-17

FY17-18

Department of Medical Assistance
Services

\$0
\$0

(\$8,535,844) GF
(\$8,535,844) NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,697,673,888".

Page 310, unstrike lines 47 through 53.

Page 311, strike lines 20 through 31.

Explanation:

(This amendment restores language contained in Chapter 780, 2016 Acts of Assembly which prohibits Medicaid payment of overtime for consumer-directed personal assistance, respite and companion services. In addition, language authorizing overtime beginning July 1, 2017 is eliminated along with funding of \$8.5 million from the general fund and \$8.5 million from nongeneral funds.)

Item 306 #19c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 301, unstrike lines 31 through 36.

Page 301, strike lines 37 through 50.

Explanation:

(This amendment restores language contained in Chapter 780, 2016 Acts of Assembly which conditions the expansion of Medicaid, pursuant to the federal Patient Protection and Affordable Care Act (PPACA), upon an appropriation by the General Assembly. Language is eliminated which provides authority to expand Medicaid pursuant to the PPACA on or after October 1, 2017. A companion amendment in Part 4 eliminates any language changes which would allow for such an expansion without an appropriation by the General Assembly.)

Item 306 #20c

Health and Human Resources

FY16-17

FY17-18

Department of Medical Assistance
Services

\$0
\$0

\$3,260,683
\$3,260,683

GF
NGF

Language:

Page 284, line 40, strike "\$9,714,745,576" and insert "\$9,721,266,942".

Page 298, line 3, after "facilities.", insert:

"Effective on and after July 1, 2017, the Direct Peer Group price percentage shall be increased to 106.8 percent."

Page 298, line 5, after "facilities.", insert:

"Effective on and after July 1, 2017, the Indirect Peer Group price percentage shall be increased to 101.3 percent.

3) The department shall have the authority to implement these price percentage changes effective July 1, 2017 and prior to the completion of any regulatory process in order to effect such changes."

Explanation:

(This amendment adds \$3.3 million from the general fund and \$3.3 million from matching federal Medicaid funds to increase payments for nursing homes effective July 1, 2017. Language changes the price percentages for direct and indirect care. The change will help mitigate the effect of rebasing nursing facility rates utilizing base year costs that reflect multiple years of artificially constrained payments due to budgetary constraints. By increasing the price percentages as designated, the Commonwealth will promote a more equitable reimbursement policy to ensure long-term availability of nursing facility services for Medicaid recipients for

whom such care is appropriate.)

Item 306 #21c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 311, after line 41, insert:

"WWW. Effective July 1, 2017, the Department of Medical Assistance Services shall amend the State Plan for Medical Assistance to increase the formula for indirect medical education (IME) for freestanding children's hospitals with greater than 50 percent Medicaid utilization in 2009 as a substitute for DSH payments. The formula for these hospitals for indirect medical education for inpatient hospital services provided to Medicaid patients but reimbursed by capitated managed care providers shall be identical to the formula for Type One hospitals. The IME payments shall continue to be limited such that total payments to freestanding children's hospitals with greater than 50 percent Medicaid utilization do not exceed the federal uncompensated care cost limit to which disproportionate share hospital payments are subject, excluding third party reimbursement for Medicaid eligible patients. The department shall have the authority to implement these changes effective July 1, 2017, and prior to completion of any regulatory action to effect such changes."

Explanation:

(This amendment adds language related to indirect medical education (IME) payments to Children's Hospital of the King's Daughters (CHKD) to ensure that CHKD continues to receive Medicaid payments up to the uncompensated care cost limit as authorized by the General Assembly. The 2013 General Assembly authorized the use of indirect medical education payments to CHKD in view of expected declines in the state's allocation of disproportionate share hospital (DSH) payments by the federal government. This amendment ensures that in light of recent federal action by the Centers for Medicare and Medicaid related to the calculation of DSH, CHKD will continue to receive total payments consistent with the intent of the General Assembly. Language is added to ensure that the formula used for indirect medical education for inpatient hospital services reimbursed by Medicaid managed care providers is identical to that used for the state's two teaching hospitals.)

Item 306 #22c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

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Page 296, after line 18, insert:

"vii. Clarify that the informal appeals agent shall have the ability to close an informal appeal based on a settlement between the parties up to \$250,000, notwithstanding § 2.2-514 of the Code of Virginia. For settlements of \$250,000 or greater, such settlement shall be subject to § 2.2-514 of the Code of Virginia."

Page 296, after line 21, insert:

"3. The Department of Medical Assistance Services shall convene a workgroup with representatives from the provider community, and the legal community, and the Office of Attorney General to develop a plan to avoid or adjust retractions or for non-material breaches of the Provider Participation Agreement when the provider has substantially complied with the Provider Participation Agreement. The plan shall include an assessment of any administrative financial impact that implementation of such plan would have on the department and an analysis of any implications for the department's efforts to combat fraud, waste, and abuse. The workgroup shall report on the status of this plan to the Chairmen of the House Appropriations and Senate Finance Committees no later than December 1, 2017."

Explanation:

(This amendment adds language regarding the Medicaid appeals process to: (i) amend regulations to clarify that the informal appeals agent shall have the ability to close an informal appeal based on settlement between the parties up to \$250,000; (ii) direct the agency to convene a workgroup to develop a plan to avoid or adjust retractions of Medicaid payments for non-material breaches of the Provider Participation Agreement when the provider has substantially complied with it; and (iii) require the agency to report on the status of the plan to avoid retractions to the Chairmen of House Appropriations and Senate Finance Committees.)

Item 306 #23c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 305, after line 27, insert:

"6.a. The Department of Medical Assistance Services shall promulgate regulations to make supplemental Medicaid payments to the primary teaching hospitals affiliated with a Liaison Committee on Medical Education (LCME) accredited medical school located in Planning District 23 that is a political subdivision of the Commonwealth and an LCME accredited medical school located in Planning District 5 that has a partnership with a public university. The amount of the supplemental payment shall be based on the reimbursement methodology established for such payments in Attachments 4.19-A and 4.19-B of the State Plan for Medical Assistance and/or the department's contracts with managed care organizations. The department shall have the authority to implement these reimbursement changes consistent with the effective

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date in the State Plan amendment or the managed care contracts approved by the Centers for Medicare and Medicaid Services (CMS) and prior to completion of any regulatory process in order to effect such changes. No payment shall be made without approval from CMS.

b. Funding for the state share for these Medicaid payments is authorized in Item 247 and Item 4-5.03."

Explanation:

(This amendment adds language providing the Department of Medical Assistance Services (DMAS) with the authority to implement supplemental Medicaid payments to teaching hospitals affiliated with an accredited medical school in Planning District 23 and Planning District 5 based on the department's reimbursement methodology established for such payments and/or its contracts with managed care organizations. The state's share of funding for the supplemental payments shall be provided by the accredited medical schools, Eastern Virginia Medical School and the Virginia Tech Carilion School of Medicine. Companion amendments in Item 247 and 4-5.03 b.3. authorize the transfer of funds from these schools to DMAS for this purpose.)

Item 310 #1c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 316, after line 3, insert:

"R.1. The Department of Medical Assistance Services, in collaboration with the Department of Behavioral Health and Developmental Services, shall convene a stakeholder workgroup, to meet at least once annually, with representatives of the Virginia Association of Community Services Boards, the Virginia Network of Private Providers, the Virginia Association of Centers for Independent Living, Virginia Association of Community Rehabilitation Programs (VaACCSES), the disAbility Law Center of Virginia, the ARC of Virginia, and other stakeholders including representative family members, as deemed appropriate by the Department of Medical Assistance Services. The workgroup shall: (i) review data from the previous year on the distribution of the SIS levels and tiers by region and by waiver; (ii) review the process, information considered, scoring, and calculations used to assign individuals to their levels and reimbursement tiers; (iii) review the communication which informs individuals, families, providers, case managers and other appropriate parties about the SIS tool, the administration, and the opportunities for review to ensure transparency; and (iv) review other information as deemed necessary by the workgroup. The department shall report on the results and recommendations of the workgroup to the General Assembly by October 1 of each year."

Explanation:

(This amendment adds language directing the Department of Behavioral Health Developmental

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Services, in cooperation with the Department of Medical Assistance Services, to convene an annual stakeholders workgroup on issues related to the developmental disability waiver programs. Specifically, the workgroup will examine issues related to the tools to assess individual support needs, the assigned payment levels for providers, and the communication of these matters to individuals, families, case managers, providers and others.)

Item 310 #2c

Health and Human Resources

Department of Medical Assistance Services

Language

Language:

Page 314, line 43, after "K." insert "1."

Page 314, after line 48, insert:

"2. No later than June 30, 2018, the department shall make Medicaid and other agency data stored in the agency's data warehouse available through the department's website that includes, at a minimum, interactive tools for the user to select, display, manipulate and export requested data."

Explanation:

(This amendment requires the Department of Medical Assistance Services to create a web-based interface for the public to easily access agency data.)

Item 310 #3c

Health and Human Resources

FY16-17

FY17-18

Department of Medical Assistance
Services

(\$250,000)
(\$250,000)

\$0 GF
\$0 NGF

Language:

Page 312, line 42, strike "\$213,992,763" and insert "\$213,492,763".

Explanation:

(This amendment captures \$250,000 from the general fund and \$250,000 in federal funds the first year in administrative savings.)

Item 310 #4c

Health and Human Resources

Department of Medical Assistance Services

Language

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Language:

Page 316, after line 3, insert:

"R. The Department of Medical Assistance Services shall notify the Director, Department of Planning and Budget, and the Chairmen of the House Appropriations and Senate Finance Committees at least 30 days prior to any change in capitated rates for managed care companies. The notification shall include the amount of the rate increase or decrease, and the projected impact on the state budget."

Explanation:

(This amendment requires the Department of Medical Assistance Services to notify the Director, Department of Planning and Budget, and the Chairmen of the House Appropriations and Senate Finance Committees prior to any change in the rates for Medicaid managed care companies, and to provide an estimate of the impact any such change would have on the state budget.)

Item 310 #5c

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance Services	\$0	\$111,521	GF
	\$0	\$280,052	NGF

Language:

Page 312, line 42, strike "\$222,406,344" and insert "\$222,797,917".

Explanation:

(This amendment adds \$111,521 from the general fund and \$280,052 in enhanced federal Medicaid matching funds for the administrative costs associated with expanding the Medicaid demonstration waiver program for adults with serious mental illness (GAP) from 80 percent to 100 percent of the federal poverty level effective October 1, 2017. Funding will be used for additional mental health screenings, eligibility processing and other related administrative costs. A companion amendment in Item 306 provides funding for the GAP expansion.)

Item 310 #6c

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance Services	\$0	\$687,500	GF
	\$0	\$687,500	NGF
	0.00	4.00	FTE

Language:

Page 312, line 42, strike "\$222,406,344" and insert "\$223,781,344".

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Page 316, after line 3, insert:

"R.1 The Department of Medical Assistance Services (DMAS) shall take actions to improve the reliability of Medicaid eligibility screenings for long-term services and supports, including: (i) validation of the children's criteria used with the Uniform Assessment Instrument to determine eligibility for Medicaid long-term services and supports, and (ii) design and implementation of an inter-rater reliability test for the pre-admission screening process.

2. The department shall work with relevant stakeholders to (i) assess whether hospital screening teams are making appropriate recommendations regarding placement in institutional care or home and community-based care; (ii) determine whether hospitals should have a role in the screening process; and (iii) determine what steps must be taken to ensure the Uniform Assessment Instrument is implemented consistently and does not lead to unnecessary institutional placements.

3. The department shall report to the General Assembly by December 1 on steps taken to address the risks associated with hospital screenings, including any statutory or regulatory changes needed to improve such screenings."

Explanation:

(This amendment adds \$687,500 from the general fund and a like amount of matching federal Medicaid funds the second year, four positions and language to implement recommendations from a recent review of the Virginia Medicaid Program by the Joint Legislative Audit and Review Commission to improve the reliability of Medicaid screening for long-term services and supports.)

Item 310 #7c

Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance Services	\$0	\$478,394	GF
	\$0	\$478,394	NGF
	0.00	7.00	FTE

Language:

Page 312, line 42, strike "\$222,406,344" and insert "\$223,363,132".

Explanation:

(This amendment adds \$478,394 from the general fund and \$478,394 from matching federal Medicaid funds and seven positions in the Department of Medical Assistance Services to implement the provisions of House Bill 2304 which reflects the JLARC recommendations related to improving spending in the Medicaid program.)

Item 310 #8c

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Health and Human Resources	FY16-17	FY17-18	
Department of Medical Assistance Services	\$0	\$371,000	GF
	\$0	\$2,964,000	NGF

Language:

Page 312, line 42, strike "\$222,406,344" and insert "\$225,741,344".

Explanation:

(This amendment adds \$371,000 from the general fund and \$3.0 million from matching federal Medicaid funds for the fiscal impact of House Bill 2417 which directs the Department of Medical Assistance Services to establish a program using prepayment analytics to mitigate the risk of improper payments to providers of services furnished under the state plan for medical assistance who commit fraud, abuse, or errors.)

Item 311 #1c

Health and Human Resources

Department of Behavioral Health and Developmental Services Language

Language:

Page 316, strike lines 36 through 41.

Explanation:

(This amendment eliminates language in the introduced budget which authorizes the Department of Behavioral Health and Developmental Services to promulgate emergency regulations to establish a licensing fee per application for all adult behavioral health and developmental services licensed by the agency. A companion amendment in Item 313 eliminates the funding and one position to collect and process these fees. Revenue assumed from the fees is also eliminated in Item 0.)

Item 311 #2c

Health and Human Resources

Department of Behavioral Health and Developmental Services Language

Language:

Page 316, line 27, unstrike:

"of or renewal of a license, denial of a application for an initial license or".

Page 316, line 28, unstrike "renewal of a license,".

Explanation:

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(This amendment restores the requirement that the Department of Behavioral Health and Developmental Services post all renewals and denials for an initial or renewal license in order to ensure transparency in the licensing process.)

Item 313 #1c

Health and Human Resources	FY16-17	FY17-18	
Department of Behavioral Health and Developmental Services	\$0	(\$200,000)	GF
	\$0	\$200,000	NGF

Language:

Page 321, after line 22, insert:

"U. Out of this appropriation, \$200,000 the second year from the federal State Targeted Response to the Opioid Crisis Grant is provided for the purchase of opioid overdose reversal kits and opioid antidotes."

Explanation:

(This amendment supplants \$200,000 from the general fund the second year with new federal grant funding from the State Targeted Response to the Opioid Crisis Grant, which was created by the 21st Century Cures Act, passed by Congress in December 2016. The new federal grant aims to address the opioid crisis by increasing access to treatment, reducing unmet treatment needs, and reducing opioid overdose related deaths. The introduced budget included general fund amounts for opioid overdose reversal kits and opioid antidotes.)

Item 313 #2c

Health and Human Resources	FY16-17	FY17-18	
Department of Behavioral Health and Developmental Services	\$0	\$100,000	GF
	0.00	1.00	FTE

Language:

Page 317, line 36, strike "\$77,986,064" and insert "\$78,086,064".

Explanation:

(This amendment provides \$100,000 the second year from the general fund to support one position to oversee the Permanent Supportive Housing program. A separate amendment adds \$4.9 million from the general fund in additional funding in fiscal year 2018 to expand permanent supportive housing for individuals with serious mental illness. This amendment is a recommendation of the Senate Joint Resolution 47 Joint Subcommittee to Study Mental Health Services in the Twenty-First Century.)

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Item 313 #3c

Health and Human Resources	FY16-17	FY17-18	
Department of Behavioral Health and Developmental Services	(\$15,000) 0.00	(\$60,000) -1.00	GF FTE

Language:

Page 317, line 36, strike "\$78,020,357" and insert "\$78,005,357".

Page 317, line 36, strike "\$77,986,064" and insert "\$77,926,064".

Explanation:

(This amendment eliminates funding and one position in the Department of Behavioral Health and Developmental Services to collect and process new licensing fees for providers of adult services. A companion amendment in Item 311 eliminates the authority for the agency to establish this fee that was included in the introduced budget.)

Item 313 #4c

Health and Human Resources

Department of Behavioral Health and Developmental Services

Language

Language:

Page 321, after line 22, insert:

"U. The Department of Behavioral Health and Developmental Services shall provide a progress report on the implementation of the Developmentally Disabled Waiver programs to include information about the population served by the waivers, the level and reimbursement tier, and service utilization and expenses for (i) individuals who have used waiver services for less than one year and (ii) individuals who have used waiver services for 1-5 years. The department shall submit this report by October 15, 2017 to the Chairmen of the House Appropriations and Senate Finance Committees.

V. The Department of Behavioral Health and Developmental Services shall provide a report on the management and characteristics of individuals on the waiting list for services through the Developmentally Disabled Waiver programs. The report shall include (i) the age of individuals on the waiting list, and (ii) the number of individuals designated as Priority 1, 2 and 3 on the waiting list. The department shall submit this report by October 15, 2017 to the Chairmen of the House Appropriations and Senate Finance Committees."

Explanation:

(This amendment requires the Department of Behavioral Health and Developmental Services to report on implementation of the Developmentally Disabled (DD) Waiver programs and the management and characteristics of individuals on the waiting list for services through the DD

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Waiver programs. The agency is required to report on these items to the Chairmen of the House Appropriations and Senate Finance Committees by October 15, 2017.)

Item 315 #1c

Health and Human Resources	FY16-17	FY17-18	
Grants to Localities	\$0	(\$1,983,849)	GF

Language:

Page 322, line 5, strike "\$422,285,024" and insert "\$420,301,175".

Explanation:

(This amendment reduces funding by \$2.0 million from the general fund in fiscal year 2018 for the costs of providing same day access to assessment services at Community Services Boards. A companion amendment in Item 306 expands eligibility to mental health and substance abuse treatment services for the GAP program, which provides certain Medicaid services to individuals with serious mental illness. It is anticipated that this expansion will reduce the demand for same day access to assessment services and provide the needed services to address individuals who would otherwise be in need of services from CSBs.)

Item 315 #2c

Health and Human Resources		
Grants to Localities		Language

Language:

Page 326, line 9, after "opioids.", insert:
"In expending this amount, the department shall ensure that preferred drug classes shall include non-narcotic, non-addictive, injectable prescription drug treatment regimens."

Explanation:

(This amendment adds language clarifying that the funding provided to increase access to medication assisted treatment for individuals with substance use disorders should be used to include certain drug classes.)

Item 315 #3c

Health and Human Resources	FY16-17	FY17-18	
Grants to Localities	\$0	\$4,900,000	GF

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Language:

Page 322, line 5, strike "\$422,285,024" and insert "\$427,185,024".

Page 325, line 5, strike the second "\$4,270,500" and insert "\$9,170,500".

Explanation:

(This amendment adds \$4,900,000 in additional funding in fiscal year 2018 to expand permanent supportive housing (PSH) for individuals with serious mental illness. PSH is an evidence-based program that provides supportive services and rental subsidies to allow individuals with serious mental illness to live in the community and prevent unnecessary hospitalizations, homelessness, or interactions with the criminal justice system. In addition to the program funding, \$100,000 from the general fund is provided in a separate amendment to support one position to oversee the program. This amendment is a recommendation of the Senate Joint Resolution 47 Joint Subcommittee to Study Mental Health Services in the Twenty-First Century.)

	Item 315 #4c	
Health and Human Resources	FY16-17	FY17-18
Grants to Localities	\$0	(\$5,000,000) GF
	\$0	\$5,000,000 NGF

Language:

Page 326, line 7, strike "general fund" and insert:
"federal State Targeted Response to the Opioid Crisis Grant".

Explanation:

(This amendment supplants \$5.0 million from the general fund the second year with new federal grant funding from the federal State Targeted Response to the Opioid Crisis Grant, which was created by the 21st Century CURES Act, passed by Congress in December 2016. The new federal grant aims to address the opioid crisis by increasing access to treatment, reducing unmet treatment needs, and reducing opioid overdose related deaths. The introduced budget included \$5.0 million from the general fund for opioid treatment services.)

	Item 315 #5c
Health and Human Resources	
Grants to Localities	Language

Language:

Page 326, after line 15, insert:

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"KK. Out of this appropriation, \$8,550,000 the second year is provided from the Behavioral Health and Developmental Disabilities Trust Fund and shall be used for: (i) development of behavior/medical intense programs; (ii) subsidies for capital costs associated with rental units; (iii) establishment of a House Call Program in Northern Virginia; (iv) support for individual crisis events; and (v) development of providers in Virginia for individuals with intellectual and developmental disabilities with significant behavioral and mental health support needs."

Explanation:

(This amendment adds language to specify the purpose of the \$8.5 million appropriation provided in the introduced budget from the Behavioral Health and Developmental Disabilities Trust Fund.)

Item 332 #1c

Health and Human Resources	FY16-17	FY17-18
Department for Aging and Rehabilitative Services	\$200,000	\$0 GF

Language:

Page 331, line 44, strike "\$105,763,335" and insert "\$105,963,335".
Page 332, line 44, strike "4,545,136" and insert "4,745,136".

Explanation:

(This amendment restores \$200,000 in fiscal year 2017 from the general fund for Centers for Independent Living that was reduced in the introduced budget. These funds will provide transition services and assistance for: (i) people who want to transition from nursing facilities and other institutions to community-based residences with supports, (ii) people with disabilities at risk of institutionalization so that they may remain in the community, and (iii) youth with significant disabilities who have completed their secondary education.)

Item 332 #2c

Health and Human Resources	FY16-17	FY17-18
Department for Aging and Rehabilitative Services	\$200,000	\$0 GF

Language:

Page 331, line 44, strike "\$105,763,335" and insert "\$105,963,335".
Page 332, line 30, strike "5,680,229" and insert "5,880,229".

Explanation:

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(This amendment restores \$200,000 in fiscal year 2017 from the general fund for the Long Term Employment Support Services (LTESS) program. LTESS provides a full array of employment support services to meet the needs of individuals with significant disabilities to maintain employment. LTESS funding was reduced in fiscal year 2017 in the introduced budget.)

Item 332 #3c

Health and Human Resources	FY16-17	FY17-18	
Department for Aging and Rehabilitative Services	\$375,000	\$0	GF

Language:

Page 331, line 44, strike "\$105,763,335" and insert "\$106,138,335".
Page 332, line 52, unstrike "\$5,433,981" and strike "\$5,058,981".

Explanation:

(This amendment restores \$375,000 from the general fund the first year to brain injury services that was reduced in the introduced budget. Without the restoration of this funding, brain injury services will be unable to provide the current level of services.)

Item 333 #1c

Health and Human Resources	FY16-17	FY17-18	
Department for Aging and Rehabilitative Services	\$0	\$490,000	GF

Language:

Page 333, line 50, strike "\$35,069,218" and insert "\$35,559,218".
Page 334, line 36, after "18" insert ", and in fiscal year 2018, 25".
Page 334, line 42, after "18" insert ", and in fiscal year 2018, 25".

Explanation:

(This amendment provides \$490,000 in fiscal year 2018 from the general fund for the Care Coordination for the Elderly Virginians Program. This program provides care coordination services for low-income older Virginians throughout the Commonwealth. Care coordination puts together the necessary and most appropriate array of services and supports to help ensure that elderly individuals can remain in the community. Language is added to clarify that in fiscal year 2018, the number of Area Agencies on Aging authorized to use the funding for the program shall increase from 18 to 25.)

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Item 333 #2c

Health and Human Resources	FY16-17	FY17-18	
Department for Aging and Rehabilitative Services	\$145,834	\$0	GF

Language:

Page 333, line 50, strike "\$32,772,565" and insert "\$32,918,399".
Page 335, line 7, strike "\$104,166" and unstrike "\$250,000".

Explanation:

(This amendment restores \$145,834 in fiscal year 2017 from the general fund that was reduced in the introduced budget. The Pharmacy Connect Program is administered by Mountain Empire Older Citizens, Inc. Last year, the program helped individuals access nearly \$14 million in medications.)

Item 337 #1c

Health and Human Resources	FY16-17	FY17-18	
Department for Aging and Rehabilitative Services	\$0	(\$440,000)	GF

Language:

Page 336, line 29, strike "\$21,253,066" and insert "\$20,813,066".

Explanation:

(This amendment eliminates \$440,000 from the general fund the second year for case management system operations for adult services and adult protective services. Funding for this new initiative was eliminated by the 2016 General Assembly.)

Item 337 #2c

Health and Human Resources	FY16-17	FY17-18	
Department for Aging and Rehabilitative Services	(\$45,000)	\$0	GF

Language:

Page 336, line 29, strike "\$20,181,911" and insert "\$20,136,911".

Explanation:

(This amendment captures \$45,000 from the general fund the first year for administrative

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savings in the agency.)

Item 337 #3c

Health and Human Resources

Department for Aging and Rehabilitative Services

Language

Language:

Page 337, line 11, strike "\$395,124 the first year and".

Page 337, line 12, strike "\$395,124 the first year and".

Explanation:

(This amendment removes language related to a first year appropriation that was not included in the introduced budget. This amendment is a technical correction.)

Item 341 #1c

Health and Human Resources

FY16-17

FY17-18

Department of Social Services

\$0

\$111,000 GF

Language:

Page 338, line 55, strike "\$38,761,182" and insert "\$38,872,182".

Explanation:

(This amendment transfers \$111,000 from the general fund the second year from remaining 2-1-1 Information and Referral funding in Item 348 to the Department of Social Services' administrative budget in Item 341. Most of the funding for the 2-1-1 funding was previously moved to the administrative services budget, but this funding was inadvertently not transferred. This action aligns funding in the organization where the expenditures actually occur. A companion amendment reduces the funding in Item 348.)

Item 342 #1c

Health and Human Resources

FY16-17

FY17-18

Department of Social Services

\$0

\$2,005,343 NGF

Language:

Page 339, line 56, strike "\$262,036,010" and insert "\$264,041,353".

Page 342, line 13, after "2016", insert:

"and by 2.5 percent on July 1, 2017".

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Explanation:

(This amendment adds \$2.0 million in nongeneral funds the second year from the federal Temporary Assistance to Needy Families (TANF) block grant to increase the TANF benefit payment for families participating in the TANF program by 2.5 percent. The current monthly TANF benefit averages \$265 per month for a family. Since 1995, when TANF was created, there have only been two increases in the benefit, the most recent was 2.5 percent on July 1, 2016.)

Item 342 #2c

Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$90,000	GF
	\$0	\$2,500,000	NGF

Language:

Page 339, line 56, strike "\$262,036,010" and insert "\$264,626,010".

Page 342, after line 13, insert:

"O. The Board of Social Services shall combine Groups I and II for the purposes of Temporary Assistance to Needy Families cash benefits and use the Group II rates for the new group."

Explanation:

(This amendment provides \$90,000 from the general fund and the \$2.5 million from the Temporary Assistance to Needy Families (TANF) block grant the second year to reorganize the three locality groupings for Temporary Assistance to Needy Families (TANF) cash assistance into only two. Groups I and II would be combined and the rates in Group II would apply to everyone in the group, resulting in a modest increase in TANF cash assistance payments. The general fund amount in the second year represents funding for the TANF Unemployed Parent program, which is a state supported program.)

Item 342 #3c

Health and Human Resources

Department of Social Services

Language

Language:

Page 340, line 30, strike "\$71,804,311" and insert "\$62,204,000".

Explanation:

(This amendment modifies language in the introduced budget to reflect the balance in the Temporary Assistance to Needy Families block grant at the end of fiscal year 2018 based on

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actions taken in companion amendments in Items 295, 242 and 248.)

Item 343 #1c

Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$55,000	GF
	\$0	\$55,000	NGF

Language:

Page 342, line 16, strike "\$436,079,250" and insert "\$436,189,250".

Explanation:

(This amendment adds \$55,000 from the general fund and \$55,000 from nongeneral funds in financial assistance for local departments of social services to implement the provisions of House Bill 2092 which requires the review of additional data sources in determining eligibility for public assistance. A companion amendment in Item 350 provides funding for one-time costs to make systems and process changes to allow data sharing of Lottery winnings for the purpose of determining financial eligibility for public assistance.)

Item 348 #1c

Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$7,500,000	NGF

Language:

Page 347, line 48, strike "\$34,555,789" and insert "\$42,055,789".

Page 350, after line 11, insert:

"M.1. Out of this appropriation, \$7,500,000 from the Temporary Assistance to Needy Families (TANF) block grant the second year shall be provided for competitive grants for community employment and training programs designed to move low-income individuals out of poverty through programs designed to assist TANF recipients in obtaining and retaining competitive employment with the prospect of a career path and wage growth and other supportive services designed to break the cycle of poverty and permanently move individuals out of poverty. Of this amount, \$2.0 million shall be provided for competitive grants provided through Employment Services Organizations (ESOs).

2. The Department of Social Services shall award grants to qualifying programs through a memorandum of understanding which articulates performance measures and outcomes including the number of individuals participating in services, number of individuals hired into employment, the number of unique employers hiring individuals through organizational programs and activities, the average starting wage of individuals hired, reductions in the rate of poverty, as well as process measures such as how the program targets improvement in poverty

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over a 3-5 year period and fits in with long term community goals for reducing poverty. Grants shall require local matching funds of at least a 25 percent, including in-kind services.

3. Community employment and training programs and ESOs shall report on annual program performance and outcome measures contained in the memorandum of understanding with the Department of Social Services. The department shall report on the implementation of the programs and any performance and outcome data collected through the memorandum of understanding by June 1, 2018."

Explanation:

(This amendment provides 7.5 million in fiscal year 2018 from federal Temporary Assistance for Needy Families (TANF) block grant for community employment and training programs, of which \$2.0 million is directed at grants to Employment Services Organizations (ESOs). Funds will be allocated to qualifying programs through a memorandum of understanding with the Department of Social Services which sets out performance measures and outcomes such as number of participants, number of participants hired into employment, number of unique employers hiring individuals through the programs and the average starting salary of participants hired among others. In addition, funding is contingent upon local match of at least 25%, including in-kind services. Language requires community programs and ESOs to report on program performance and outcome measures contained in the memorandum of understanding with the Department of Social Services. A report on the implementation of the programs and performance and outcome measure is required by June 1, 2018 to the Chairmen of the House Appropriations and Senate Finance Committees.)

Item 348 #2c

Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$300,000	NGF

Language:

Page 347, line 48, strike "\$34,555,789" and insert "\$34,855,789".

Page 349, line 3, strike the second "\$200,000" and insert "\$500,000".

Explanation:

(This amendment provides an additional \$300,000 from the federal Temporary Assistance to Needy Families (TANF) block grant to the Northern Virginia Family Services (NVFS) to sustain current services provided to families who are eligible for the TANF program. NVFS provides supportive services to address the needs of families who are in crisis.)

Item 348 #3c

Health and Human Resources	FY16-17	FY17-18	
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Department of Social Services	\$0	\$70,000	GF
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Language:

Page 347, line 48, strike "\$34,555,789" and insert "\$34,625,789".
 Page 348, line 53, unstrike "and \$70,000 the second year".

Explanation:

(This amendment adds \$70,000 from the general fund the second year to restore the training funding to the Virginia Alzheimer's Association chapters that was eliminated in the introduced budget.)

Item 348 #4c

	FY16-17	FY17-18	
Department of Social Services	\$0	(\$111,000)	GF

Language:

Page 347, line 48, strike "\$34,555,789" and insert "\$34,444,789".

Explanation:

(This amendment transfers \$111,000 from the general fund the second year in remaining 2-1-1 Information and Referral funding to the Department of Social Services' administrative budget in Item 341. Most of the funding for the 2-1-1 contract was previously moved to the administrative services budget, but this funding was inadvertently not transferred. This action aligns funding in the organization where the expenditures actually occur. A companion amendment in Item 341 adds the funding for this contract.)

Item 348 #5c

	FY16-17	FY17-18	
Department of Social Services	\$0	\$405,500	GF
	\$0	(\$405,500)	NGF

Language:

Page 349, line 12, after "year", insert "and \$405,500 the second year".
 Page 349, line 13, strike "\$1,231,000" and insert "\$825,500".

Explanation:

(This amendment adds \$405,500 from the general fund and reduces \$405,500 from federal Temporary Assistance for Needy Families (TANF) block grant funds the second year to

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partially reverse action in the introduced budget to supplant general fund for Child Advocacy Centers (CACs) with TANF funds. This general fund restoration of \$405,500 will allow the CACs to continue to match federal Victim of Crime Act (VOCA) funds. In addition, \$49,250 of the general fund amount will be used for administrative support for the statewide organization. The TANF funds cannot be used as match for the VOCA grants or for administrative costs of the statewide organization.)

Item 350 #1c

Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$121,315	GF
	\$0	\$121,315	NGF
	0.00	1.00	FTE

Language:

Page 351, line 16, strike "\$104,667,787" and insert "\$104,910,417".

Explanation:

(This amendment adds \$121,315 from the general fund and \$121,315 from nongeneral funds and one position to implement the provisions of House Bill 2207 (2017 Session), which requires the Department of Social Services to take steps to identify, notify and monitor recipients of the food stamp program who make excessive requests for the replacement of an electronic benefit transfer card.)

Item 350 #2c

Health and Human Resources	FY16-17	FY17-18	
Department of Social Services	\$0	\$20,000	GF
	\$0	\$20,000	NGF

Language:

Page 351, line 16, strike "\$104,667,787" and insert "\$104,707,787".

Explanation:

(This amendment adds \$20,000 from the general fund and \$20,000 from the nongeneral fund to implement the provisions of House Bill 2092 which requires the review of additional data sources in determining eligibility for public assistance. This funding is provided for one-time costs to make systems and process changes to allow data sharing of Lottery winnings for the purpose of determining financial eligibility for public assistance. A companion amendment in Item 343 provides funding for local departments of social services workload changes attributable to additional reviews of data sources.)

Item 363 #1c

Natural Resources

Secretary of Natural Resources

Language

Language:

Page 359, after line 28, insert:

“C. The Secretary of Natural Resources, with the assistance of the Directors of the Department of Conservation and Recreation, the Department of Environmental Quality, the Department of Game and Inland Fisheries, and the Department of Historic Resources, shall provide an annual report to the Chairmen of the House Appropriations and Senate Finance Committees of all projects undertaken pursuant to a settlement or mitigation agreement upon which the Secretary of Natural Resources is an authorized signatory on behalf of the Governor by November 15, 2017 and by each November 15 thereafter until all terms of the settlement or mitigation agreement are satisfied. In addition, whenever a settlement or mitigation agreement is finalized, the Secretary shall provide a copy of, and explanation of, the terms of such settlement to the Chairmen of the House Appropriations and Senate Finance Committees within 15 days.”

Explanation:

(This amendment requires the Secretary of Natural Resources to report annually on all settlement agreements to which the Secretary is a signatory and to report whenever a new settlement or mitigation agreement occurs.)

Item 364 #1c

Natural Resources

Department of Conservation and Recreation

Language

Language:

Page 362, after line 40, insert:

"Q. The Director, Department of Conservation and Recreation, shall convene a stakeholder group consisting of, but not limited to, designees of the Secretary of Natural Resources, the Secretary of Agriculture and Forestry, the Department of Agriculture and Consumer Services, the Virginia Association of Soil and Water Conservation Districts, the Virginia Farm Bureau Federation, the Virginia Agribusiness Council, the Chesapeake Bay Commission, and the Chesapeake Bay Foundation to examine the funding, training, and resource needs, as well as explore new incentives, for additional implementation of Resource Management Plans (RMPs), pursuant to §§ 10.1-104.7 through 10.1-104.9, Code of Virginia. The stakeholder group is directed to conduct their review and make recommendations to the Governor and the Chairmen of the House Appropriations and Senate Finance Committees no later than October 1, 2017."

Explanation:

(This amendment directs the Department of Conservation and Recreation to convene a stakeholder group to examine the funding and resource needs for the implementation of Resource Management Plans and to make recommendations no later than October 1, 2017.)

Item 364 #2c

Natural Resources

Department of Conservation and Recreation

Language

Language:

Page 361, after line 8, insert:

"5. In the second year, \$8,274,474 in the Water Quality Improvement Fund Reserve held by the Department of Conservation and Recreation and established pursuant to Item 363 B of this act shall be deposited to the Virginia Water Quality Improvement Fund. Of this amount, \$500,000 shall be appropriated to the Department for soil and water conservation for the Commonwealth's match for participation in the federal Conservation Reserve Enhancement Program (CREP). Of the remaining amounts, \$7,774,474 is authorized for transfer to the Virginia Natural Resources Commitment Fund, a subfund of the Virginia Water Quality Improvement Fund established under the Water Quality Improvement Act of 1997. Notwithstanding any other provision of law, the monies transferred to the Virginia Natural Resources Commitment Fund shall be distributed by the Department upon approval by the Virginia Soil and Water Conservation Board in accordance with the Board's developed policies, as follows: of the \$7,774,474, a total of \$992,937 shall be appropriated for Technical Assistance for Virginia Soil and Water Conservation Districts, and \$6,781,537 for Agricultural Best Management Practices Cost-Share Assistance where of this amount \$4,068,922 shall be used for matching grants for agricultural best management practices on lands in the Commonwealth exclusively or partly within the Chesapeake Bay watershed and \$2,712,615 shall be used for matching grants for agricultural best management practices on lands in the Commonwealth exclusively outside of the Chesapeake Bay watershed."

Explanation:

(This amendment utilizes the dollars deposited in the Virginia Water Quality Reserve Fund for the Virginia Natural Resources Commitment Fund and appropriates them for distribution in the second year for agricultural best management practices cost share program activities. Of the total, the amount reserved for technical assistance matches the share established in Chapter 780 for fiscal year 2017.)

Item 364 #3c

Natural Resources

Department of Conservation and Recreation

Language

Language:

Page 362, after line 40, insert:

"Q. 1. The Department of Conservation and Recreation shall convene a stakeholder group to include, at a minimum: two members of the House of Delegates and one member of the Senate from the membership of the Chesapeake Bay Commission who will be selected by the Joint Rules Committee, representatives of the Virginia Farm Bureau Foundation, the Virginia Association of Soil and Water Conservation Districts, the Virginia Agribusiness Council, and the Chesapeake Bay Foundation, the Director, Department of Conservation and Recreation or his designee, the Secretary of Natural Resources or her designee, and staff from the House Appropriations and Senate Finance Committees to evaluate methods to stabilize the fluctuations in funding for Agricultural Best Management Practices (BMPs).

2. Such a review shall, at a minimum, (i) consider increasing the portion of any deposit to the Water Quality Improvement Fund (WQIF) directed to the WQIF reserve, (ii) limiting the portion of the WQIF reserve that may be utilized in any given year, (iii) evaluating the combined revenues available from the WQIF and the Natural Resources Commitment Fund as a step in establishing appropriate expenditures from the combined funds in a given fiscal year, and (iv) distributing any funds to be deposited into the WQIF pursuant to the provisions of Chapter 21.1 of Title 10.1, Code of Virginia, across a biennial period. Such review shall also consider the impact on the staffing and technical assistance needs of the Soil and Water Conservation Districts to ensure that staffing requirements do not fluctuate or exceed their annual ability to fully implement and oversee practices with the funding made available.

3. The Stakeholder Group shall report any recommendations to the Chairmen of the House Appropriations, Senate Finance and House and Senate Agriculture, Conservation and Natural Resources Committees no later than November 15, 2017."

Explanation:

(This amendment establishes a stakeholder working group to discuss potential methods to stabilize the flow of funding for Agricultural Best Management Practices to reduce the fluctuations and provide additional surety to the farm community while ensuring the flow of work for the Soil and Water Conservation Districts becomes more stable and predictable.)

Item 365 #1c

Natural Resources

Department of Conservation and Recreation

Language

Language:

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Page 364, line 15, after "Park" insert:
"or Natural Area Preserve".

Page 364, line 17, after "Park" strike the remainder of the line and insert:
"or Natural Area Preserve as expressly set out in Items C-25 and C-26 of this act and as provided for in Section 4-2.01 a.1. of this act provided further that such acquisitions will not cause the Department to incur additional operating expenses resulting from such acquisitions."
Page 364, strike lines 18 through line 21.

Explanation:

(This amendment modifies language controlling the acceptance or purchase of property by the Department of Conservation and Recreation. Two companion amendments in Capital Outlay provide express authorization for the acquisition of in-holdings or contiguous property at a list of enumerated State Parks and Natural Area Preserves.)

			Item 365 #2c	
Natural Resources	FY16-17		FY17-18	
Department of Conservation and Recreation	\$400,000		\$0	GF

Language:

Page 362, line 42, strike "\$58,742,155" and insert "\$59,142,155".
Page 364, unstrike line 7 through line 11.
Page 364, line 7, strike "\$635,000" and insert "\$400,000".
Page 364, line 8, strike "a".
Page 364, line 8, strike "partnership" and insert "efforts".
Page 364, line 10, strike "; including the design for trailhead" and insert:
". It is the intent of the General Assembly that this funding shall be expended solely for the construction of trails related to this plan, which included trails accessible to disabled riders."
Page 364, strike line 11.

Explanation:

(This amendment partially restores funding included in Chapter 780 for the construction of accessible mountain bike trails for disabled riders. Additional language clarifies the legislative intent of the funding is for trail construction and does not include additional structures.)

			Item 365 #3c	
Natural Resources				
Department of Conservation and Recreation				Language

Conference Report to House Bill 1500

Language:

Page 363, line 26, after "Virginia).", insert:

"Pursuant to § 58.1-817, the \$1 recordation fee shall be imposed on each instrument or document recorded in the proper book for filing of land records in those jurisdictions in which open-space easements are held by the Virginia Outdoors Foundation."

Explanation:

(This amendment clarifies that the deed recordation fee established in § 58.1-817 applies to instruments and documents recorded in the deed books in the clerk's offices of the circuit courts covered by this provision of law. Current Code provisions require the fee only be imposed on deeds admitted to record.)

Item 368 #1c

Natural Resources

Department of Environmental Quality

Language

Language:

Page 366, line 10, strike "2017" and insert "2018".

Explanation:

(This amendment provides an additional year for the Appomattox Regional Water Authority to determine whether it intends to utilize bonds authorized by the 2013 General Assembly. In light of the financial stresses facing the Authority, which includes as a member the City of Petersburg, additional time is required to finalize plans for the envisioned project.)

Item 370 #1c

Natural Resources

FY16-17

FY17-18

Department of Environmental Quality

\$0

\$1,350,000 GF

Language:

Page 367, line 8, strike "\$62,013,511" and insert "\$63,363,511".

Page 368, after line 40, insert:

"J. Out of the amounts appropriated for Financial Assistance for Environmental Resources Management, \$1,350,000 the second year from the general fund is provided to allow the Hampton Roads Sanitation District to purchase an extensometer to measure land subsidence."

Explanation:

(This amendment provides \$1.35 million from the general fund in the second year to the

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Department of Environmental Quality to support the Hampton Roads Sanitation District to fund an extensometer to measure land subsidence. This action is in support of the HRSD's Sustainable Water Initiative for Tomorrow (SWIFT) project, which is a program to inject treated wastewater into the subsurface to raise groundwater pressures and thus expand and make more sustainable the aquifer system.)

Item 376 #1c

Natural Resources	FY16-17	FY17-18	
Department of Historic Resources	\$0	\$323,472	GF

Language:

Page 370, line 35, strike "\$5,602,978" and insert "\$5,926,450".
Page 371, line 41, unstrike "\$1,000,000" and strike "\$676,528".

Explanation:

(This amendment fully restores second year funding for the Battlefields Preservation Fund appropriated by the 2016 General Assembly in Chapter 780.)

Item 378 #1c

Natural Resources	FY16-17	FY17-18	
Marine Resources Commission	\$0	\$244,246	GF
	\$0	(\$244,246)	NGF

Language:

Page 372, line 36, strike "\$7,060,959" and insert "\$6,816,713".
Page 373, after line 15, insert:

"H. Notwithstanding any action of the Virginia Marine Resources Commission pursuant to Chapter 4 VAC 20-1090-10 et. seq., or other provisions of law or policy, fee increases proposed to be levied by the Commission for commercial harvest license and gear use fees scheduled to go into effect in December 2017 shall be imposed at the level as they were in effect on January 1, 2016."

Explanation:

(This amendment prohibits the Marine Resources Commission from imposing increased fees for commercial fishing activities as adopted by the Commission at its December 2016 meeting. The fees were scheduled to go into effect in December 2017 and have not yet been imposed. A general fund appropriation equal to the revenues assumed to be generated is provided in lieu of the fee increases.)

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Item 378 #2c

Natural Resources	FY16-17	FY17-18	
Marine Resources Commission	\$0	\$172,879	GF

Language:

Page 372, line 22, strike "\$19,811,753" and insert "\$19,984,632".

Explanation:

(This amendment provides funding to improve and enhance oyster ground lease surveying services and retain the Surveying and Engineering Department at the Marine Resources Commission. The department helps determine which grounds are available and does the surveying, mapping, and platting of subaqueous grounds. Services provided by this department serve as a valuable asset to the \$50.0 million shellfish industry in Virginia.)

Item 380 #1c

Natural Resources	FY16-17	FY17-18	
Marine Resources Commission	0.00	2.00	FTE

Language:

Page 373, strike lines 38 and 39 and insert:

"Pursuant to the provisions of §28.2-206, Code of Virginia, the Commission shall conduct the Virginia Saltwater Sport Fishing Tournament in both years of the biennium."

Explanation:

(This amendment eliminates language that would have authorized the VMRC to cease holding the Virginia Saltwater Sport Fishing Tournament effective July 1, 2017.)

Item 381 #1c

Natural Resources	
Marine Resources Commission	Language

Language:

Page 374, after line 7, insert:

"D. The Marine Resources Commission shall report by December 15 of each year all projects and expenditures funded from the Virginia Saltwater Recreational Fishing Development Fund. The report shall be submitted to the Chairmen of the House Appropriations and Senate Finance Committees."

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Explanation:

(This amendment requires the VMRC to submit an annual report on the uses of monies in the Virginia Saltwater Recreational Fishing Development Fund by December 15 of each year.)

Item 383 #1c

Public Safety and Homeland Security

Secretary of Public Safety and Homeland Security

Language

Language:

Page 376, after line 23, insert:

"C. The Secretary of Public Safety and Homeland Security and the Secretary of Health and Human Resources shall jointly prepare a report on potential options for continued utilization of the Peumansend Creek Regional Jail as a state, regional, or local correctional mental health facility. This shall include, but not necessarily be limited to, conversion of this facility into a regional mental health facility for inmates from regional or local jails who have been determined to have mental illness and who could be more appropriately housed in a specialized, minimum security facility rather than in a traditional jail setting. The report shall address financing options; governance and accountability; the appropriate mechanisms for administering the facility; security, operational, medical, and mental health treatment standards; and transport procedures. The Secretaries shall consult with the U.S. Department of the Army and leadership at Fort A. P. Hill to assure continuation of a cooperative agreement for the use of the property, as appropriate. Copies of the report shall be provided to the Governor and the Chairmen of the Senate Finance and House Appropriations Committees by October 1, 2017."

Explanation:

(This amendment directs the Secretaries of Public Safety and Homeland Security and Health and Human Resources to provide a report on the potential use of the Peumansend Creek Regional Jail, which is closing in the spring of 2017, as a treatment facility for jail inmates with mental illness. This regional jail is located at Fort A. P. Hill in Caroline County.)

Item 383 #2c

Public Safety and Homeland Security

FY16-17

FY17-18

Secretary of Public Safety and
Homeland Security

\$0

\$500,000 GF

Language:

Page 376, line 3, strike "\$647,093" and insert "\$1,147,093".

Page 376, after line 23, insert:

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"C. Included in the appropriation for this item is \$500,000 the second year from the general fund for the Commonwealth's nonfederal cost match requirement to accomplish the United States Corps of Engineers Regional Reconnaissance Flood Control Study for both the Hampton Roads and Northern Neck regions as authorized by the U.S. Congress."

Explanation:

(This amendment provides \$500,000 the second year from the general fund for the nonfederal match to complete studies of flood control in the Hampton Roads and Northern Neck regions as authorized by the U.S. Congress to be conducted by the U.S. Army Corps of Engineers. Both studies will evaluate each region's recurrent flooding patterns and hydrology; identify and score several high impact regional flood control projects; identify costs and benefits of mitigating high impact regional flood control projects; and make recommendations for comprehensive and coordinated regional flood mitigation to obtain federal funding for future projects. Without these studies, Hampton Roads and the Northern Neck are poorly positioned to accept federal funds from emergency appropriations that generally follow events like Hurricanes Isabelle, Irene, Matthew, and Super Storm Sandy.)

Item 386 #1c

Public Safety and Homeland Security

Department of Alcoholic Beverage Control

Language

Language:

Page 377, after line 20, insert:

"D. The Department of Alcoholic Beverage Control shall conduct a review of its current application and licensing fees as established in the Code of Virginia, with regard to the adequacy of the current fee structure in covering the actual cost of regulating the alcoholic beverage industry in the Commonwealth. In conducting its review, the department shall consider the actual costs involved in issuing a license, regulating that license, and adjudicating violations against a license, as well as the actual cost of collecting all fees. The department shall provide its findings and any recommendations to the Secretary of Public Safety and Homeland Security, the Chairmen of the House Committees on General Laws and Appropriations, and the Chairmen of the Senate Committees on Rehabilitation and Social Services and Finance by November 1, 2017."

Explanation:

(This amendment directs the Department of Alcoholic Beverage Control to review its current regulatory and licensing fee structure.)

Item 386 #2c

Conference Report to House Bill 1500

Public Safety and Homeland Security

Department of Alcoholic Beverage Control

Language

Language:

Page 377, after line 20, insert:

"D. The Department of Alcoholic Beverage Control shall convey ownership and possession of its mobile command vehicle to the Virginia Department of Emergency Management no later than July 1, 2017."

Explanation:

(This amendment is self-explanatory.)

Item 387 #1c

Public Safety and Homeland Security

FY16-17

FY17-18

Department of Alcoholic Beverage Control

\$1,100,000

\$2,100,000 NGF

Language:

Page 377, line 21, strike "\$660,569,809" and insert "\$661,669,809".

Page 377, line 21, strike "\$677,576,464" and insert "\$679,676,464".

Explanation:

(This amendment provides \$1.1 million the first year and \$2.1 million the second year from nongeneral funds for the anticipated increase in the cost of merchandise purchased for sale in agency stores. The source of the nongeneral funds is Enterprise Funds. A corresponding amendment to Part 3 increases the estimated profit transfer from the Department of Alcoholic Beverage Control.)

Item 391 #1c

Public Safety and Homeland Security

Department of Corrections

Language

Language:

Page 380, strike lines 30 through 33 and insert:

"E. The Commonwealth shall reimburse localities or regional jail authorities up to 25 percent of the cost of constructing, enlarging, or renovating local or regional jails, for projects approved by the Governor on or after July 1, 2017, consistent with the provisions of Senate Bill 1313 of the 2017 General Assembly."

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Explanation:

(This amendment clarifies that all jail capital projects approved by the Governor on or after July 1, 2017, may be reimbursed by the Commonwealth up to 25 percent of the approved project costs, consistent with Senate Bill 1313 of the 2017 General Assembly.)

Item 393 #1c

Public Safety and Homeland Security

Department of Corrections

Language

Language:

Page 382, line 46, strike "J." and insert "J.1."

Page 382, after line 56, insert:

"2. The Department of Corrections, through its contract with the Virginia Commonwealth University Department of Health Administration, shall review the management of a selected number of inmates who account for the largest share of total inpatient and outpatient medical care costs within the department. The review shall include inmates who have been enrolled in Medicaid for qualifying inpatient hospitalizations; for these individuals, the Department of Medical Assistance shall provide the requisite enrollee data. The review shall address the number and characteristics of these inmates (including demographic background, offense history, and security classification) who account for the highest costs for medical care. The review shall also consider, to the extent available, their medical history and current medical issues and address potential case management strategies and other steps to reduce costs for these inmates in the long term. Copies of the review shall be provided by October 1, 2017, to the Secretary of Public Safety and Homeland Security, the Secretary of Health and Human Resources, the Chairman of the Joint Commission on Health Care, and the Chairmen of the House Appropriations and Senate Finance Committees."

Explanation:

(This amendment directs the Department of Corrections to review the small number of inmates who account for a large proportion of total inpatient and outpatient medical care costs, along with strategies for controlling those costs in the long term.)

Item 394 #1c

Public Safety and Homeland Security

FY16-17

FY17-18

Department of Corrections

\$0
0.00

(\$100,000) GF
-1.00 FTE

Language:

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Page 383, line 41, strike "\$99,301,981" and insert "\$99,201,981".

Page 386, line 14, strike "\$200,000" and insert "\$100,000".

Page 386, line 15, strike "two positions" and insert "one position".

Page 386, line 17, strike "legislation submitted by the Governor to the" and insert: "Senate Bill 1063 of the".

Explanation:

(This amendment eliminates \$100,000 the second year from the general fund and one of two new positions to support the Board of Corrections, which were included in the budget as introduced. An expansion of the duties and responsibilities of the Board of Corrections related to the investigation of deaths in jails is included in Senate Bill 1063, as amended, but the bill directs the Board to seek the assistance of the Office of the State Inspector General in such investigations. Accordingly, one of the two proposed positions is not needed.)

Item 394 #2c

Public Safety and Homeland Security

Department of Corrections

Language

Language:

Page 386, after line 1, insert:

"N. Included in the appropriation for this item is \$300,000 the second year from the general fund for the estimated net increase in the operating cost of adult correctional facilities resulting from the enactment of sentencing legislation as listed below. This amount shall be paid into the Corrections Special Reserve Fund, established pursuant to § 30-19.1:4, Code of Virginia.

1. House Bill 1485 -- \$50,000
2. House Bill 1616 -- \$50,000
3. House Bill 1815 -- \$50,000
4. House Bill 1913 and Senate Bill 1390 -- \$50,000
5. House Bill 2410 and Senate Bill 1154 -- \$50,000
6. House Bill 2470 -- \$50,000".

Page 386, strike lines 2 through 13.

Explanation:

(This amendment authorizes the required deposit into the Corrections Special Reserve Fund, pursuant to § 30-19.1:4 of the Code of Virginia, for sentencing legislation which has been adopted during the 2017 Session of the General Assembly. These sentencing bills, as referenced in the accompanying language, increase the number of state-responsible prison beds that will be required over the next six years. This amendment makes no change in the amount provided in the budget as introduced for deposit into the fund. This amendment is contingent upon final

passage of the legislation as cited in this amendment.)

Item 394 #3c

Public Safety and Homeland Security

Department of Corrections

Language

Language:

Page 386, after line 18, insert:

"P. The Department of Corrections shall review the current and future use of technology within the department for the purposes of increasing security and employee productivity and achieving long-term cost savings. The department shall give consideration to technological innovations which could be applied to current and future correctional facilities and to the supervision of offenders in the community. Copies of the review, including any recommendations as appropriate, shall be provided to the Secretary of Public Safety and Homeland Security, the Director of the Department of Planning and Budget, and the Chairmen of the House Appropriations and Senate Finance Committee by October 1, 2017."

Explanation:

(This amendment directs the Department of Corrections to review the current and future use of technology to improve security and employee productivity, and to achieve long-term cost savings.)

Item 395 #1c

Public Safety and Homeland Security

Department of Criminal Justice Services

Language

Language:

Page 386, after line 40, insert:

"The Director of the Department of Criminal Justice Services (the Director) and the Board of Criminal Justice Services (the Board) shall, in conjunction with the relevant stakeholders, review all of the compulsory minimum training standards which are applicable to law-enforcement officers and update them as needed. The Director and the Board shall ensure that the training standards appropriately educate law-enforcement officers in the areas of mental health, community policing, and serving individuals who are disabled. The updated compulsory minimum training standards shall, where appropriate, include consideration of, but not be limited to, the recommendations of the President's Task Force on 21st Century Policing. The Director shall identify current resources available to officers in dealing with situations related to mental health and identify what resources are needed. Any updates to the compulsory minimum training standards shall be completed by October 1, 2019, and shall be reported to the Chairmen

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of the House Committees on Militia, Police, and Public Safety, Courts of Justice, and Appropriations, and to the Chairmen of the Senate Committees for Courts of Justice and Finance."

Explanation:

(This amendment directs the Board and the Department of Criminal Justice Services to review, and if necessary, update the compulsory minimum training standards for law enforcement officers in the Commonwealth. Law enforcement training standards were last updated in 1998 and jail training standards regarding mental health were last updated in 2008. The amendment requires the Board and the Department to complete the updates by October 1, 2019.)

Item 395 #2c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of Criminal Justice Services	\$0 0.00	(\$500,000) -1.00	GF FTE

Language:

Page 386, line 33, strike "\$2,343,901" and insert "\$1,843,901".

Explanation:

(This amendment reduces the appropriation for the Department of Criminal Justice Services by \$500,000 the second year from the general fund, and removes one position which was included in the introduced budget. The associated bill, House Bill 1894, concerning community-engaged policing, was not passed.)

Item 398 #1c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of Criminal Justice Services	\$0	\$85,000	GF

Language:

Page 387, line 9, strike "\$83,112,089" and insert "\$83,197,089".

Page 389, line 23, strike "2." and insert "2.a."

Page 389, after line 26, insert:

"b. The Center for School Safety shall provide a grant of \$85,000 in the second year to the York County-Poquoson Sheriff's Office for the statewide administration of the Drug Abuse Resistance Education (DARE) program. The Center for School Safety shall conduct an evaluation of the effectiveness of the program, along with an assessment of other evidence-based drug education programs, and shall provide a report on its findings to the Secretary of

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Public Safety and Homeland Security, the Director of the Department of Planning and Budget, and the Chairmen of the House Appropriations and Senate Finance Committees by January 1, 2018."

Explanation:

(This amendment provides a grant of \$85,000 from the general fund the second year for statewide administration of the Drug Abuse Resistance Education (DARE) program and requires an evaluation of the program. A companion amendment to Item 423 transfers these funds from the Department of State Police for this purpose.)

Item 398 #2c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of Criminal Justice Services	\$0	\$10,000	GF

Language:

Page 387, line 9, strike "\$83,112,089" and insert "\$83,122,089".

Page 388, after line 42, insert:

"9. Virginia Firearms Safety and Training for Sexual and Domestic Violence Victims Fund, \$10,000 the second year from the general fund to reimburse entities that offer free of charge firearms safety or training courses or classes approved by the Department of Criminal Justice Services to victims of domestic violence, sexual abuse, stalking, or family abuse."

Explanation:

(This amendment provides \$10,000 from the general fund the second year for the Virginia Firearms Safety and Training for Sexual and Domestic Violence Victims Fund, as authorized by House Bill 1853.)

Item 398 #3c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of Criminal Justice Services	\$0	\$153,600	GF

Language:

Page 387, line 10, strike "\$83,112,089" and insert "\$83,265,689".

Page 388, after line 42, insert:

"9. For model addiction recovery programs administered in local or regional jails, \$153,600 the second year from the general fund. The Department of Criminal Justice Services, consistent with the provisions of House Bill 1845 of the 2017 General Assembly Session, shall award

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grants not to exceed \$38,400 to four pilot programs selected in consultation with the Department of Behavioral Health and Developmental Services."

Explanation:

(This amendment provides \$153,600 the second year from the general fund for the Department of Criminal Justice Services to award grants for up to four pilot sites administering model addiction recovery programs in local or regional jails, pursuant to House Bill 1845. The sites are to be selected in consultation with the Department of Behavioral Health and Developmental Services.)

Item 398 #4c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of Criminal Justice Services	\$0	(\$1,500,000)	GF

Language:

Page 387, line 10, strike "\$83,112,089" and insert "\$81,612,089".
Page 388, line 44, strike "\$26,538,056" and insert "\$25,038,056".

Explanation:

(This amendment removes \$1.5 million from the general fund the second year included in the introduced budget to fund new local community corrections and pre-trial services programs in localities where they have not already been established.)

Item 398 #5c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of Criminal Justice Services	\$0	\$1,500,000	GF

Language:

Page 387, line 9, strike "\$83,112,089" and insert "\$84,612,089".
Page 389, line 49, strike "\$1,000,000" and insert "\$2,500,000".
Page 389, line 50, after "(SACCs)" insert:
"and domestic violence programs".
Page 389, line 51, before "violence" insert:
"and domestic".
Page 389, line 52, after "assault" insert:
"and dating violence".

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Explanation:

(This amendment provides \$1.5 million the second year from the general fund to match federal Victims of Crime Act (VOCA) funding. VOCA funds support local victim/witness programs, sexual and domestic violence victim assistance programs, and efforts to combat human trafficking.)

		Item 398 #6c	
Public Safety and Homeland Security	FY16-17	FY17-18	
Department of Criminal Justice	\$0	(\$4,200,000)	GF
Services	0.00	-2.00	FTE

Language:

Page 387, line 11, strike "\$83,112,089" and insert "\$78,912,089".
Page 391, strike lines 19 through 33.

Explanation:

(This amendment eliminates \$4,200,000 the second year from the general fund and two positions for grants for jail mental health screening and assessments. These funds have been redirected to improved mental health services within the overall mental health package which was included in the budget as introduced. A companion amendment to the Compensation Board in Item 70 requires the use of a standard screening instrument by all jails.)

Item 422 #1c

Public Safety and Homeland Security

Department of State Police

Language

Language:

Page 406, line 34, strike "I." and insert I.1."

Page 406, after line 37, insert:

"2. The Superintendent of the Department of State Police shall provide a report detailing anticipated expenditures for equipment replacement for the State Agencies Radio System (STARS) over the ensuing six fiscal years. The report shall be coordinated with the Department of the Treasury and shall include an assessment of potential financing mechanisms for equipment replacement. The report shall be provided to the Secretary of Public Safety and Homeland Security, the Secretary of Finance, the Secretary of Information Technology, the Director of the Department of Planning and Budget, the STARS Management Group, and the Chairmen of the House Appropriations and Senate Finance Committees by October 1, 2017. The Superintendent shall thereafter provide an updated report by October 1 of each ensuing

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odd-numbered calendar year."

Explanation:

(This amendment directs the Department of State Police to provide a biennial report on the projected need for equipment replacement and financing strategies for the State Agencies Radio System.)

	Item 422 #2c	
Public Safety and Homeland Security	FY16-17	FY17-18
Department of State Police	\$0	(\$164,000) GF
	0.00	-2.00 FTE

Language:

Page 405, line 17, strike "\$60,796,758" and insert "\$60,632,758".

Explanation:

(This amendment reduces the appropriation for the Department of State Police by \$164,000 and two positions the second year from the general fund. The introduced budget included an additional \$494,236 the second year and six new positions, four of which were to support criminal background checks of child care center employees and volunteers, and two were to support background checks for the firearms transaction program. This amendment removes the two new positions and associated funding for the firearms transaction program.)

	Item 422 #3c	
Public Safety and Homeland Security	FY16-17	FY17-18
Department of State Police	\$0	(\$5,935,000) GF

Language:

Page 405, line 17, strike "\$60,796,758" and insert "\$54,861,758".

Page 406, strike lines 38 through 54.

Page 407, strike lines 1 through 10.

Explanation:

(This amendment reduces the appropriation for the Department of State Police by \$5,935,000 the second year from the general fund. This amendment also removes language associated with Senate Bill 1115, which would have exempted State Police from VITA oversight and allowed the department to assume full responsibility for developing, operating, and managing all information technology services. Senate Bill 1115 was not adopted, and no corresponding House bill was introduced. A companion amendment to Item 476 in Central Appropriations

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provides \$2.9 million for State Police assumption of information technology services, contingent upon a report detailing operating and capital costs needed to implement this transition and a Memorandum of Understanding with VITA setting out the first phase of the transition.)

Item 422 #4c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of State Police	\$0	(\$507,904)	GF
	0.00	-7.00	FTE

Language:

Page 405, line 17, strike "\$60,796,758" and insert "\$60,288,854".

Explanation:

(This amendment removes \$507,904 and 7.0 positions from the general fund the second year which were included in the budget as introduced for the Department of State Police to conduct background checks for all firearms transactions. Legislation requiring universal background checks did not pass.)

Item 423 #1c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of State Police	\$0	(\$85,000)	GF

Language:

Page 407, line 13, strike "\$259,725,668" and insert "\$259,640,668".

Explanation:

(This amendment transfers \$85,000 from the general fund the second year for the Drug Abuse Resistance Education (DARE) statewide program from the Department of State Police. A companion amendment to Item 398 adds this funding for the Department of Criminal Justice Services to provide the same amount as a grant to the York County-Poquoson Sheriff's Office, which is currently administering this program.)

Item 423 #2c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of State Police	\$0	\$1,200,000	GF
	0.00	10.00	FTE

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Language:

Page 407, line 13, strike "\$259,725,668" and insert "\$260,925,668".

Page 409, after line 18, insert:

"R. Included within this appropriation is \$1,200,000 the second year and ten positions from the general fund to establish a Special Operations Division. The first two tactical teams established under this division will serve first the Fourth and then the Sixth Division. Positions from those two divisions that are transferred into the new Special Operations Division shall be backfilled in those two existing divisions, respectively."

Page 409, line 19, strike "R." and insert "S."

Explanation:

(This amendment restores \$1,200,000 the second year from the general fund and ten positions for the Special Operations Division, which was funded by the 2016 General Assembly.)

	Item 423 #3c	
Public Safety and Homeland Security	FY16-17	FY17-18
Department of State Police	\$0	\$205,772 GF
	0.00	2.00 FTE

Language:

Page 407, line 13, strike "\$259,725,668" and insert "\$259,931,440".

Page 409, after line 23, insert:

"S. The Superintendent of the Department of State Police shall establish a new area office in the New River Valley. Included in the amounts appropriated for this item is \$205,772 the second year from the general fund to establish the new area office."

Explanation:

(This amendment is self-explanatory.)

	Item 423 #4c	
Public Safety and Homeland Security	FY16-17	FY17-18
Department of State Police	0.00	15.00 FTE

Language:

Page 410, line 19, strike "379.00" and insert "394.00".

Page 410, line 21, strike "2,989.00" and insert "3,004.00".

Explanation:

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(This amendment increases the maximum employment level for the Department of State Police by 15.0 FTE positions the second year from nongeneral funds to provide highway patrol services for the High Occupancy Vehicle (HOV) and Express Lanes on I-95 and I-495 in Northern Virginia. These positions are to be funded by Transurban (USA) Operations, Inc. by agreement with the Department of State Police.)

Item 428 #1c

Technology	FY16-17	FY17-18	
Innovation and Entrepreneurship Investment Authority	\$0	(\$100,000)	GF

Language:

Page 412, line 13, strike "\$11,287,740" and insert "\$11,187,740".

Page 414, line 11, after "and", strike "\$500,000" and insert "\$400,000".

Explanation:

(This amendment reduces the amount appropriated for the Cyber Security Commission by \$100,000 from the general fund the second year. Included in this amount is the required \$50,000 deposit in the Corrections Special Reserve Fund pursuant to House Bill 1815, which was a recommendation of the Cyber Security Commission. A companion amendment to Item 394 of this act deposits \$50,000 in the Corrections Special Reserve Fund due to the indeterminate impact of House Bill 1815 on the utilization of state correctional bedspace.)

Item 433 #1c

Technology	FY16-17	FY17-18	
Virginia Information Technologies Agency	(\$2,267,388)	\$0	GF

Language:

Page 419, line 50, strike "\$6,314,429" and insert "\$4,047,041".

Page 420, strike line 54 through line 57.

Explanation:

(This amendment removes the proposed repayment of a working capital advance provided to the Virginia Enterprise Applications Program.)

Item 434 #1c

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Technology

Virginia Information Technologies Agency

Language

Language:

Page 422, strike line 17 through line 37.

Explanation:

(This amendment removes proposed language that would allow the Virginia Information Technologies Agency to bill the Department of State Police for any stranded charges incurred as a result of the Department of State Police no longer receiving IT services from the VITA-NG Partnership.)

Item 434 #2c

Technology

FY16-17

FY17-18

Virginia Information Technologies Agency

\$0

\$421,066 NGF

Language:

Page 421, line 2, strike "\$38,008,223" and insert "\$38,429,289".

Page 421, line 23, strike "10.17%" and insert "10.31%".

Explanation:

(This amendment adjusts the internal service fund rate for VITA to reflect the impact of the 3% salary increase for state employees authorized in Item 475.)

Item 436 #1c

Transportation

Secretary of Transportation

Language

Language:

Page 429, after line 31, insert:

"Q. Notwithstanding any provision of law to the contrary, the provisions of § 2.2-4321.2, Code of Virginia, shall be applicable to transportation infrastructure projects or facilities to be developed pursuant to the Public Private Transportation Act of 1995, as amended. However, § 2.2-4321.2 shall not apply to any projects or facilities to be developed pursuant to the Public Private Transportation Act of 1995, as amended, that (i) improve or construct a limited access roadway that crosses state borders, and (ii) include construction of a new bridge or expansion of an existing bridge."

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Explanation:

(This amendment clarifies that existing Code provisions apply to transportation projects developed under the PPTA and not just those undertaken by the State itself.)

Item 436 #2c

Transportation

Secretary of Transportation

Language

Language:

Page 428, after line 53, insert:

"4. In addition to the requirements set out in paragraphs M.1. through M.3. of this item, to be eligible for funding in the second year of the biennium, the Metropolitan Washington Airports Authority must submit to the Secretary of Transportation and the Chairmen of the House Appropriations and Senate Finance Committees a detailed plan on the potential sale, lease and/or development of MWAA acreage unsuitable for airport use. Such report shall include an update on the status of the NEPA process and of any needed approvals from the Federal Aviation Administration or the U.S. Secretary of Transportation, an identification of the types of suitable uses for the various tracts and an estimate of the revenues that could be generated from such uses."

Explanation:

(This amendment adds additional requirements prior to the receipt of \$25.0 million in additional funding for the Metropolitan Washington Airports Authority in the second year to ensure the reduction of enplanement costs at Dulles Airport.)

Item 436 #3c

Transportation

Secretary of Transportation

Language

Language:

Page 429, after line 31, insert:

"Q. The Secretary of Transportation shall initiate an objective review of the operating, governance and financial conditions at the Washington Metro Area Transit Authority. The objective review shall, at a minimum, analyze: (i) the legal and organizational structure of WMATA; (ii) the composition and qualifications of the WMATA Board of Directors and the length of terms of its members; (iii) labor costs and potential strategies to reduce the growth in such costs in the future; (iv) options to improve the sustainability of employee retirement plans; (v) safety and reliability; (vi) options to improve the efficiency of WMATA operations; and,

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(vii) other factors considered appropriate by the Secretary. To the extent practicable the review shall compare WMATA to other rail transit systems in the United States that have been in operations for more than 35 years and have an overall system length in excess of 35 miles. Further, the Secretary shall request the participation of the District of Columbia and the State of Maryland in such review and report the findings of his review to the Chairmen of the House Appropriations, Senate Finance and House and Senate Transportation Committees no later than November 15, 2017, with a follow-up report, if needed, submitted by June 30, 2018. Such report shall include a copy of the WMATA six year capital improvement program, as well as an accounting of assumed revenues generated and available by source and assumptions used regarding operating expenses to develop the capital improvement program."

Explanation:

(This amendment directs the Secretary of Transportation to undertake a review of WMATA with the intent of identifying issues requiring reform, with the intent of identifying all issues of concern that must be addressed as part of the WMATA Compact renegotiation.)

Item 437 #1c

Transportation

Virginia Commercial Space Flight Authority

Language

Language:

Page 429, after line 48, insert:

"In order to increase competition among qualified independent audit firms, the Virginia Commercial Spaceflight Authority is authorized to solicit requests for proposals from national firms including those that have submitted proposals prior to July 1, 2016. The final selection of the certified public accounting firm shall be performed by the Auditor of Public Accounts, with the assistance of the Virginia Commercial Spaceflight Authority, through a competitive negotiation process."

Explanation:

(This amendment authorizes the Virginia Commercial Spaceflight Authority to solicit requests for proposals from any qualified independent external audit firm.)

Item 437 #2c

Transportation

Virginia Commercial Space Flight Authority

Language

Language:

Page 429, line 42, before "Pursuant", insert "A."

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Page 429, after line 48, insert:

"B. The Secretary of Transportation, as Chairman of the Virginia Commercial Spaceflight Authority Board, shall, in cooperation with the Secretary of Finance, review options to finance the construction of additional facilities at the Mid-Atlantic Regional Spaceport in support of both commercial space flight and unmanned systems activities. Such review shall include but not be limited to examination of financing options available from the Virginia Resources Authority in addition to other financing options available to the Commonwealth Transportation Board."

Explanation:

(This amendment directs the Secretary of Transportation to identify financing options for the construction of support facilities at the Mid-Atlantic Regional Spaceport.)

Item 438 #1c

Transportation

Department of Aviation

Language

Language:

Page 430, after line 37, insert:

"F.1. By November 1 of each year, the Virginia Aviation Board shall report to the Governor and the General Assembly on the use of Commercial Airport Fund revenues allocated the previous fiscal year. The report shall include at a minimum the following: (i) the use of entitlement funds allocated by each air carrier airport, including the amount of funds that are unobligated; (ii) the award and use of discretionary funds allocated for air carrier and reliever airports by every such airport; and (iii) the award and use of discretionary funds allocated for general aviation airports by every such airport. Such report shall also include the status of ongoing projects funded in whole or in part by the Commonwealth Airport Fund pursuant to subdivision A 3 of § 58.1-638. Its first report shall also include the results of an audit of the use of all funds allocated pursuant to § 58.1-638 A. 3., Code of Virginia over the past three years to ensure that all funds have been used in accordance with the policies of the Virginia Aviation Board and the restrictions contained in paragraph G. of this item. The findings of such audit shall be presented to the Chairmen of the House Appropriations, Senate Finance and House and Senate Transportation Committees no later than November 1, 2017.

2. The Board shall have the right to withhold entitlement funds allocated pursuant to subdivision A 3 a of § 58.1-638 in the event that the entitlement utilization plan is not approved by the Board or the airport uses the funds in a manner that is inconsistent with the approved plan.

G. It is the intent of the General Assembly that state moneys allocated pursuant to subdivision A 3 of § 58.1-638 shall not be used for (i) operating costs unless otherwise approved by the Virginia Aviation Board, or (ii) purposes related to supporting the operation of an airline, either directly or indirectly, through grants, credit enhancements, or other related means."

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Explanation:

(This amendment enacts enhanced airport report requirements into existing DOAV reporting requirements.)

Item 442 #1c

Transportation

Department of Motor Vehicles

Language

Language:

Page 433, after line 25, insert:

"N. Notwithstanding § 46.2-688, Code of Virginia, the Department of Motor Vehicles shall not be required to refund a proration of the total cost of a motor vehicle registration when less than six months remain in the registration period. Any resulting savings shall be retained and used to meet the expenses of the Department."

Explanation:

(This amendment removes the requirement that partially used motor vehicle registrations be refunded, if fewer than six months remain in the registration period.)

Item 442 #2c

Transportation

Department of Motor Vehicles

Language

Language:

Page 433, line 13, strike "130 days" and insert "January 1, 2018".

Page 433, line 14, strike:

"following the adjournment of the next regular session of the General Assembly".

Explanation:

(This amendment authorizes DMV to continue temporary licensure of property carriers for 130 days subsequent to the close of the 2017 Session to conform with the delayed enactment of legislation permanently providing such authority to DMV effective January 1, 2018.)

Item 442 #3c

Transportation

Department of Motor Vehicles

Language

Conference Report to House Bill 1500

Language:

Page 433, after line 25, insert:

"N. Notwithstanding § 46.2-342, Code of Virginia, the Department of Motor Vehicles shall not be required to include organ donation brochures with every driver's license renewal notice or application mailed to licensed drivers."

Explanation:

(This amendment removes an unnecessary provision that requires informational brochures be included with driver's license mailings. The Department of Motor Vehicles has confirmed with Donate Life that the brochures are no longer needed.)

Item 448 #1c

Transportation

Department of Rail and Public Transportation

Language

Language:

Page 436, after line 49, insert:

"F. The Director, Department of Planning and Budget, is hereby authorized, upon request by the Secretary of Transportation, to transfer an amount not to exceed \$6,214,575 in the first year and \$6,214,575 in the second year from the amounts appropriated in Item 453 of this act to the Department of Rail and Public Transportation. Such transfers shall be considered loans, and are intended to hold harmless transit agencies that operate in the Commonwealth that receive urbanized transit funds pursuant to 49 U.S.C 5307 whose funds have been withheld by the Federal Transit Administration until the certification of the Metro Safety Commission by the Federal Transit Administration. The Department may disburse, subject to appropriate repayment terms, such funds to affected transit agencies in an amount not to exceed the funds withheld by the Federal Transit Administration. To the extent repayment is not made as required by the agreement between the Department and an affected transit agency, the Department is directed to withhold the payment amount due from funds provided to such transit agency pursuant to §58.1-638 A 4 b 1 (c) of the Code of Virginia in order to return such amounts to the Department of Transportation. However, no funds from such loan shall be disbursed to any transit agency until such agency has expended all funds available for their use from federal fiscal year 2016. The specific terms and structure of any loan shall be approved by the Secretary of Transportation, upon consultation with the Chairmen of the House Appropriations and Senate Finance Committees, or their designees."

Explanation:

(This amendment directs VDOT to provide a loan to DRPT to address any shortfall in transit funding due to FTA's withholding of Virginia's transit allocations because the Metro Safety Commission has not been enacted by all of the signatory parties. The amounts would be repaid

once FTA releases Virginia's allocations.)

Item 449 #1c

Transportation

Department of Rail and Public Transportation

Language

Language:

Page 437, after line 47, insert:

"F. To achieve cost efficiencies for all parties while undertaking the new rail features of the Atlantic Gateway Project in Fairfax County, the Department shall work with Fairfax County and the Virginia Department of Transportation to develop a cost-effective design for a new facility over Route 1 that replaces the existing bridge, expands rail capacity, and accommodates the future Bus Rapid Transit system on Route 1, and also work with Fairfax County and the Virginia Department of Transportation to identify funding sources for this portion of the project."

Explanation:

(This amendment directs DRPT, Fairfax County and VDOT to work together to develop a cost-effective method to make improvements as part of the Atlantic Gateway project.)

Item 449 #2c

Transportation

Department of Rail and Public Transportation

Language

Language:

Page 437, after line 47, insert:

"F. No later than July 1, 2017, the Department of Rail and Public Transportation, in collaboration with the Hampton Roads Transportation Planning Organization as well as all relevant stakeholders, shall evaluate the costs of and potential funding sources for completing a Tier II Environmental Impact Study for the purpose of delivering future high speed passenger rail service between Richmond and Hampton Roads, and provide this information to the Chairmen of the House Committees on Transportation and Appropriations, the Senate Committees on Transportation and Finance."

Explanation:

(This amendment directs DRPT to work with the Hampton Roads stakeholders to evaluate the costs of, and identify potential funding sources for, a Tier 2 Environmental Impact Study for high speed rail between Richmond and Hampton Roads.)

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Item 450 #1c

Transportation	FY16-17	FY17-18
Department of Rail and Public Transportation	0.00	-2.00 FTE

Language:

Page 438, line 6, strike "7" and insert "5".

Explanation:

(This amendment authorizes an increase in the portion of rail funds that can be used for administrative and project development purposes from 3.5% to 5% and provides 4 of the 6 new positions requested in HB 1500, as introduced.)

Item 453 #1c

Transportation	Language
Department of Transportation	

Language:

Page 441, after line 30, insert:

"L. It is the intent of the General Assembly that the Commissioner, Department of Transportation, with the cooperation of the Secretary of Finance, shall set-aside any federal funding specifically authorized by Congress for projects on the Coalfields Expressway in a special sub-account of the Transportation Trust Fund to ensure such funds are used exclusively to advance the Coalfields Expressway project."

Explanation:

(This amendment directs the deposit of any future federal funding programmed for projects on the Coalfields Expressway to a sub-account of the Transportation Trust Fund specifically for this purpose.)

Item 453 #2c

Transportation	Language
Department of Transportation	

Language:

Page 440, line 29, after "G." insert "1."
Page 440, line 29, strike "2008" and insert "2007".

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Page 440, after line 43, insert:

"2. Pursuant to the provisions of Item 449.10, 1., Chapter 847 of the 2008 Acts of Assembly, \$20,000,000 was deposited to the Transportation Partnership Opportunity Fund (TPOF) for the purpose of purchasing right of way owned by Norfolk Southern Corporation and located between Newtown Road and the Oceanfront. The subsequent contract for the TPOF award signed between the Department of Transportation and the City of Virginia Beach, specified that if such funds were not utilized to extend light rail along the corridor to Virginia Beach, the funds were to be repaid to the Department of Transportation and redeposited into the TPOF for allocations for other eligible transportation projects. Based on the failure of the project to move forward, as evidenced by the failure of the voter referendum on the Virginia Beach ballot in the November 2016 election, the City of Virginia Beach is required to repay to the Department of Transportation the full amount in four annual payments of \$5,000,000 by September 1 of each year for the next four years beginning in fiscal year 2018. To the extent the annual payment is not made as required by September 1 in each year for the next four years, the Department of Transportation is directed to withhold the payment amount due from funds provided to the City of Virginia Beach pursuant to § 33.2-319, Code of Virginia. It is the intent of the General Assembly that these sums are hereby made available to the department to reallocate to eligible TPOF projects as they become available."

Explanation:

(This amendment reflects the agreement between VDOT and the City of Virginia Beach regarding the repayment of a TPOF grant and expresses the intent of the General Assembly that such funds be used to support other TPOF-eligible projects.)

Item 454 #1c

Transportation

Department of Transportation

Language

Language:

Page 452, after line 1, insert:

"C. Notwithstanding the provisions of § 4-3.02 of this act, the Secretary of Finance may provide the Department of Transportation interest-free treasury loans in an amount not to exceed \$1,700,000 in the first year and \$1,700,000 in the second year which may be extended for a period longer than twelve months. The loan amounts would be provided to the City of Portsmouth to offset losses in personal property tax collections generated by the City due to the transfer of personal property from the Virginia International Gateway to the Commonwealth. The specific terms and structure of any loan shall be approved by the Secretary of Finance, after consultation with the Chairmen of the House Appropriations and Senate Finance Committees, or their designees. A treasury loan for this purpose shall be considered as bridge financing until the planned expansion of the Virginia International Gateway Facility commences and additional equipment is purchased which will generate personal property taxes that the City of Portsmouth

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shall use to repay the loan. To the extent the loan is not repaid as required by the specific terms of the loan, the Department of Transportation is directed to withhold the payment amount due from funds provided to the City of Portsmouth pursuant to § 33.2-319, Code of Virginia, to repay the loan."

Explanation:

(This amendment authorizes a Treasury loan in the amount of \$1.7 million in each year of the biennium to VDOT to help offset losses faced by the City of Portsmouth as a result of substantial quantities of personal property being transferred from private to state ownership under the revised lease terms for the VIG facility in Portsmouth. The intent would be to provide these loans for 3 years, after which time substantial expansion and new equipment purchases at the VIG facility will provide additional personal property taxes in amounts more than sufficient to provide for payback of the loan.)

Item 455 #1c

Transportation

Department of Transportation

Language

Language:

Page 442, after line 20, insert:

"D. The Department of Transportation, in consultation with various stakeholders, shall provide to the Chairmen of the House Appropriations, Senate Finance, and House and Senate Transportation Committees by November 15, 2017, its recommendations regarding reporting to the General Assembly toll transaction data, including total toll road violation charges and administrative fees, levied and collected, as well as the feasibility of providing such information on an annual, facility-wide basis for all toll facilities in the Commonwealth."

Explanation:

(This amendment directs VDOT to examine how to develop an annual report on public and private toll road violations and civil penalties and administrative fees levied and collected each year.)

Item 470 #1c

Veterans and Defense Affairs

FY16-17

FY17-18

Department of Veterans Services

1.00

1.00 FTE

Language:

Page 457, line 27, strike "201.00" and insert "202.00".

Page 457, line 30, strike "801.00" and insert "802.00".

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Explanation:

(This amendment increases the maximum employment level for the Department of Veterans Services by 1.00 FTE position, in order to convert an existing wage employee to full-time status at the field office located at the McGuire Veterans Administration Medical Center in Richmond. This action reflects the increased workload for this position.)

Item 470 #2c

Veterans and Defense Affairs	FY16-17	FY17-18	
Department of Veterans Services	\$0	(\$900,000)	GF

Language:

Page 455, line 13, strike "\$16,824,308" and insert "\$15,924,308".

Page 455, strike lines 49 and 50.

Page 455, line 51, strike "C." and insert "B."

Explanation:

(This amendment reduces the appropriation for the Department of Veterans Services by \$900,000 the second year from the general fund, and eliminates associated language included in the introduced budget relating to the establishment of a proposed veterans entrepreneurship grant program. Legislation authorizing establishment of the program did not pass.)

Item 472 #1c

Veterans and Defense Affairs	FY16-17	FY17-18	
Department of Veterans Services	\$0	(\$115,000)	GF
	0.00	-1.00	FTE

Language:

Page 456, line 18, strike "\$2,900,227" and insert "\$2,785,227".

Page 456, after line 23, insert:

"Included within the general fund appropriation for this item is up to \$160,000 the second year to support the operations of the Veterans Services Foundation."

Explanation:

(This amendment reduces the appropriation for the Department of Veterans Services by \$115,000 and eliminates one position the second year from the general fund. A companion amendment establishes Item 472.20 as a new and distinct appropriation for the Veterans Services Foundation, and provides \$115,000 and one position for this purpose, pursuant to House Bill 2148 and Senate Bill 1075 of the 2017 General Assembly. This amendment also

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adds language specifying that up to \$160,000 from the general fund appropriation for this item is to be used to support the operations of the Veterans Services Foundation.)

Item 472.05 #1c

Veterans and Defense Affairs	FY16-17	FY17-18	
Department of Veterans Services	\$0	\$115,000	GF
	0.00	1.00	FTE

Language:

Page 456, after line 36, insert:

"472.05 Veteran Services Foundation	\$0	\$115,000
Fund Sources: General	\$0	\$115,000
Dedicated Special Revenue	\$0	\$0 "

Explanation:

(This amendment establishes the Veterans Service Foundation as an entity independent of the Department of Veterans Services and under the Secretary of Veterans and Defense Affairs, pursuant to House Bill 2148 and Senate Bill 1075 of the 2017 Session of the General Assembly. The amendment provides \$115,000 and one position the second year from the general fund for direct support of the foundation. A companion amendment to Item 472 of this act makes corresponding reductions to the appropriation and position level for the Department of Veterans Services.)

Item 475 #1c

Central Appropriations

Central Appropriations

Language

Language:

Page 463, line 18, after "M." insert "1."

Page 463, after line 32, insert:

"2. Notwithstanding the provisions of § 2.2-3205(A), Code of Virginia, the terminating agency shall not be required to pay the Virginia Retirement System the costs of enhanced retirement benefits provided for in § 2.2-3204(A), Code of Virginia, for employees who are involuntarily separated from employment with the Commonwealth if the Speaker of the House of Delegates and the Chairman of the Senate Committee on Rules have certified on or after July 1, 2016, that such action results from 1. budget reductions enacted in the Appropriation Act pertaining to the Legislative Department; 2. reorganization or reform actions taken by agencies in the legislative

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branch of state government to increase efficiency of operations or improve service delivery provided such actions have been approved by the Speaker of the House of Delegates and the Chairman of the Senate Committee on Rules; or 3. downsizing actions taken by agencies in the legislative branch of state government as the result of the loss of federal or other grants, private donations, or other nongeneral fund revenue and if the applicable agency certifies that the actions comport with the provisions of and related policies associated with the Workforce Transition Act. Under these conditions, the entire cost of such benefits for involuntarily separated employees shall be factored into the employer contribution rates paid to the Virginia Retirement System."

Explanation:

(This amendment provides that agencies in the legislative branch will not be required to pay to the Virginia Retirement System the costs of certain enhanced retirement benefits for employees who are involuntarily separated if the Speaker of the House of Delegates and the Chairman of the Senate Committee on Rules certify that the separation is the result of budget reductions enacted in the Appropriation Act, an agency reorganization to increase efficiency of operations or improve service delivery, or an agency downsizing due to a loss of nongeneral fund revenue. A similar provision presently is included in the Appropriations Act, Chapter 780, for agencies in the executive branch of state government.)

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	\$18,414,836	GF

Item 475 #2c

Language:

Page 459, line 8, strike "\$151,691,160" and insert "\$170,105,996".

Page 468, after line 43, insert:

"Y.1. The base salaries of faculty members at institutions of higher education shall be increased by two percent on July 10, 2017. The general fund share of the two percent salary adjustment shall be distributed to the following institutions in the amounts indicated below:

Institution	GF Amount
George Mason University	\$1,973,365
Old Dominion University	\$1,199,470
University of Virginia	\$1,589,837
Virginia Commonwealth University	\$2,099,109
Virginia Tech	\$1,940,479
College of William and Mary	\$710,236
Christopher Newport University	\$368,566

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University of Virginia - Wise	\$112,200
James Madison University	\$1,061,224
Longwood University	\$327,291
University of Mary Washington	\$317,856
Norfolk State University	\$328,641
Radford University	\$610,932
Virginia Military Institute	\$111,859
Virginia State University	\$295,548
Richard Bland College	\$55,117
Virginia Community College System	\$3,186,371
Virginia Institute of Marine Science	\$169,332
Virginia Tech Extension	\$524,979
Virginia State University Extension	\$10,987
Total	\$16,993,399

2. Nothing in this act shall preclude institutions of higher education from providing base salary increases or bonuses to faculty or staff.

3. Salary increases authorized in paragraph Y. 1. for employees of the Executive Department not subject to the Virginia Personnel Act shall be consistent with the provisions of this paragraph, as determined by the appointing or governing authority. However, notwithstanding anything herein to the contrary, the governing authorities of those state institutions of higher education with employees not subject to the Virginia Personnel Act may implement salary increases for such employees that may vary based on performance and other employment-related factors. The appointing or governing authority shall certify to the Department of Human Resource Management that employees receiving the awards are performing at levels at least comparable to the eligible employees as set out in paragraph X.1., subparagraph 2.a. of this item.

4. The base salaries of faculty members at select institutions of higher education that did not provide a supplement to faculty salaries in fiscal year 2017 shall be provided an additional one percent salary adjustment, in addition to the two percent raise provided to all faculty members at higher education institutions within this paragraph. The additional one percent salary adjustment shall be calculated using the base salary of faculty members at the applicable higher education institutions prior to application of the two percent salary adjustment. The general fund share of the additional one percent salary adjustment shall be distributed to the following institutions in the amounts indicated below:

Institution	GF Amount
Virginia Military Institute	\$55,930

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Virginia State University	\$147,774
Norfolk State University	\$164,320
James Madison University	\$530,612
Radford University	\$305,466
Cooperative Extension and Agricultural Research Services (VSU)	\$5,494
Richard Bland College	\$27,558
Christopher Newport University	\$184,283
Total	\$1,421,437

5. Out of the appropriation for Adjustments to Employee Compensation is included \$18,414,836 the second year from the general fund to support the costs associated with the salary increases provided in this paragraph."

Explanation:

(This amendment provides \$16,993,399 for a two percent salary adjustment for faculty at public institutions of higher education, effective July 10, 2017. The amendment also provides \$1,421,437 for an additional one percent salary adjustment for faculty members at institutions that did not provide a compensation adjustment in fiscal year 2017. The additional one percent salary adjustment is in addition to the two percent salary adjustment provided to faculty at all public higher education institutions.)

Item 475 #3c

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	(\$800,000)	(\$2,950,000)	GF

Language:

- Page 459, line 8, strike "\$43,950,725" and insert "\$43,150,725".
- Page 459, line 8, strike "\$151,691,160" and insert "\$148,741,160".
- Page 468, line 15, strike "\$1,000,000" and insert "\$200,000".
- Page 468, line 15, strike "\$3,000,000" and insert "\$50,000".

Explanation:

(This amendment reduces funding included in the budget related to potential regulatory or legislative changes.)

Item 475 #4c

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Central Appropriations	FY16-17	FY17-18
Central Appropriations	\$0	\$24,306,817 GF

Language:

Page 459, line 8, strike "\$151,691,160" and insert "\$175,997,977".

Page 466, strike lines 46 through 49.

Page 467, strike lines 1 through 8.

Page 468, strike lines 18 through 43 and insert:

"X.1. The base salary of the following employees shall be increased by three percent on July 10, 2017:

a. Full-time and other classified employees of the Executive Department subject to the Virginia Personnel Act, excluding faculty and appointed officials at institutions of higher education;

b. Full-time employees of the Executive Department not subject to the Virginia Personnel Act, except officials elected by popular vote;

c. Any official whose salary is listed in § 4-6.01 of this act, subject to the ranges specified in the agency head salary levels in § 4-6.01 c, except appointed officials at institutions of higher education;

d. Full-time staff of the Governor's Office, the Lieutenant Governor's Office, the Attorney General's Office, Cabinet Secretaries' Offices, including the Deputy Secretaries, the Virginia Liaison Office, and the Secretary of the Commonwealth's Office;

e. Heads of agencies in the Legislative Department;

f. Full-time employees in the Legislative Department, other than officials elected by popular vote;

g. Legislative Assistants as provided for in Item 1 of this act;

h. Judges and Justices in the Judicial Department;

i. Heads of agencies in the Judicial Department;

j. Full-time employees in the Judicial Department;

k. Commissioners of the State Corporation Commission and the Virginia Workers' Compensation Commission, the Chief Executive Officer of the Virginia College Savings Plan, and the Directors of the Virginia Lottery, and the Virginia Retirement System; and

l. Full-time employees of the State Corporation Commission, the Virginia College Savings Plan, the Virginia Lottery, Virginia Workers' Compensation Commission, and the Virginia Retirement System.

2.a. Employees in the Executive Department subject to the Virginia Personnel Act shall receive the salary increases authorized in this paragraph only if they attained at least a rating of "Contributor" on their latest performance evaluation.

b. Salary increases authorized in this paragraph for employees in the Judicial and Legislative Departments, employees of Independent agencies, and employees of the Executive Department not subject to the Virginia Personnel Act shall be consistent with the provisions of this paragraph, as determined by the appointing or governing authority. The appointing or governing authority shall certify to the Department of Human Resource Management that employees receiving the awards are performing at levels at least comparable to the eligible employees as

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set out in subparagraph 2.a. of this paragraph.

3. The Department of Human Resource Management shall increase the minimum for each band within the Commonwealth's Classified Compensation Plan by three percent and the maximum salary for each band by three percent plus \$6,793 on July 10, 2017 . No salary increase shall be granted to any employee as a result of this action. The department shall develop policies and procedures to be used in instances when employees fall below the entry level for a job classification due to poor performance. Movement through the revised pay band shall be based on employee performance.

4. Out of the amounts for Supplements to Employee Compensation is included \$64,753,370 the second year from the general fund to support the general fund portion of costs associated with the salary increase provided in this paragraph.

5. The following agency heads, at their discretion, may utilize agency funds or the funds provided pursuant to this paragraph to implement the provisions of new or existing performance-based pay plans:

- a. The heads of agencies in the Legislative and Judicial Departments;
- b. The Commissioners of the State Corporation Commission and the Virginia Workers' Compensation Commission;
- c. The Attorney General;
- d. The Director of the Virginia Retirement System;
- e. The Director of the Virginia Lottery;
- f. The Director of the University of Virginia Medical Center;
- g. The Chief Executive Officer of the Virginia College Savings Plan;
- h. The Executive Director of the Virginia Port Authority; and
- i. The Chief Executive Officer of the Virginia Alcoholic Beverage Control Authority.

6. The base rates of pay, and related employee benefits, for wage employees may be increased up to three percent no earlier than July 10, 2017. The cost of such increases for wage employees shall be borne by existing funds appropriated to each agency.

Y.1. The appropriations in this item include funds to increase the base salary of the following employees by two percent on August 1, 2017, provided that the governing authority of such employees use such funds to support salary increases for the following listed employees:

- a. Locally-elected constitutional officers;
- b. General Registrars and members of local electoral boards;
- c. Full-time employees of locally-elected constitutional officers and,
- d. Full-time employees of Community Services Boards, Centers for Independent Living, secure detention centers supported by Juvenile Block Grants, juvenile delinquency prevention and local court service units, local social services boards, local pretrial services act and comprehensive community corrections act employees, and local health departments where a memorandum of understanding exists with the Virginia Department of Health.

2. Out of the appropriation for Supplements to Employee Compensation is included \$15,590,949 the second year from the general fund to support the costs associated with the salary increase provided in this paragraph."

Explanation:

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(This amendment provides funding in fiscal year 2018 to provide a 3% salary increase for state employees, estimated at \$64.7 million and a 2% salary increase for state supported local employees estimated at \$15.6 million. A portion of the funding, \$56.0 million, allocated in this amendment has been redirected from proposals in the introduced budget for a 1.5 bonus for state employees and state supported local employees. The amendment adds \$24.3 million in additional funding to the funding included for the bonus to support the salary increase.)

Item 475 #5c

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	\$2,553,890	GF

Language:

Page 459, line 8, strike "\$151,691,160" and insert "\$154,245,050".

Page 469, after line 2 insert:

AA.1. Out of the amounts for compensation supplements in this item \$2,553,890 from the general fund in the second year is provided for an additional two percent adjustment to the base salary of state employees in the following high turnover job roles effective September 10, 2017 for the purposes of relieving salary compression and maintaining market relevance:

- a. Direct Service Associate I
- b. Direct Service Associate II
- c. Direct Service Associate III
- d. Housekeeping and/or Apparel Worker I
- e. Registered Nurse I
- f. Registered Nurse II/Nurse Practitioner I/Physician's Assistant
- g. Licensed Practical Nurse
- h. Therapy Assistant/Therapist I
- i. Therapist II

2.a Employees in the Executive Department subject to the Virginia Personnel Act shall receive the salary increases authorized in this paragraph only if they attained at least a rating of "Contributor" on their latest performance evaluation.

b. Salary increases authorized in this paragraph for employees in the Judicial and Legislative Departments, employees of Independent agencies, and employees of the Executive Department not subject to the Virginia Personnel Act shall be consistent with the provisions of this paragraph, as determined by the appointing or governing authority. The governing authorities of those agencies and state institutions of higher education with employees not subject to the Virginia Personnel Act shall certify to the Department of Human Resource Management that employees receiving the awards are performing at levels at least comparable to the eligible employees as set out in subparagraph 2.a. of this paragraph.

3. The salary increase authorized in this paragraph is intended to be in addition to any other salary increase authorized in this act."

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Explanation:

(This amendment provides an additional 2% pay raise for nine job roles that continue to have high turnover.)

Item 475 #6c

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	\$10,308,309	GF

Language:

Page 459, line 8, strike "\$151,691,160" and insert "\$161,999,469".

Page 468, strike lines 44 through 51 and insert:

"Z. The Director of the Department of Planning and Budget shall transfer \$14,308,309 the second year from the general fund from this item to the Department of State Police to provide each sworn officer of the state police an increase in their annual salary equal to \$6,793 effective July 10, 2017. This increase shall be effectuated prior to any percentage salary increase authorized in this act with the same effective date."

Page 469, strike lines 1 and 2.

Explanation:

(This amendment provides \$14.3 million to provide an additional salary increase for sworn officers of the Department of State Police by \$6,793. This will increase the starting salary for sworn officers from \$36,207 to \$43,000. The amendment adds \$10.3 million from the general fund to the \$4.0 million from the general fund included in the introduced budget for a pay action to fund the proposed increase.)

Item 475.10 #1c

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	(\$368,832)	(\$785,532)	GF

Language:

Page 469, after line 2, insert:

"475.10 Miscellaneous Reversion Clearing Account (22600)	(\$368,832)	(\$785,532)	
Fund Sources:			
Nongeneral	\$0	\$0	
General	(\$368,832)	(\$785,532) "	

"A.1. The Director, Department of Planning and Budget shall withhold and transfer to this item, \$368,832 the first year and \$785,532 the second year from the general fund appropriation of

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Jamestown-Yorktown Commemorations 2019 representing savings resulting from a reduction to the agency."

Explanation:

(This amendment is a technical amendment that creates a central reversion clearing account for reductions to state agencies.)

	Item 475.10 #2c	
Central Appropriations	FY16-17	FY17-18
Central Appropriations	(\$2,869,271)	(\$6,625,797) GF

Language:

Page 469, after line 2, insert:

"475.10 Miscellaneous Reversion Clearing Account (22600)	(\$2,869,271)	(\$6,625,797)
Fund Sources:		
Nongeneral	\$0	\$0
General	(\$2,869,271)	(\$6,625,797) "

"A. 1. The Director, Department of Planning and Budget shall withhold and transfer to this item \$1,969,271 the first year and \$7,525,797 the second year from the general fund appropriation of the Department of Housing and Community Development representing savings resulting from the following reductions to the agency:

- a. Out of the amounts contained in Item 109 A., \$119,271 the first year from the general fund for reduced dues assessment for the Appalachian Regional Commission.
- b. Out of the amounts contained in Item 109 L.1., \$250,000 each year from the general fund for reductions to the Virginia Telecommunication Initiative.
- c. Out of the amounts contained in Item 109 H., \$500,000 the second year from the general fund for reductions to the Virginia Derelict Structures Fund.
- d. Out of the amounts contained in Item 109 M.1., \$1,900,000 the first year and \$5,550,000 the second year from the general fund for reductions to the Virginia Growth and Opportunity Fund.
- e. Out of the amounts contained in Item 109, P., \$600,000 the first year and \$325,797 the second year from the general fund for reductions to the Center for Advanced Engineering and Research resulting from elimination of federal funding.

2.a. Out of the remaining amounts contained in Item 109 M.1., \$3,600,000 the first year and \$24,450,000 the second year from the general fund shall be deposited to the Virginia Growth and Opportunity Fund to encourage regional cooperation among business, education, and government on strategic economic and workforce development efforts. Notwithstanding § 2.2-2489, Code of Virginia, the first year appropriation of \$3,600,000 shall not require matching funds.

b. The remaining appropriation contained in Item 109 M.1, and pursuant to §2.2-2487, shall be

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distributed as follows: (i) \$3,600,000 the first year and \$2,250,000 the second year shall be available to allocate to qualifying regions to support organizational and capacity building activities as well as preparing regional gap analyses on existing skill levels in the workforce versus the skills most likely needed over time based on expected employment and organizational changes; (ii) \$10,900,000 the second year shall be available to allocate to qualifying regions based on each region's share of the state population as well as any unused organizational and capacity building funding allocated in (i) above may be retained by any region and used to support regional projects; (iii) \$11,300,000 the second year shall be available to award to regional councils on a competitive basis."

Explanation:

(This amendment creates a central reversion clearing account for reductions to state agencies.)

	Item 476 #1c	
Central Appropriations	FY16-17	FY17-18
Central Appropriations	\$0	\$125,000 GF

Language:

Page 469, line 5, strike "\$16,962,496" and insert "\$17,087,496".
Page 472, line 16, strike "\$367,638" and insert "\$492,638".

Explanation:

(This amendment provides an additional \$125,000 from the general fund for the inauguration. This would increase funding from \$367,638 to \$492,638 to reflect all of the projected cost.)

	Item 476 #2c	
Central Appropriations	FY16-17	FY17-18
Central Appropriations	\$0	(\$1,200,000) GF

Language:

Page 469, line 5, strike "\$16,962,496" and insert "\$15,762,496".
Page 470, line 27, unstrike " \$300,000" and strike "\$1,500,000".

Explanation:

(This amendment removes \$1.2 million in additional funding included in the introduced budget for unbudgeted legal expenses.)

	Item 476 #3c	
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Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	\$203,339	GF

Language:

Page 469, line 6, strike "\$16,962,496" and insert "\$17,165,835".

Page 470, line 40, strike "\$6,027,821" and insert "\$6,231,160".

Explanation:

(This amendment provides the general fund share for increased internal service fund costs at VITA as a result of the 3.0 percent salary increase authorized in a separate amendment. A corresponding amendment provides additional internal service fund appropriation at VITA to pay for the 3.0 percent salary increase for state employees. It also increases the amount that the Director of the Department of Planning and Budget shall transfer in the second year to state agencies and institutions of higher education to support the general fund costs associated with the salary increase.)

Item 476 #4c

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	(\$400,000)	GF

Language:

Page 469, line 5, strike "\$16,962,496" and insert "\$16,562,496".

Page 472, line 22, strike "\$1,200,000" and insert "\$800,000".

Page 472, line 23, after "training", insert "pilot".

Page 472, line 27, after "details.", insert:

"The work group shall consider opportunities to collaborate with Virginia public colleges and universities on an internship, management training and succession planning program by which students in their final year of undergraduate school work, or those attending graduate programs may be considered for opportunities for state employment on a temporary basis, whereby they may earn academic credit for hours worked while participating in the program."

Page 472, line 29, after "Governor", insert:

", the Chairman of the Commission on Employee Retirement Security and Pension Reform,".

Explanation:

(This amendment modifies funding and language included in the budget related to a joint internship and management training program.)

Item 476 #5c

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Central Appropriations	FY16-17	FY17-18
Central Appropriations	\$0	\$500,000 NGF

Language:

Page 469, line 5, strike "\$16,962,496" and insert "\$17,462,496".

Page 472, after line 29, insert:

"Q. In addition to the amounts provided in paragraphs C.1.,2. and 3. of Item 109 of this act, the Virginia Coalfields Economic Development Authority shall provide up to \$500,000 of its nongeneral fund balances to the Lenowisco and Cumberland Plateau Planning District Commissions who shall serve as fiscal agents for coordinated economic development activities in the Lenowisco and Cumberland Plateau Planning Districts. The funding provided in this paragraph is contingent upon equal matching funds being awarded by the Tobacco Region Revitalization Commission."

Explanation:

(This amendment provides funding of up to \$500,000 from nongeneral fund revenues of the Coalfield Economic Development Authority the second year for economic development activities in Southwest Virginia. This represents the first of an anticipated three-year need totaling \$1.5 million. Funding is intended to benefit the Lenowisco and Cumberland Plateau Planning Districts with the expectation that marketing efforts will be conducted with collaboration from the Virginia Coalfields Economic Development Authority and other regional stakeholders. Funding is contingent upon equal matching funds being awarded by the Tobacco Region Revitalization Commission.)

Item 476 #6c

Central Appropriations

Central Appropriations

Language

Language:

Page 470, line 44, strike "2016" and insert "2017".

Page 470, line 46, strike "not".

Page 470, line 46, after "fund", insert "."

Page 470, line 46, strike "but shall instead be".

Page 470, line 47, strike "reappropriated for its original purpose."

Page 470, line 47, after "appropriated," insert "up to".

Page 470, line 48, after "and" insert "up to".

Page 470, line 49, after "Pavilion." insert:

"On or before June 30, 2017, the Director, Department of Planning and Budget, shall revert to the general fund an amount estimated at \$1,500,000 from the appropriation authorized in Item 468 I.1. of Chapter 2, 2014 Special Session 1. The Governor is authorized to transfer up to

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\$500,000 from the unappropriated balance for improvements to the Slave Trail or for costs associated with Lumpkin's Pavilion if reimbursement requests exceed the amounts available in the fiscal year 2016-2018 biennium. It is the intent of the General Assembly to fully meet its commitment to the project as reimbursement requests are made and funding to meet such requests shall be included by the Governor in any budget submission made pursuant to the provisions of §§ 2.2-1508 and 2.2-1509, Code of Virginia."

Explanation:

(This amendment authorizes the temporary reversion of \$1.5 million from amounts available to the City of Richmond for the development of the Slavery and Freedom Heritage Site based on cash flow needs of the project. The amendment further authorizes the Governor to utilize up to \$500,000 from the unappropriated balance should the reimbursement requests exceed the appropriation available, expresses the intent of the General Assembly to meet its full commitment, and requires the Governor to include in his budget submission the full amounts due to the City of Richmond in the next budget.)

Item 476 #7c

Central Appropriations	FY16-17	FY17-18	
Central Appropriations	\$0	\$2,900,000	GF

Language:

Page 469, line 5, strike "\$16,962,496" and insert "\$19,862,496".

Page 471, after line 43, insert:

"3.a. Notwithstanding the provisions of § 2.2-2011, Code of Virginia, the Department of State Police is authorized to procure, develop, operate, and manage the cyber security and management tools required to protect the information technology used by the Department that is defined as out-of-scope from the Virginia Information Technologies Agency pursuant to the Memorandum of Understanding (MOU) between the two agencies dated August 30, 2013. The Department of State Police shall be solely responsible for securing all aspects of information technology defined as out-of-scope in the current MOU.

b. Costs expended by the Department of State Police for cyber security and management tools shall be reimbursed by the Director, Department of Planning and Budget from unexpended funds provided in paragraph I.1. of this item, after such expenses have been approved by the Chief Information Office and determined to be in compliance with the regulations, policies, procedures, standards, and guidelines of the Virginia Information Technologies Agency.

4.a. The Superintendent of State Police shall develop and report to the Chairmen of the House Committee on Appropriations and Senate Committee on Finance a detailed transition plan addressing the steps required for the Department of State Police to assume responsibility for the development, operation, and management of all of its information technology infrastructure and services. The Department of State Police is authorized to procure consulting services to assist in the development of the detailed transition plan. The Virginia Information Technologies Agency

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shall assist in the development and drafting of the detailed transition plan.

b. The report shall, at a minimum, include a detailed transition plan that: (i) identifies and evaluates anticipated transition timelines, tasks, activities, and responsible parties; (ii) identifies any one-time and ongoing costs of transitioning responsibility for information technology services from the Virginia Information Technologies Agency to the Department of State Police, including the estimated costs to obtain existing information technology assets or transition services from Northrop Grumman; (iii) identifies the ongoing costs of staffing, services, and contracts related to enterprise security and management tools, legacy system replacements or upgrades, construction or lease of facilities including data centers, labor costs and workload analyses, and training costs; (iv) identifies any other such factors deemed necessary for discussion as identified by the Superintendent of State Police or Chief Information Officer of the Commonwealth; (v) identifies necessary statutory changes required to effectuate the transition and modernize current statutes related to basic State Police communication systems consistent with the Criminal Justice Information Services Security Policy Version 5.5, or its successor; and (vi) provides a jointly developed and agreed upon MOU between the Department of State Police and the Virginia Information Technologies Agency that certifies the information.

c. Costs expended by the Department of State Police for the development of the detailed transition plan shall be reimbursed by the Director, Department of Planning and Budget from unexpended funds provided in paragraph I.1 of this item, after such expenses have been approved by the Chief Information Office and determined to be in compliance with the regulations, policies, procedures, standards, and guidelines of the Virginia Information Technologies Agency.

d. The report and accompanying Memorandum shall be provided to the Chairmen of the House Committee on Appropriations and Senate Committee on Finance no later than September 15, 2017. The Chief Information Officer of the Commonwealth shall review the report and provide an analysis of the detailed transition plan no later than 30 days after submission of the report to the Chairmen of the House Committee on Appropriations and Senate Committee on Finance.

5. Included within the appropriation for this item, up to \$2,900,000 the second year from the general fund is provided to reimburse the Department of State Police for costs associated with mitigating information technology security threats and gaps required to protect and manage out-of-scope information technology that is not addressed in paragraph 3.b. All such costs shall be eligible for reimbursement if they have been procured in accordance with the regulations, policies, procedures, standards, and guidelines of the Virginia Information Technologies Agency. The Director, Department of Planning and Budget is authorized to release this funding following certification by the Chief Information Officer that these costs address cyber security threats and gaps, including upgrades to legacy applications to remediate audit findings by the Auditor of Public Accounts or Commonwealth Security and Risk Management."

Explanation:

(This amendment authorizes the Department of State Police to assume full responsibility for procuring, developing, operating, and managing the cyber security and management tools required to protect the information technology used by the Department that is deemed not to be covered by the Virginia Information Technologies Agency pursuant to a written Memorandum

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of Understanding between the two agencies. The amendment authorizes the Department to access unexpended balances of the information technology contingency fund established for State Police in Chapter 780 of the 2016 Session of the General Assembly. The amendment requires the Superintendent of State Police and Chief Information Officer of the Commonwealth to provide a report to the Chairmen of the House Appropriations and Senate Finance Committees detailing the timelines and estimated costs of transitioning the Department of State Police to procuring, operating, and managing all information technology infrastructure and services independent of the Virginia Information Technologies Agency. The amendment also provides \$2.9 million from the general fund the second year for projects necessary to begin transitioning information technology services pursuant to the report required by paragraph 4.a. being completed, and the signing of a Memorandum of Understanding between the Department of State Police and the Virginia Information Technologies Agency detailing such projects.)

Item 478.20 #1c

Central Appropriations	FY16-17	FY17-18
Central Appropriations	\$4,000,000	\$0 GF

Language:

Page 474, line 12, strike "\$4,000,000" and insert "\$8,000,000".

Explanation:

(This amendment restores the proposed reduction to the Global Genomics and Bioinformatics Research Institute.)

Item 478.30 #1c

Central Appropriations	FY16-17	FY17-18
Appropriated Revenue Reserve	\$0	\$35,000,000 GF

Language:

Page 475, after line 33, insert:

"478.30 Revenue Cash Reserve	\$0	\$35,000,000
Fund Sources: General	\$0	\$35,000,000 "

Page 475, after line 33, insert:

"A. There is hereby appropriated in this item \$35,000,000 from the general fund the second year to establish a Revenue Cash Reserve to mitigate any potential revenue shortfalls that may arise during the remainder of the biennium. This appropriation includes an amount, estimated at \$31,306,555, anticipated to be generated by the Virginia Tax Amnesty Program authorized by House Bill 2246 and Senate Bill 1438, 2017 Session of the General Assembly above the

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amounts anticipated to be collected by such program in the revenue forecast contained in the first enactment of House Bill 1500 and Senate Bill 900 as introduced.

B. Any additional collections generated by the Virginia Tax Amnesty Program exceeding the revenue estimate of such program included within the official fiscal year 2018 revenue estimate contained in the first enactment of this act also shall be deposited into the cash reserve.

C. To determine the amounts that are to be deposited into such reserve, the comptroller shall first determine the tax amnesty program revenues that were collected in excess of the revenues forecast from such program in House Bill 1500 and Senate Bill 900 as enacted.

D. The comptroller shall then reflect the excess revenues as a commitment on the preliminary balance sheet entitled Revenue Cash Reserve to be held solely for the purposes of mitigating any loss of general fund revenues in fiscal year 2018 from the official forecast contained in this act.

E. The comptroller may draw against the balances of the Revenue Cash Reserve for an amount equal to any shortfall in general fund revenue collections from the official forecast contained in this act for fiscal year 2018."

Explanation:

(This amendment establishes a Revenue Cash Reserve from one-time resources from any additional Tax Amnesty collections above the amounts assumed in House Bill 1500/Senate Bill 900 as introduced. The amount contained in this item is an estimate and any additional amnesty revenues will also be deposited into the fund.)

Independent Agencies	FY16-17	FY17-18	
State Corporation Commission	\$0	\$1,100,000	NGF

Item 479 #1c

Language:

Page 476, line 3, strike "\$63,409,235" and insert "\$64,509,235".

Page 476, after line 18, insert:

"C. Out of the amounts for this item, \$1,100,000 the second year is provided to effectuate the provisions of House Bill 2111 of the 2017 General Assembly Session which allows the Commission to absorb the credit card and eCheck convenience fees as opposed to passing them on to the filers and also grants the Commission the discretion to not charge a fee for providing copies of certain documents."

Explanation:

(This amendment provides \$1.1 million the second year in non-general funds that would permit the State Corporation Commission to absorb the fees associated with credit card and eCheck processing, as opposed to passing them on to filers. The amendment also grants the Commission the discretion to not charge a fee for providing copies of certain documents.)

General Conditions

General Conditions

Language

Language:

Page 490, after line 6, insert:

"9. College of William and Mary

a. Subject to the provisions of this act, the General Assembly authorizes the College of William and Mary, with the approval of the Governor, to explore and evaluate alternative financing scenarios to provide additional parking, student or faculty/staff housing, recreational, athletic and/or operational related facilities. The project shall be consistent with the guidelines of the Department of General Services and comply with Treasury Board guidelines issued pursuant to § 23.1-1106 C.1. (d), Code of Virginia.

b. The General Assembly authorizes the College of William and Mary to enter into written agreements with public or private entities to design, construct, and finance a facility or facilities to provide additional parking, student or faculty/staff housing, recreational, athletic, and/or operational related facilities. The facility or facilities may be on property owned by the Commonwealth. All project proposals and approvals shall be in accordance with the guidelines cited in paragraph 1 of this item. The College of William and Mary is also authorized to enter into a written agreement with the public or private entity to lease all or a portion of the facility.

c. The General Assembly further authorizes the College of William and Mary to enter into written agreements with the public or private entities for the support and operation of such parking, student or faculty/staff housing, recreational, athletic, and /or operational related facilities by including the facilities in the College's facility inventory and managing their operation and maintenance including the assignment of parking authorizations, students, faculty or staff, and operations to the facility in preference to other university facilities, limiting construction of competing projects, and by otherwise supporting the facilities consistent with law, provided that the Collage shall not be required to take any action that would constitute a breach of the University's obligations under any documents or other instruments constituting or securing bonds or other indebtedness of the College or the Commonwealth of Virginia.

d. The College of William and Mary is further authorized to convey fee simple title in and to one or more parcels of land to the William and Mary Real Estate Foundation (WMREF) which will develop and use the land for the purpose of developing and establishing residential housing for students, faculty, or staff, recreational, athletic, and/or operational related facilities including office, retail and commercial, student services, or other auxiliary activities."

Page 490, line 7, strike "9." and insert "10."

Explanation:

(This amendment authorizes the College of William and Mary to evaluate and execute alternative financing agreements with public and private entities including the William & Mary Real Estate Foundation as a means to provide parking, student and/or faculty/staff housing,

recreational, athletic, or other operational related facilities.)

Item C-2.50 #1c

Education

Christopher Newport University

Language

Language:

Page 491, after line 31, insert:

"§ 2-2.50 CHRISTOPHER NEWPORT UNIVERSITY (242)".

"Christopher Newport University is authorized to sell the Yoder Barn Property in Newport News, Virginia. One-hundred percent of the proceeds from the sale of said property shall be used to support Christopher Newport University's endowment. Said property was a gift to Christopher Newport University in 2007, comprises approximately 3.1853 acres and is situated at 660 Hamilton Drive, bordered by Criston Drive and Oyster Point Road."

Explanation:

(This language amendment allows Christopher Newport University to retain proceeds from the sale of a property that was a gift in 2007.)

Item C-2.50 #2c

Education

Christopher Newport University

Language

Language:

Page 491, after line 31, insert:

"§ 2-2.50 CHRISTOPHER NEWPORT UNIVERSITY (242)".

"Christopher Newport University is authorized to increase the scope of the project, Construct and Renovate Fine Arts and Rehearsal Space (18086) to 105,040 gross square feet to include 88,060 gross square feet of new construction and 16,980 gross square feet of renovation. Total project cost will not exceed the amount appropriated in Chapter 759, 2016 Session of the General Assembly."

Explanation:

(This amendment corrects the scope of the Construct and Renovate Fine Arts and Rehearsal Space project to increase to 105,040 gross square feet, including 88,060 gross square feet of new construction and 16,980 gross square feet of renovation. The wrong scope was submitted by Christopher Newport University based on an error. The total project cost will not exceed the

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amount authorized in Chapter 759 of the 2016 General Assembly Session.)

Item C-6 #1c

Education	FY16-17	FY17-18
Richard Bland College	\$1,600,000	\$0 NGF

Language:

Page 492, line 18, strike "\$2,650,000" and insert "\$4,250,000".

Explanation:

(This amendment provides additional 9(d) nongeneral fund revenue bond authority to supplement the student housing project based on the actual project bids received. A technical change to the table in Item C-54 will be made during enrolling.)

Item C-14.50 #1c

Education

Old Dominion University

Language

Language:

Page 493, after line 30, insert:

"Old Dominion University is authorized to reconstruct the Stadium at Foreman Field. Any debt service for the project that is supported by subsidy may be excluded from the subsidy calculations defined under § 23-1.1309 A., Code of Virginia. The institution shall not raise athletic fees to support the construction of this facility."

Explanation:

(This language amendment references the authorization of the Stadium at Foreman Field at Old Dominion University and additional language related to intent regarding fees.)

Item C-14.80 #1c

Education: Higher Education	FY16-17	FY17-18
Radford University	\$0	\$10,700,000 NGF

Language:

Page 493, after line 41, insert:

"§ 2-8.10. RADFORD UNIVERSITY (217)".

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Page 493, after line 41, insert:

"C-14.80 Improvements: Renovate and Improve Various Athletic Facilities and Fields	\$0	\$10,700,000
Fund Sources: Higher Education Operating	\$0	\$10,700,000 "

"Radford University is authorized to renovate and improve various athletic facilities and fields as part of its comprehensive master plan. The project includes replacement of softball stadium lights, resurfacing tennis courts, renovation and improvement to baseball stadium restrooms, concession areas and ticket office and renovation, improvements and upgrades in the Dedmon Center Arena. Any debt service for the projects contained herein supported by subsidy may be excluded from the subsidy calculations defined under § 23-1.1309 A., Code of Virginia."

Explanation:

(This amendment requests nongeneral fund authority for athletic facilities and fields at Radford University.)

Item C-22.60 #1c

Education

Virginia State University

Language

Language:

Page 495, line 18, after "Campus" insert "Residence Halls".

Page 495, line 22, strike "Demolish Student Village".

Page 495, line 23, strike:

"Dormitories, Construct Gateway II and Improve Campus Residence Halls" and insert:

"Demolish Student Village and Construct Gateway 500, Phase II".

Explanation:

(This amendment is a technical correction in the language related to the changes in project titles for specified projects at Virginia State University.)

Item C-22.85 #1c

Education

FY16-17

FY17-18

Frontier Culture Museum of Virginia

\$250,000

\$0 GF

Language:

Page 495, after line 38, insert:

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"C-22.85 Planning: Pre-Planning Crossing Gallery	\$250,000	\$0
Fund Sources: General	\$250,000	\$0 "

Page 495 after line 38, insert:

"A. 1. Out of this appropriation, \$250,000 the first year from the general fund is designated for pre-planning for an indoor gallery to enhance the other existing indoor spaces that supplement what is primarily an outdoor living history setting. The project should demonstrate how it best coordinates and leverages the ability to offer an indoor experience in the event of inclement weather and that leverages the lecture hall, barn, and covered pavilion areas in coordination with the outdoor signature exhibits. The plan should take into consideration a scale that is commensurate with existing annual visitation levels and possible potential levels given population and location. The plan may offer options for future expansion in subsequent years to ensure efficiency in any additional long-term projects that may be desired. 2. The Frontier Culture Museum shall report the pre-planning study to the Chairmen of the House Appropriations and Senate Finance Committees by September 1 of the year prior to the request for detailed planning."

Explanation:

(This amendment provides pre-planning funds of \$250,000 from the general fund in the first year for an indoor museum gallery building at the Frontier Culture Museum of Virginia.)

	Item C-22.90 #1c	
Education	FY16-17	FY17-18
Science Museum of Virginia	\$250,000	\$0 GF

Language:

Page 495, after line 38, insert:

"C-22.90 Planning: Pre-Planning for New Exhibits at the Danville Science Center	\$250,000	\$0
Fund Sources: General	\$250,000	\$0 "

A. 1. Out of this appropriation, \$250,000 the first year from the general fund is designated for the pre-planning study for the construction of new exhibits at the Danville Science Center under the Science Museum of Virginia.
 2. The Science Museum shall report the pre-planning study to the Chairmen of the House Appropriations and Senate Finance Committees by September 1 of the year prior to the request for detailed planning."

Explanation:

(This amendment provides \$250,000 from the general fund the first year to conduct a pre-

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planning study for the construction of new permanent exhibits at the Danville Science Center.)

Item C-24.50 #1c

Health and Human Resources

FY16-17

FY17-18

Department of Behavioral Health and
Developmental Services

\$0

(\$3,400,000) NGF

Language:

Page 496, line 4, strike "\$7,000,000" and insert "\$3,600,000".

Page 496, after line 4, insert:

"A. The Department of Behavioral Health and Developmental Services is hereby authorized to make infrastructure repairs to the storm and sanitary sewer systems at Central State Hospital and Eastern State Hospital."

Explanation:

(This amendment provides \$3.6 million in bond proceeds for infrastructure repairs to the storm and sanitary sewer systems at Central State and Eastern State Hospitals for the Department of Behavioral Health and Developmental Services.)

Item C-25 #1c

Natural Resources

Department of Conservation and Recreation

Language

Language:

Page 496, after line 18, insert:

"It is the intent of the General Assembly that any acquisitions by gift, transfer or purchase, be limited to in-holdings or contiguous properties, consistent with the authorization contained in Item 365, and be limited to property within or contiguous to Hungry Mother, Kiptopeke, Lake Anna, Mayo River, New River Trail, Westmoreland, Seven Bends, False Cape and York River State Parks."

Explanation:

(This amendment authorizes the use of Department of Conservation and Recreation nongeneral funds for the acquisition of in-holding parcels at nine state parks.)

Item C-26 #1c

Natural Resources

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Department of Conservation and Recreation

Language

Language:

Page 496, after line 25, insert:

"It is the intent of the General Assembly that any acquisitions by gift, transfer or purchase be limited, consistent with the authorization contained in Item 365, to property within or contiguous to The Cedars, Cowbane Prairie, Grayson Glads, Bald Knob, Deep Run Ponds, Redrock Mountain, Buffalo Mountain, Antioch Pines, Magothy Bay and the Pinnacles Natural Area Preserves. In addition, the Department of Conservation and Natural Resources is authorized to accept donations of property within Stafford County contiguous to existing Natural Area Preserves."

Explanation:

(This amendment authorizes the use of Department of Conservation and Recreation nongeneral funds for the acquisition of in-holding and contiguous parcels at 10 existing Natural Area Preserves and authorizes the acceptance of donated property contiguous to an existing Natural Area Preserve.)

Item C-31.50 #1c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of Alcoholic Beverage Control	\$0	(\$104,770,000)	NGF

Language:

Page 497, line 22, strike "\$104,770,000" and insert "\$0".

Page 497, strike lines 19 through 47 and insert "Omitted".

Explanation:

(This amendment removes the proposed Department of Alcoholic Beverage Control project to construct a new warehouse and administrative offices. A companion amendment in Central Capital Outlay provides funding and policy to plan for these facilities consistent with current state policy.)

Item C-34.30 #1c

Public Safety and Homeland Security	FY16-17	FY17-18	
Department of Military Affairs	\$0	\$5,000,000	NGF

Language:

Page 498, after line 36, insert:

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"C-34.30 Improvements: Replace / Install Fire Safety Systems in Readiness Centers	\$0	\$5,000,000
Fund Sources: Bond Proceeds	\$0	\$5,000,000 "

Explanation:

(This amendment provides financing through the Virginia Public Building Authority for the first phase of replacing and installing fire safety systems in readiness centers across the state.)

Item C-34.30 #2c

Public Safety and Homeland Security

Department of Military Affairs

Language

Language:

"A. The Department of General Services (DGS) and the Department of Military Affairs (DMA), in consultation with the Department of Planning and Budget (DPB), shall study and identify issues related to the DMA's ability to enter into contracts using federal funding and adhering to the Commonwealth's capital outlay Code requirements, and DGS' policy and procedures for capital outlay projects. DGS and DMA will give priority to evaluating and developing, if possible, options to leverage federal dollars for capital projects that become available and must be obligated within 90 days of the end of a federal fiscal year. DGS and DMA shall submit recommendations to the Chairmen of the House Appropriations and Senate Finance Committees and the Secretaries of Administration, Finance, and Public Safety and Homeland Security no later than November 1, 2017."

Explanation:

(This amendment directs the Departments of Military Affairs, General Services, and Planning and Budget to identify steps to improve the ability to leverage federal funds for capital projects.)

Item C-34.30 #3c

Public Safety and Homeland Security

Department of Military Affairs

Language

Language:

"A. The Department of Military Affairs (DMA) and the Department of General Services (DGS) shall evaluate the use of real property under the possession and control of the DMA, consistent with the respective obligations of such departments under § 2.2-1153, Code of Virginia, and shall develop a strategic plan for use, sale or disposal of any such real property that is deemed to be surplus to the DMA's current or proposed needs. The strategic plan will include

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recommendations for the management and use of revenue generated, if any, from the sale of DMA state-owned surplus real property.

B. With respect to Readiness Centers, such plan shall be consistent with the DMA Readiness Center Transformation Master Plan, as approved by the federal National Guard Bureau, in order to achieve the objectives of the transformation plan. Any such surplus real property being considered for sale or disposal shall be disposed of in accordance with § 2.2-1150 or § 2.2-1156, Code of Virginia, for not less than fair market value as supported by more than one appraisal performed by independent appraisers licensed as Virginia Certified General Real Estate Appraisers. The DGS shall be responsible for obtaining and reviewing such appraisals, and provide the results of the appraisals, with a recommendation of the fair market value of the appraised real property based upon such appraisals, to the DMA. The DMA will be responsible to fund the cost to obtain the required appraisals. The DGS will obtain such appraisals at the expense of the DMA only upon approval by the Adjutant General."

Explanation:

(This amendment directs the Departments of Military Affairs and General Services to develop a plan for the use, sale or disposal of property that is surplus to the Department of Military Affairs' current or proposed needs.)

Item C-35.10 #1c

Public Safety and Homeland Security

FY16-17

FY17-18

Department of State Police

(\$800,000)

\$0 GF

Language:

Page 499, line 25, strike "\$800,000" and insert "\$0".

Explanation:

(This amendment moves the Construct Area 12 Office Building project to the capital outlay pool under C-48.10.)

Item C-43.5 #1c

Veterans and Defense Affairs

FY16-17

FY17-18

Department of Veterans Services

\$0

\$10,000,000 NGF

Language:

Page 500, after line 36, insert:

"OFFICE OF VETERANS AND DEFENSE AFFAIRS

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§ 2-25.10 DEPARTMENT OF VETERANS SERVICES".

Page 500, after line 36, insert:

"C-43.5 Improvements: Construction of Additional Burial Sites, Albert G. Horton, Jr. Memorial Veterans Cemetery (xxxxx)	\$0	\$10,000,000
Fund Sources: Bond Proceeds	\$0	\$10,000,000 "

The Governor is authorized to request federal funds to expand the Albert G. Horton, Jr. Memorial Veterans Cemetery in Suffolk. The funds in this item are provided for the state share for the construction and other project costs of additional burial sites and associated landscaping and infrastructure work at this veterans cemetery."

Explanation:

(This amendment authorizes the Governor to request federal funds for construction of additional burial sites at the Albert G. Horton, Jr. Memorial Veterans Cemetery in Suffolk, and provides the state share for the planning and construction phases of the project.)

Item C-44 #1c

Central Appropriations	FY16-17	FY17-18
Central Capital Outlay	(\$10,000,000)	\$0 GF
	\$10,500,000	\$0 NGF

Language:

Page 500, line 39, strike "\$94,400,000" and insert "\$94,900,000".

Page 501, line 3, strike "\$84,400,000" and insert "\$94,900,000".

Page 501, line 3, strike "\$99,900,000" and insert "\$100,853,057".

Page 501, strike lines 7 and 8.

Page 501, line 19, strike "\$583,507" and insert "\$1,083,507".

Page 502, line 42, strike "\$94,400,000" and insert "\$94,900,000".

Page 504, strike lines 15 and 16.

Page 504, after line 16, insert:

"Q. Out of the amounts provided for the Department of State Police (Project Code 10886), \$500,000 the first year is designated to address mold remediation, air conditioning and heating improvements, exterior water proofing, and roof repairs at the training academy in Chesterfield County."

Explanation:

(This amendment provides additional bond authority from the Virginia Public Building Authority and Virginia College Building Authority in lieu of general funds in fiscal year 2017 and addresses emergency repairs at the State Police Training Academy. This amendment also

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makes technical corrections to the budget as introduced.)

Item C-48.10 #1c

Central Appropriations	FY16-17	FY17-18
Central Capital Outlay	\$0	\$21,654,000 NGF

Language:

Page 505, line 20, strike "\$27,698,000" and insert "\$49,352,000".

Page 505, line 25, strike "\$27,698,000" and insert "\$49,352,000".

Page 505, line 31, strike "\$27,698,000" and insert "\$49,352,000".

Page 505, strike lines 39 through 42.

Page 505, line 43, strike "3." and insert "2."

Page 505, after line 44, insert:

"156 - Department of State Police Construct Area 12 Office Building (18250)

268 - Virginia Institute of Marine Science Eastern Shore Laboratory Education and Administration Complex (xxxxx)

3. To fund the following projects hereby authorized for renovation and equipment:

885 - Institute for Advanced Learning and Research Institute IALR Renovation, Improvements and Equipment (xxxxx)

799 - Department of Corrections Replace Greensville Heating and Hot Water Pipes (xxxxx)".

Explanation:

(This amendment makes changes to the proposed capital outlay pool.)

Item C-50 #1c

Central Appropriations	Language
Central Capital Outlay	

Language:

Page 506, line 38, after "Biennium" insert: "except for paragraph D."

Page 506, after line 38, insert:

"D. Upon certification from the Virginia Economic Development Partnership and the Commonwealth Center for Advanced Manufacturing that one or more federal grants have been awarded or contributions from other non-governmental sources, including but not limited to in-kind donations of land, equipment, software or services, have been received by the Commonwealth Center for Advanced Manufacturing, the Director, Department of Planning and Budget shall release all or a portion of \$25 million from this item to the Virginia Economic Development Partnership (VEDP) for the Commonwealth Center for Advanced Manufacturing to develop an Advanced Manufacturing Apprentice Academy Center to support existing and

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future Regional Centers of Excellence. In-kind donations shall not exceed more than 40 percent of the total match that is required."

Explanation:

(The language in this amendment changes previous stipulations related to the Commonwealth Center for Advanced Manufacturing's ability to use \$25.0 million in state bond proceeds related to receiving a matching federal grant for the purpose of the creation of Regional Centers of Excellence. This amendment allows the bond proceeds to be used to support existing and future Regional Centers of Excellence and allows the Virginia Economic Development Partnership to certify the allowance of in-kind contributions instead of a matching federal grant. In-kind donations shall not exceed more than 40 percent of the total required match.)

Item C-52.20 #1c

Central Appropriations

Central Capital Outlay

Language

Language:

Page 507, strike line 45 through line 48 and insert "Omitted."

Page 508, strike line 1 through line 8.

Explanation:

(This amendment eliminates four new detailed planning projects authorized in the introduced budget. In 2016, 21 new detailed planning projects were authorized as part of the bond package and will proceed starting on July 1 of this year.)

Item C-52.30 #1c

Central Appropriations

Central Capital Outlay

Language

Language:

Page 508, strike lines 9 through 12 and insert "Omitted."

Explanation:

(This amendment removes proposed language providing for capital leases for third-party solar projects on state property.)

Item C-52.40 #1c

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Central Appropriations

Central Capital Outlay

Language

Language:

Page 509, after line 8, insert:

" F. On or before June 30, 2017, the State Comptroller shall transfer to the general fund \$5,000,000 as appropriate from the following agency, fund, and project codes listed.

Agency Name/ (Code)	Fund	Project Code
Central Capital (949)	0965	17777
Central Capital (949)	0965	17968
Department of Conservation and Recreation (199)	0965	00000
Department of Conservation and Recreation (199)	0965	18159
Woodrow Wilson Workforce and Rehabilitation Center (203)	0965	18160
Virginia Community College System (260)	0965	17989
Department of Forensic Science (778)	0965	18167
Department of Juvenile Justice (777)	0965	17727
Department of Behavioral Health and Developmental Services (720)	0965	18166
Frontier Culture Museum (239)	0965	18073".

Explanation:

(This amendment transfers capital outlay planning fund cash balances.)

Item C-52.45 #1c

Central Appropriations	FY16-17	FY17-18
Central Capital Outlay	\$500,000	\$0 GF

Language:

Page 509, after line 9, insert:

"C-52.45 Planning: Acquire or Construct ABC Central Office and Warehouse Facility	\$500,000	\$0
Fund Sources: General	\$500,000	\$0 "

"A. The Department of Alcoholic Beverage Control (ABC) and the Department of General Services (DGS) shall develop and deliver a plan to provide capital project options for a new

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ABC warehouse and ABC administrative offices.

B. The plan will be a comprehensive plan for an ABC warehouse and administrative offices. At a minimum the plan will include real estate development approaches to achieve operationally ready, "turn-key", cost effective and efficient solutions to meet ABC's operational and business requirements. Solutions may include, but not be limited to, lease or construction of new facilities, acquiring existing facilities through lease or purchase, a combination of new construction and existing facilities, and must include at least one option for using the existing location for the new or retrofitted warehouse and administrative office building.

C. In developing a new construction option for office space, an infill design concept should be considered, which initially would accommodate not more than a ten percent increase in central office staff beyond the number currently located in the headquarters building, with further growth in staff beyond the ten percent to be accommodated through less-expensive infill construction.

D. The Department of General Services (DGS) shall analyze and include options in the ABC plan for the use of state-owned real property declared surplus and existing underutilized state-owned real property.

E. Private sector developer options are to be included in the ABC plan. DGS is tasked and authorized to publicly solicit proposals (i.e. Request For Proposal, Request For Information or by other public solicitation method), to evaluate requirements in paragraphs B and D of this item, from the private sector developer community interested in providing solutions that meet ABC's operational, business, and cost effectiveness and efficiency requirements.

F. ABC is tasked to include in the plan financing options for the capital project options.

G. The plan shall be delivered to the Governor, Chairmen of the House Appropriations and Senate Finance Committees, and the Six-Year Capital Outlay Plan Advisory Committee (§ 2.2-1516) no later than November 1, 2017.

H. Funds authorized to the Department of General Services for this item may be used to accomplish the necessary tasks to prepare, develop, complete, and execute the ABC plan."

Explanation:

(This amendment provides funding to plan for a new ABC warehouse and administrative office.)

Item C-52.60 #1c

Central Appropriations

Central Capital Outlay

Language

Language:

Page 509, line 35, strike "\$117,593,000" and insert "\$24,423,000".

Page 509, after line 51, insert:

"Install Fire Safety Systems in Readiness Centers xxxxx C-34.30 \$5,000,000".

Page 510, line 8, strike "\$7,000,000" and insert "\$3,600,000".

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Page 510, strike lines 10 through 13 and insert:

"Department of Veterans Services (912)

Construction of Additional Burial Vaults xxxxx C-43.5 "10,000,000".

Explanation:

(This amendment is a companion to other amendments that eliminate the new construction of the central office building and warehouse at the Department of Alcoholic Beverage Control, provide for fire safety systems at Readiness Centers, provides for certain infrastructure repairs at the Department of Behavioral Health and Developmental Services and provides for additional burial vaults at the Department of Veterans Services.)

Item C-52.70 #1c

Central Appropriations

Central Capital Outlay

Language

Language:

Page 510, after line 15, insert:

"A. Pursuant to projects authorized and funded in paragraph E.1 of Item C-39.40 of Chapter 1 of the Acts of Assembly of 2014, operations of the Virginia General Assembly will temporarily move and operate from the Pocahontas Building bounded by the following streets 9th to the west, 10th to the east, Bank to the north, and Main to the south in the City of Richmond. This temporary move will result in the Commonwealth's legislative activities to be concentrated in an area requiring traffic and pedestrian operational safety and security enhancements. As such, and pursuant to the responsibilities of the Department of General Services (DGS) (§ 2.2-1129) and the Division of Capitol Police (DCP) (§ 30-34.2:1), Bank Street from 9th to 12th Street in the City of Richmond shall be controlled by the DGS and the DCP while the General Assembly is in session and is located in the Pocahontas Building. Vehicular travel limitations and pedestrian management needs on and along Bank Street shall be determined jointly by the DGS and the DCP during that time. These determinations will be based on the recommendations outlined in the Bank Street Safety and Security Assessment prepared by Commonwealth Architects dated February 15, 2017 (the Assessment). Funding for materials and contract services needed to address pedestrian and vehicle management activities are available to DGS from the Chapter referenced in this item.

B. The DGS and the DCP will coordinate its Bank Street decisions with the City of Richmond to allow for adequate set-up and removal of temporary traffic control after December 1st each year prior to a General Assembly session and two weeks after a General Assembly session ends. At no time, will DGS or DCP make permanent changes to Bank Street right-of-way (e.g. traffic control devices, security fixtures, street lighting, surface treatments) without the approval of the City of Richmond's Chief Administrative Officer. Additionally, at no time will the City prevent DGS and DCP from implementing the recommendations outlined in the Assessment. Bank Street operations will revert to the City of Richmond upon the General Assembly vacating the

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Pocahontas Building and has moved to its new building on Broad Street.

C. The projects stated in the Chapter referenced above also include new permanent facilities for state government operations. Design precedence for permanent facilities will accommodate the operational needs of state government resources identified to occupy and conduct state business within the funded projects."

Explanation:

(This amendment addresses safety and security issues resulting from the temporary move of legislative activities to the Pocahontas Building.)

Item 3-1.01 #1c

Transfers

Interfund Transfers

Language

Language:

Page 514, line 1, strike "\$97,328,070" and insert "\$107,628,070".

Explanation:

(This amendment increases the transfer of net profits from ABC by \$10.3 million in fiscal year 2017 to recognize excess net profits earned in fiscal year 2016 but not included in the Governor's introduced budget.)

Item 3-1.01 #2c

Transfers

Interfund Transfers

Language

Language:

Page 520, line 10, strike "\$19,931,999" and insert: "\$1,400,000 the first year and \$20,431,999".

Explanation:

(This amendment updates language in the introduced budget reflecting the estimated transfer from the Regulatory, Consumer Advocacy, Litigation, and Enforcement Revolving Trust Fund with the Office of the Attorney General.)

Item 3-1.01 #3c

Transfers

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Interfund Transfers

Language

Language:

Page 525, after line 41, insert:

"LL. On or before June 30, 2018, the State Comptroller shall transfer to the general fund \$2,500,000 in nongeneral fund cash balances from the Aerospace Engine Manufacturing Supplier Cluster Grant Fund."

Explanation:

(This amendment transfers excess nongeneral fund balances of \$2.5 million from the Aerospace Engine Manufacturing Supplier Cluster Grant Fund.)

Item 3-1.01 #4c

Transfers

Interfund Transfers

Language

Language:

Page 517, line 35, strike "\$700,000" and unstrike "\$600,000".

Explanation:

(This amendment reverses the \$100,000 increase in transfers to the general fund in fiscal year 2018 related to the proposed increase in the fee charged for transferring Land Preservation Tax Credits. A related amendment removes language that would have increased the fee for transferring Land Preservation Tax Credits from two percent to three percent.)

Item 3-1.01 #5c

Transfers

Interfund Transfers

Language

Language:

Page 517, line 11, strike "\$13,000,000 the first year and \$13,000,000" and insert: "\$12,350,000 the first year and \$12,350,000".

Explanation:

(This amendment reduces the transfer to the Department of Game and Inland Fisheries by \$650,000 each year. The Department received a 14.5% increase in its nongeneral fund revenues in the 2016-2018 biennium and was not required to offer any savings to offset the general fund budget shortfall. The reduction is equivalent to 1% of the agency's total budget.)

Item 3-1.01 #6c

Transfers

Interfund Transfers

Language

Language:

Page 514, line 1, strike "\$97,328,070" and insert "\$98,128,070".

Page 514, line 1, strike "\$101,428,070" and insert "\$103,028,070".

Explanation:

(This amendment increases the transfer of net profits from the Department of Alcoholic Beverage Control to the general fund by \$800,000 the first year and \$1,600,000 the second year.)

Item 3-1.01 #7c

Transfers

Interfund Transfers

Language

Language:

Page 517, line 29, strike "\$2,464,585" and insert "\$3,364,585".

Page 517, line 30, strike "\$2,464,585" and insert "\$3,864,585".

Explanation:

(This amendment increases the transfer to the general fund related to operating efficiencies to be implemented by the Department of Alcoholic Beverage Control by \$900,000 the first year and \$1.4 million the second year.)

Item 3-1.01 #8c

Transfers

Interfund Transfers

Language

Language:

Page 514, line 3, at the end of the line, insert "However, Section 4.1-116.B. shall not apply if depreciation is expensed directly in order to reduce net profits.".

Explanation:

(This amendment clarifies that depreciation cannot be deducted from net profits more than once.)

Item 3-1.01 #9c

Transfers

Interfund Transfers

Language

Language:

Page 517, line 32, strike "\$6,055,000" and insert "\$7,905,000".

Page 517, line 33, strike "\$6,055,000" and insert "\$8,055,000".

Explanation:

(This amendment increases the transfer from the Trauma Center Fund to the general fund by \$1.9 million the first year and \$2.0 million the second year. This action partially restores the amount of the transfer from the previous 2014-2016 biennium, which was lowered in Chapter 780, the 2016 Appropriation Act, by \$3.0 million per year. The Virginia Department of Health has indicated that none of the additional revenue to the Trauma Center fund has been allocated in fiscal year 2017 and therefore this amendment has no impact on current allocations from the fund.)

Item 3-1.01 #10c

Transfers

Interfund Transfers

Language

Language:

Page 518, line 1, strike the first "\$7,518,587" and insert "\$10,368,587".

Page 518, line 1, strike the second "\$7,518,587" and insert "\$10,518,587".

Explanation:

(This amendment increases the transfer from the Special Emergency Medical Services Fund to the general fund by \$2.9 million the first year and \$3.0 million the second year. This action restores the amount of the transfer to the level from the previous 2014-2016 biennium which was lowered in Chapter 780, the 2016 Appropriation Act, by \$3.0 million per year. The Virginia Department of Health has indicated that none of the additional revenue to the fund has been allocated in fiscal year 2017 and therefore this amendment has no impact on current allocations from the fund.)

Item 3-1.01 #11c

Transfers

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Interfund Transfers

Language

Language:

Page 525, after line 28, insert:

"3. On or before June 30 each year, the State Comptroller shall transfer \$26,064,305 the first year and \$17,376,204 the second year to the general fund the following amounts from the agencies and funds listed below, to fund a portion of the nongeneral share of costs for the expedited repayment of deferred contributions to the Virginia Retirement System authorized in Chapter 732, 2016 Acts of Assembly. Agencies may determine the appropriate fund detail amount within each fund.

Agency Name	Fund	FY 2017	FY 2018
Christopher Newport University (242)	03	\$390,307	\$260,205
College of William and Mary (204)	03	\$1,020,946	\$680,630
Richard Bland College (241)	03	\$42,715	\$28,476
George Mason University (247)	03	\$1,935,422	\$1,290,281
James Madison University (216)	03	\$1,551,829	\$1,034,553
Longwood University (214)	03	\$326,500	\$217,667
Norfolk State University (213)	03	\$486,295	\$324,197
Old Dominion University (221)	03	\$1,002,931	\$668,621
Radford University (217)	03	\$517,096	\$344,731
University of Mary Washington (215)	03	\$314,079	\$209,386
University of Virginia (207)	03	\$5,048,921	\$3,365,948
University of Virginia Medical Center (209)	03	\$1,072,236	\$714,824
University of Virginia's College at Wise (246)	03	\$117,388	\$78,259
Virginia Commonwealth University (236)	03	\$3,210,947	\$2,140,631
VCU Medical College of Virginia Hospitals Authority (206)	03	\$772,167	\$514,778
Virginia Community College System (260)	03	\$3,377,834	\$2,251,889
Virginia Military Institute (211)	03	\$288,536	\$192,357
Virginia Polytechnic Institute and State University (208)	03	\$4,110,195	\$2,740,130
Virginia State University (212)	03	\$477,961	\$318,641
Total		\$26,064,305	\$17,376,204".

Explanation:

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(This amendment is a companion amendment to a series of amendments that restore general fund to the educational and general program and correctly revert the nongeneral savings associated with the VRS prepayment from the 2016 Session actions.)

Item 3-1.01 #12c

Transfers

Interfund Transfers

Language

Language:

Page 525, after line 41, insert:

"LL. On or before June 30, 2018, the State Comptroller shall transfer to the general fund \$1,600,000 in nongeneral fund cash balances from the Department of Small Business and Supplier Diversity, representing excess balances of \$640,000 in the Small Business Investment Grant Fund and \$960,000 in the Small Business Jobs Grant Fund."

Explanation:

(This amendment transfers to the general fund excess cash balances of \$640,000 in the Small Business Investment Grant Fund and \$960,000 in the Small Business Jobs Grant Fund.)

Item 3-1.01 #13c

Transfers

Interfund Transfers

Language

Language:

Page 520, line 12, strike "\$12,157,965" and insert "\$11,951,845".

Page 520, line 12, strike "\$3,552,303" and insert "\$3,758,423".

Page 524, line 6, strike "\$14,248" and insert "\$20,000".

Page 524, strike lines 8 and 9.

Page 524, strike lines 10 and 11.

Page 524, strike lines 20 and 21.

Page 524, strike lines 22 and 23.

Page 524, line 24, strike "\$42,173" and insert "\$250,000".

Page 524, line 28, strike "\$463" and insert "\$50,000".

Page 524, strike lines 30 and 31.

Page 524, after line 31, insert:

"Department of Environmental Quality 07480 \$206,120 \$206,120".

Explanation:

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(This amendment changes the nongeneral fund sources from which funds are being transferred from DEQ to the general fund as part of the budget reduction plan. The changes have no net impact on the general fund, but simply realign the reductions to more closely fit funds from which balances are available.)

Item 3-1.01 #14c

Transfers

Interfund Transfers

Language

Language:

Page 525, line 29, strike "\$732,914" and insert "\$723,914".

Explanation:

(This amendment contains a technical correction to a transposed embedded number contained in House Bill 1500 as introduced.)

Item 3-1.01 #15c

Transfers

Interfund Transfers

Language

Language:

Page 513, after line 40, insert:

"8. Commission on The Virginia Alcohol Safety Action Program (Special)

For expenses incurred for care, treatment, study and rehabilitation of alcoholics by the Department of Behavioral Health and Developmental Services and other state agencies. \$800,000 \$0".

Page 513, line 42, strike the first "\$74,931,535" and insert "\$75,731,535".

Explanation:

(This amendment transfers \$800,000 in nongeneral fund balances from the Commission on the Virginia Alcohol Safety Action Program (VASAP) to the general fund, to support expenses incurred by the Department of Behavioral Health and Developmental Services for the care, treatment, study and rehabilitation of alcoholics.)

Item 3-2.03 #1c

Working Capital Funds and Lines of Credit

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Lines of Credit

Language

Language:

Page 527, line 2, after "Services" insert:
", for the Virginia Health Care Fund".

Page 527, line 2, strike "\$15,000,000" and insert "\$12,000,000".

Explanation:

(This amendment clarifies that the line of credit added for the Department of Medical Assistance Services is related to the Virginia Health Care Fund. The line of credit was added to ensure the June collections of tobacco taxes can be fully utilized as state match for Medicaid prior to the end of the fiscal year. The language also reduces the line of credit from \$15 million to \$12 million which approximates the typical need.)

Item 3-3.03 #1c

General Fund Deposits

Interest Earnings

Language

Language:

Page 528, line 3, after "fund" insert:
"an amount estimated at \$500,000 per year to reflect".

Page 528, line 4, strike "the amount of".

Explanation:

(This amendment makes a technical correction to account for the estimated amount of interest to be collected from this item. The amount is estimated to be \$500,000 per year.)

Item 3-5.03 #1c

Adjustments and Modifications to Tax Collections

Implementation of Chapter 3, Acts of Assembly of 2004, Special
Session I

Language

Language:

Page 528, line 32, strike "\$374,009,559" and insert "\$374,290,339".

Explanation:

(This amendment updates the estimated amount to be transferred to the general fund from the Public Education Standards of Quality/Local Real Estate Property Tax Relief Fund by \$280,780 in the second year, due to the impact of Senate Bill 1390/House Bill 1913 (Chapter 112).

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Companion amendments reflect the additional resources and the net additional amount of Direct Aid funding.)

Item 3-5.16 #1c

Adjustments and Modifications to Tax Collections

Prohibit State Income Tax Deduction for Certain Charitable Contributions

Language

Language:

Page 531, strike lines 17 through 21.

Explanation:

(This amendment eliminates a proposal contained in the budget as introduced that would prohibit the use of both the Neighborhood Assistance Act or Educational Scholarship Tax Credits and tax deductions for charitable contributions to the same entities. The Governor assumed this action would generate \$2.0 million to the general fund in fiscal year 2018.)

Item 3-5.17 #1c

Adjustments and Modifications to Tax Collections

Virginia Tax Amnesty Program

Language

Language:

Page 531, after line 50, insert:

"d. No taxpayer shall be eligible to participate in the Program with respect to any tax liability if it is attributable to an issue that is the subject of a decision of a Virginia court rendered on or after January 1, 2016."

Explanation:

(This amendment ensures that in instances where tax payments are being withheld pending litigation, that should the Commonwealth prevail in such proceedings, the taxpayer is not eligible for a reduced payment simply because of the timing of the Amnesty program.)

Item 3-6.04 #1c

Adjustments and Modifications to Fees

Transfer of Land Preservation Tax Credits

Language

Language:

Page 532, strike lines 36 through 39.

Explanation:

(This amendment removes language that would have increased the fee for transferring Land Preservation Tax Credits from two percent to three percent.)

Item 4-.01 #1c

Operating Policies

Operating Policies

Language

Language:

Page 533, after line 14, insert:

"e. The provisions of the Virginia Public Procurement Act (§ 2.2-4300 et seq. of the Code of Virginia) shall not apply to grants made in support of the 2019 Commemoration to non-profit entities organized under § 501 (c)(3) of the Internal Revenue Code."

Explanation:

(This amendment is self-explanatory.)

Item 4-.01 #2c

Operating Policies

Operating Policies

Language

Language:

Page 533, after line 14, insert:

"e. 1. The State Council of Higher Education for Virginia shall establish a policy for granting undergraduate course credit to entering freshman students who have taken one or more Advanced Placement, Cambridge Advanced (A/AS), College-Level Examination Program (CLEP), or International Baccalaureate examinations by August 1, 2017. The policy shall:

- a) Outline the conditions necessary for each public institution of higher education to grant course credit, including the minimum required scores on such examinations;
- b) Identify the course credit or other academic requirements of each public institution of higher education that the student satisfies by achieving the minimum required scores on such examinations; and
- c) Ensure, to the extent possible, that the grant of course credit is consistent across each public institution of higher education and each such examination.

2. The Council and each public institution of higher education shall make the policy available to the public on its website."

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Explanation:

(This amendment is self-explanatory.)

Item 4-1.02 #1c

Appropriations

Withholding of Spending Authority

Language

Language:

Page 534, line 53, after "Confederate", insert:
"and historical African American".

Explanation:

(This amendment adds the payments for care of historical African American graves and cemeteries to the items that the Governor is prohibited from withholding spending, consistent with existing language for care of the graves of Confederate dead.)

Item 4-4.01 #1c

Capital Projects

General

Language

Language:

Page 552, strike lines 18 and 19.

Explanation:

(This amendment removes proposed new language which duplicates House Bill 1712 that passed the 2017 Session of the General Assembly.)

Item 4-5.02 #1c

Special Conditions and Restrictions on Expenditures

Third Party Transactions

Language

Language:

Page 556, line 10, after "seek" insert "i)".
Page 556, line 10, after "jurisdictions" insert:
", and ii) legal advice related to its investments".

Explanation:

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(This amendment adds VRS hiring outside counsel related to investments to the list of exceptions where agencies can contract for legal advice without going through the Office of the Attorney General.)

Item 4-5.03 #1c

Special Conditions and Restrictions on Expenditures

Services and Clients

Language

Language:

Page 556, line 40, unstrike "made an appropriation for the cost of".

Page 556, line 40, strike "authorized".

Explanation:

(This amendment restores language that prohibits agencies from altering factors which may increase the number of eligible recipients for their authorized services or payments, or altering factors which may increase the unit cost of benefit payments within their authorized services unless the General Assembly has made an appropriation for the cost of such change. In addition, it eliminates a change to allow for such changes if the General Assembly gives its authorization.)

Item 4-5.03 #2c

Special Conditions and Restrictions on Expenditures

Services and Clients

Language

Language:

Page 557, line 29, after "3." insert "a)".

Page 557, after line 36, insert:

"b) Virginia Tech Carilion School of Medicine is hereby authorized to transfer funds to the Department of Medical Assistance Services to fully fund the state share for Medicaid supplemental payments to the teaching hospital affiliated with the Virginia Tech Carilion School of Medicine. These Medicaid supplemental fee-for-service and/or capitation payments to managed care organizations are for the purpose of securing access to Medicaid hospital services in Western Virginia. The funds to be transferred must comply with 42 CFR 433.51."

Explanation:

(This amendment adds language authorizing Virginia Tech Carilion School of Medicine to transfer funds to the Department of Medical Assistance Services (DMAS) for the state match for supplemental Medicaid payments to the teaching hospital affiliated with the medical

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schools. A companion amendment in Item 306 authorizes DMAS to promulgate regulations to effect such payments.)

Item 4-5.04 #1c

Special Conditions and Restrictions on Expenditures

Goods and Services

Language

Language:

Page 559, line 40, after "Assembly" insert:
"or to the Virginia Alcoholic Beverage Control Authority".

Explanation:

(This amendment exempts the Virginia Alcoholic Beverage Control Authority from Virginia Information Technology Authority oversight of agency procurement of information technology facilities and services.)

Item 4-5.04 #2c

Special Conditions and Restrictions on Expenditures

Goods and Services

Language

Language:

Page 559, line 48, after "education" insert:
"and the Alcoholic Beverage Control Authority".
Page 559, line 51, after "education" insert "or the Authority".
Page 559, line 51, after "institution" insert "or the Authority".
Page 559, line 53, after "institution" insert "or the Authority".

Explanation:

(This amendment exempts the Virginia Alcoholic Beverage Control Authority from participation in the fleet management program operated by the Virginia Department of General Services.)

Item 4-6.01 #1c

Special Conditions and Restrictions on Expenditures

Employee Compensation

Language

Language:

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Page 564, line 33, after "range" insert:

"except if the new hire was employed in a state classified position, then the Governor may exceed the maximum salary for the position and set the salary for the employee at a salary level not to exceed the employee's salary at their prior state position."

Explanation:

(This amendment clarifies that an individual promoted from a state classified position to an agency head position will not automatically be subject to a pay reduction if their prior position salary exceeds the maximum salary range for the agency head position. For example, if a physician is promoted to agency head, his or her salary can be maintained at the previous level.)

Item 4-8.02 #1c

Reporting Requirements

State Agencies

Language

Language:

Page 579, after line 19, insert:

"d. Any state agency that is required to return federal grant funding as a result of not fulfilling the specifications of a grant, shall, as soon as practicable but no later than November 1st, report to the Chairmen of the Senate Finance and House Appropriations Committees of such forfeiting of federal grant funding."

Explanation:

(This amendment requires state agencies to report to the General Assembly if they were required to return federal funds because they did not meet the specifications outlined in a grant.)

Item 4-8.03 #1c

Reporting Requirements

Local Governments

Language

Language:

Page 579, after line 19, insert:

§ 4-8.03 LOCAL GOVERNMENTS

a.1. The Auditor of Public Accounts shall establish a workgroup to develop criteria for a preliminary determination that a local government may be in fiscal distress. Such criteria shall be based upon information regularly collected by the Commonwealth or otherwise regularly made public by the local government. This information includes expenditure reports submitted to the Auditor, budget information posted on local government websites, and reports prepared

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by the Commission on Local Government on revenue fiscal stress. Information provided by the Virginia Retirement System, the Virginia Resources Authority, the Virginia Public Building Authority, and other state and regional authorities concerning late or missed debt service payments shall be shared with the Auditor. Fiscal distress as used in this context shall mean a situation whereby the provision and sustainability of public services is threatened by various administrative and financial shortcomings including but not limited to cash flow issues; inability to pay expenses; revenue shortfalls; deficit spending; structurally imbalanced budgets; billing and revenue collection inadequacies and discrepancies; debt overload; failure to meet obligations to authorities, school divisions, or political subdivisions of the Commonwealth; and/or lack of trained and qualified staff to process administrative and financial transactions. Fiscal distress may be caused by factors internal to the unit of government or external to the unit of government and in various degrees such conditions may or may not be controllable by management, or the local governing body, or its constitutional officers.

2. Based upon the criteria established by the workgroup and using information identified above, the Auditor of Public Accounts shall establish a prioritized early warning system. Under the prioritized early warning system, the Auditor of Public Accounts shall establish a regular process whereby it reviews data on at least an annual basis to make a preliminary determination that a local government is in fiscal distress.

3. For local governments where the Auditor of Public Accounts has made a preliminary determination of fiscal distress based upon the early warning system criteria, the Auditor of Public Accounts shall notify the local governing body of its preliminary determination that it may meet the criteria for fiscal distress. Based upon the request of the local governing body or chief executive officer, the Auditor of Public Accounts may conduct a review and request documents and data from the local government. Such review shall consider factors including, but not limited to, budget processes, debt, borrowing, expenses and payables, revenues and receivables, and other areas including staffing, and the identification of external variables contributing to a locality's financial position, and if so, the scope of the issues involved. Any local governing body that receives requests for information from the Auditor of Public Accounts pursuant to such preliminary determination based on the above described threshold levels shall acknowledge receipt of such a request and shall ensure that a response is provided within the time frames specified by the Auditor of Public Accounts. After such review, if the Auditor of Public Accounts is of the opinion that state assistance, oversight, or targeted intervention is needed, either to further assess, help stabilize, or remediate the situation, the Auditor shall notify the Governor and the Chairmen of the House Appropriations and Senate Finance Committees, and the governing body of the local government in writing outlining specific issues or actions that need to be addressed by state intervention.

4. The notification issued by the Auditor of Public Accounts pursuant to paragraph 3 above shall satisfy the notification requirement necessary to effectuate the provisions of this act in paragraph b.3 below.

b.1. The Director of the Department of Planning and Budget shall identify any amounts remaining unexpended from general fund appropriations in this Act as of June 30, 2017, which constitute state aid to local governments. The Director shall provide a listing of such amounts designated by item number and by program on or before August 15, 2017, to the Governor and

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the Chairmen of the House Appropriations Committee and the Senate Finance Committee.

2. From such unexpended balances identified by the Director of the Department of Planning and Budget, the Governor may reappropriate up to \$500,000 from amounts which would otherwise revert to the balance of the general fund and transfer such amounts as necessary to establish a component of fund balance which may be used for the purpose of providing technical assistance and intervention actions for local governments deemed to be fiscally distressed and in need of intervention to address such distress. Any such reappropriation approved by the Governor, shall be separately identified in the commitments specified on the balance sheet and financial statements of the State Comptroller for the close of fiscal year 2017 and thereafter, to the extent that such reserve is not used or added to by future appropriation actions.

3. Prior to any expenditure of the reappropriated reserve, the Governor and the Chairmen of the House Appropriations Committee and the Senate Finance Committee must receive a notification from the Auditor of Public Accounts that a specific locality is in need of intervention because of a worsening financial situation. The Auditor of Public Accounts may issue such a notification upon receipt of audited financial statement or other information that indicates the existence of fiscal distress. But, no such notification shall be made until appropriate follow up and correspondence ascertains that, in the opinion of the Auditor of Public Accounts, such fiscal distress indeed exists. Such notification may also be issued by the Auditor of Public Accounts if written concerns raised about fiscal distress are not adequately addressed by the locality in question.

4. Once the Governor has received a notification from the Auditor of Public Accounts indicating fiscal distress in a specific local government, the Governor shall consult with the Chairmen of the House Appropriations Committee and the Senate Finance Committee about a plan for state intervention prior to any expenditure of funds from the cash reserve. Any plan approved by the Governor for intervention should, at a minimum, specify the purpose of such intervention, the estimated duration of the intervention, and the anticipated resources (dollars and personnel) directed toward such effort. The staffing necessary to carry out the intervention plan may be assembled from either public agencies or private entities or both and, notwithstanding any other provisions of law, the Governor may use an expedited method of procurement to secure such staffing when, in his judgment, the need for intervention is of an emergency nature such that action must be taken in a timely manner to avoid or address unacceptable financial risks to the Commonwealth.

5. The governing body and the elected constitutional officers of a locality subject to an intervention plan approved by the Governor shall assist all state appointed staff conducting the intervention regardless of whether such staff are from public agencies or private entities. Intervention staff shall provide periodic reports in writing to the Governor and the Chairmen of the House Appropriations Committee and the Senate Finance Committee outlining the scope of issues discovered and any recommendations made to remediate such issues, and the progress that is made on such recommendations or other remediation efforts. These periodic reports shall specifically address the degree of cooperation the intervention team is receiving from locally elected officials, including constitutional officers, city, county, or town managers and other local personnel in regards to their intervention work.

6. The Department of General Services is hereby encouraged to develop a master contract of

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qualified private sector turnaround specialists with expertise in local government intervention that the Governor can use to procure intervention services in an expeditious manner when he determines that state intervention is warranted in situations of local fiscal distress."

Explanation:

(This amendment establishes a system to monitor potential fiscal distress among local governments and provides a mechanism for potential state and private sector assistance, including funding resources, to be coordinated by the legislative and executive branches and managed by the Office of the Governor.)

Item 4-9.02 #1c

Higher Education Restructuring

Level II Authority

Language

Language:

Page 584, strike lines 54 through 57 and insert:

"d. Subject to review of its Shared Services Center by the Department of General Services, and approval to proceed with decentralized procurement of authority by the Department of General Services, the Virginia Community College System (VCCS) is authorized, for a period of five years, to exercise additional financial and administrative authority as set out in each of the three functional areas of information technology, procurement and capital projects as set forth and subject to all the conditions in §§ 2.0, 3.0 and 4.0 of the second enactment of Chapter 824 and 829 of the Acts of Assembly of 2008 except that (i) any effective dates contained in Chapter 824 and 829 of the Acts of Assembly of 2008 are superseded by the provisions of this item. The State Board for Community Colleges may request any subsequent delegation of procurement authority after consultation with and positive recommendation by the Department of General Services."

Page 585, strike lines 1 through 3.

Explanation:

(This amendment provides for additional procurement authority for the community colleges subject to review and approval by the Department of General Services.)

Item 4-14 #1c

Effective Date

Effective Date

Language

Language:

Page 587, after line 34, insert:

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"7. A. Notwithstanding the provisions of § 2.2-1514, Code of Virginia, or any other provision of law, any general fund revenues collected and deposited for fiscal year 2017 that are in excess of the official forecast contained in this act, shall be reflected by the Comptroller as committed on the June 30, 2017, preliminary balance sheet pursuant to the provisions of this enactment for the purposes of establishing a cash reserve to mitigate any potential revenue shortfalls that may arise during the remainder of the biennium.

B. To determine the amounts that are to be committed, the Comptroller shall first determine the revenues that were collected in excess of the revenues forecast in this act. He shall then reduce those revenues for the following adjustments:

1. Any amounts that must be restricted such as mandatory deposits to the Revenue Stabilization Fund.

2. Any amounts that normally would be committed or assigned pursuant to GASB standards.

3. Any amounts that must be committed for deposit to the Water Quality Improvement Fund from excess general fund revenue collections pursuant to § 10.1-2128 A., Code of Virginia.

4. Any other amounts that are required to be committed or assigned pursuant to any other items or provisions of this act, which would include mandatory carryforwards, unexpended balances in capital projects, and balances required to be carried forward for fiscal year 2018.

C. The amount that remains after deduction of the amounts listed above from the surplus revenues on June 30, 2017, shall be further reduced by fifty percent.

D. The Comptroller shall then reflect the remaining fifty percent as a commitment on the preliminary balance sheet entitled Revenue Cash Reserve to be held solely for the purposes of mitigating any loss of general fund revenues in fiscal year 2018 from the official forecast contained in this act.

E. The Comptroller may draw against the balances of the Revenue Cash Reserve for an amount equal to any shortfall in general fund revenue collections from the official forecast contained in this act for fiscal year 2018."

Page 587, line 35, strike "7" and insert "8".

Page 587, line 35, after "first enactment" strike "and" and insert",".

Page 587, line 35, after "second enactment" insert "and seventh enactment".

Explanation:

(This amendment establishes a revenue reserve fund from any excess revenues generated above the official forecast in fiscal year 2017.)
