

Governor Northam's Proposed Amendments 2020-2022 Budget

Economic Outlook and Revenue Forecast

*A Briefing for the Senate Finance & Appropriations,
House Appropriations, and House Finance Committees*

December 16, 2020

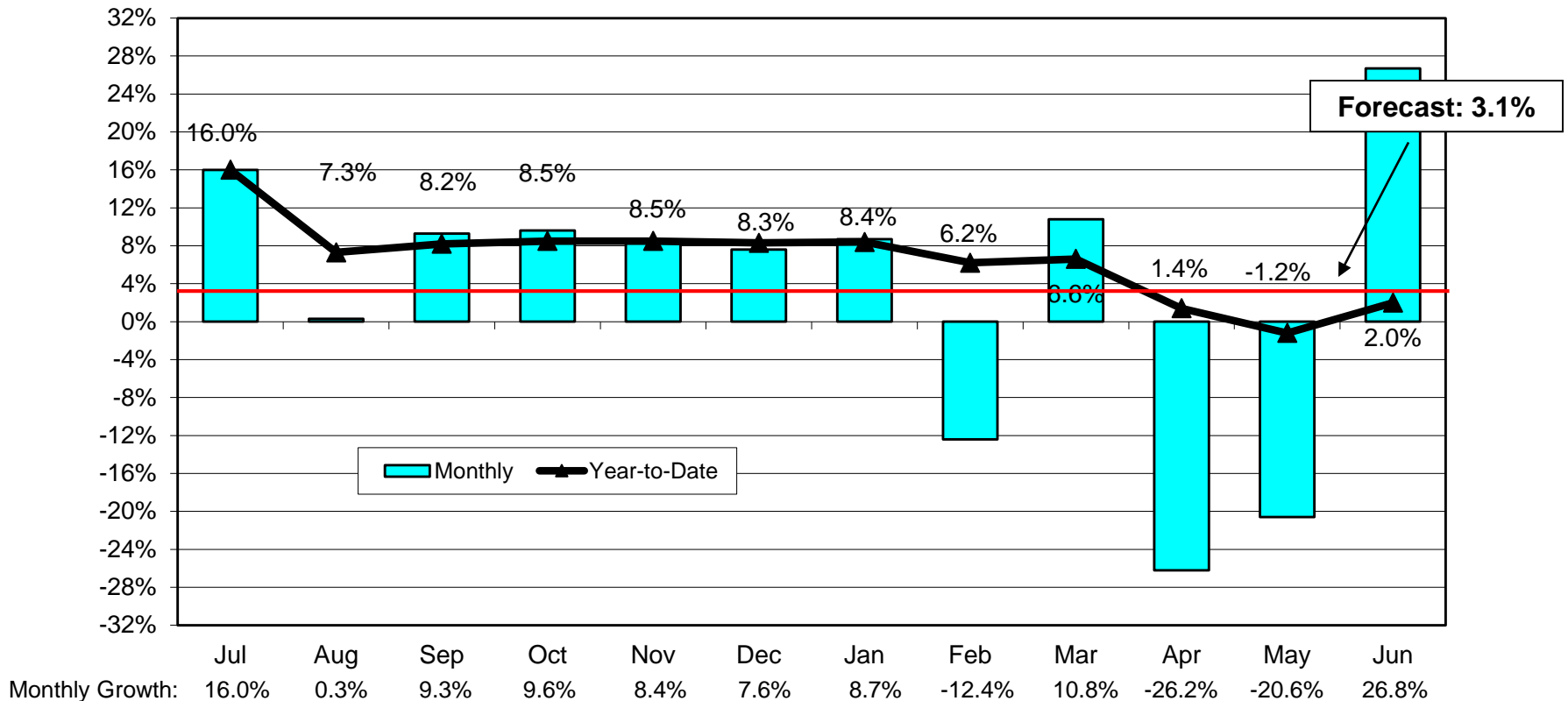


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Outline

- Fiscal Year 2020 Year-in-Review
- U.S. and Virginia Economic Outlook
- December Revenue Forecast
- November Revenue Collections
- Next Steps
- Structural Balance
- CARES Act Funding

Growth in Total General Fund Revenue Collections FY20 Monthly and Year-to-Date



- Total general fund revenues increased 26.8 percent in June.
 - This was expected as the May 1 due date for individual and corporate income tax payments was deferred to June 1.
- On a year-to-date basis, total revenues increased 2.0 percent, behind the annual forecast of a 3.1 percent increase.

Including Transfers, FY 2020 General Fund Resources Grew 2.2 Percent and Finished \$232.0 Million (1.0 Percent) Below Forecast

Summary of Fiscal Year 2020 Revenue Collections (millions of dollars)

Major Sources	As a % of Total General Fund				% Growth Over FY19	
		Official	Actual	Change	Official	Actual
Withholding	59.6%	\$13,591.9	\$13,378.1	(\$213.8)	4.7 %	3.0
Nonwithholding	17.0	3,804.1	3,804.5	0.4	(4.3)	(4.3)
Refunds	(8.2)	(1,976.6)	(1,830.9)	145.7	13.7	5.3
Net Individual	68.4%	\$15,419.4	\$15,351.6	(\$67.8)	1.3 %	0.8 %
Sales	16.5%	\$3,844.5	\$3,706.8	(\$137.7)	7.4 %	3.5 %
Corporate	4.5	1,031.5	1,011.7	(19.9)	9.3	7.2
Wills (Recordation)	2.2	468.6	483.5	14.9	21.3	25.1
Insurance	1.6	394.1	360.6	(33.5)	3.2	(5.6)
All Other Revenue	3.7	813.9	823.6	9.7	3.2	14.6
Total Revenue	96.9%	\$21,972.0	\$21,737.8	(\$234.2)	3.1 %	2.0 %
A.B.C. Profits	0.6	\$124.8	\$137.5	\$12.7	(4.5) %	5.2 %
Sales Tax (0.375%)	1.8	421.6	406.0	(15.6)	7.4	3.4
Transfers	0.7	155.3	160.4	5.1	15.3	19.1
Total Transfers	3.1%	\$701.7	\$703.9	\$2.2	6.6 %	7.0 %
TOTAL GENERAL FUND	100.0%	\$22,673.7	\$22,441.7	(\$232.0)	3.2 %	2.2 %

- Payroll withholding and sales tax collections slowed in the final quarter of fiscal year 2020.

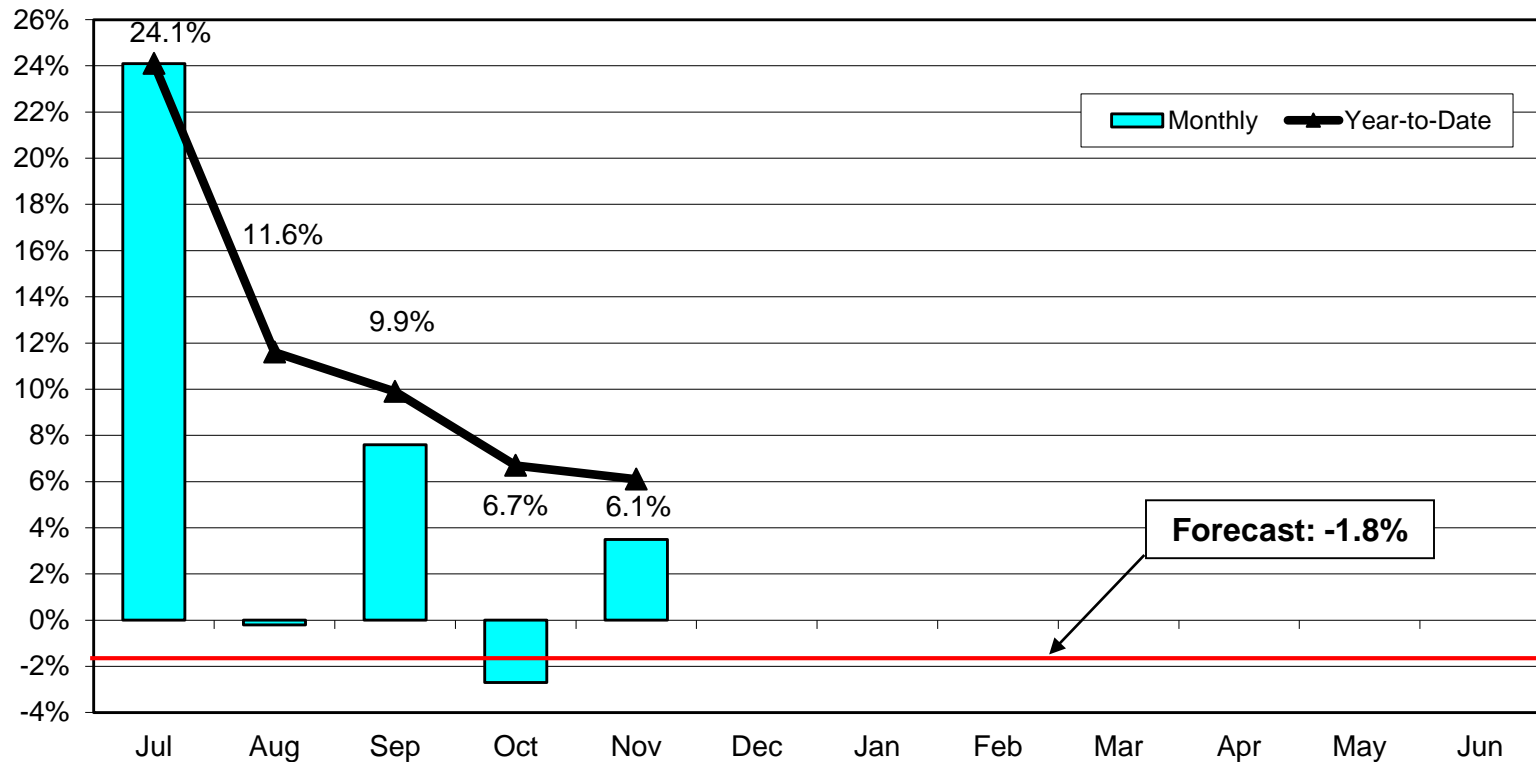
National and State Economic Indicators

- According to the second estimate, real GDP rose at an annualized rate of 33.1 percent in the third quarter of 2020, the largest gain on record and reversing about 75 percent of the second quarter decline.
 - Prior to this, the largest gain in real GDP was 16.7 percent in the first quarter of 1950.
- Payroll employment rose by 245,000 jobs in November.
 - This follows gains of 610,000 in October and 711,000 in September.
- The national unemployment rate fell from 6.9 percent to 6.7 percent in November, mostly due to a drop in the labor force.
- Initial claims for unemployment increased by 137,000 to 853,000 during the week ending December 5.
- The Conference Board's index of leading indicators rose 0.7 percent in October to 108.2 following increases of 0.7 percent in September and 1.6 percent in August. This was the sixth consecutive increase.
- The Conference Board's index of consumer confidence fell from 101.4 to 96.1 in November. Both components fell with the expectations component leading the decline.
- The Institute of Supply Management index fell from 59.3 to 57.5 in November. It has remained above the expansionary threshold of 50.0 since June.

National and State Economic Indicators

- The CPI was unchanged in October and stands 1.2 percent above October 2019.
 - Core inflation (excluding food and energy prices) was also unchanged, and has increased 1.6 percent from last year.
- At its November meeting, the Federal Reserve left the federal funds target rate unchanged at the range of 0.0 to 0.25 percent.
- In Virginia, payroll employment fell 4.1 percent in October compared with last year. Northern Virginia fell 4.2 percent; Hampton Roads employment fell 2.7 percent, and Richmond-Petersburg fell 4.3 percent.
- The seasonally adjusted unemployment rate decreased by 0.9 percentage point to 5.3 percent and stands 2.6 percentage points above October of last year.
- The Virginia Leading Index rose 2.3 percent in October after rising 2.2 percent in September.
 - The U.S. Leading Index, future employment, and initial claims improved in October while auto registrations declined.
 - The indexes for all eleven Virginia metro areas rose for the month.

Fiscal Year 2021 Year-to-Date Revenue Collections Through November



Monthly Growth: 24.1% -0.2% 7.6% -2.7% 3.5%

- Total general fund revenues increased 3.5 percent in November.
 - No deposit day issues.
- On a year-to-date basis, total revenues increased 6.1 percent, ahead of the annual forecast of a 1.8 percent decline.

Fall 2020 Consensus Forecasting Process

- ***Joint Advisory Board of Economists*** (JABE) met November 4.
 - Most JABE members thought the VA standard forecast was the most likely and sufficiently pessimistic in fiscal years 2021 and 2022.
 - The October standard forecast had less of a downturn than the interim June standard outlook for FY21 and is similar to FY22.
 - 8 of the 12 members recommended the standard forecast for FY21 and FY22.
 - The October pessimistic forecast is similar to the June standard forecast for FY 21, which was the basis for the interim revenue forecast.
- ***Governor's Advisory Council on Revenue Estimates*** (GACRE) met November 23.
 - Members evaluated the new JABE recommended forecast – now the standard outlook, revenue collections through October, and the associated revenue forecasts for the FY20-22 biennium.
 - At the GACRE meeting, 6 business members voted for the standard plus, 7 members for the standard, and 3 members for the standard minus. Many members were more optimistic than they were in August.

Data Now Suggest That the Recovery Started in May – Making the 2020 Recession the Shortest on Record

- GDP contracted 5.0 percent in the first quarter and 31.4 percent in the second quarter of 2020 with unemployment peaking at 13.0 percent.
- Compared to the June standard, in the October standard both the 2nd and 3rd quarters of 2020 performed better than originally estimated when COVID-19 first affected the economy.

	Fiscal Year					
	19	20	21	22	23	24
Real GDP						
Interim (Jun '20)	2.6	(2.1)	(4.0)	6.7	4.1	2.7
Oct Standard	2.5	(1.1)	0.8	2.9	3.1	2.7
Personal Income						
Interim (Jun '20)	5.0	3.9	0.3	3.8	4.4	3.5
Oct Standard	4.8	5.1	2.8	0.6	4.6	4.4
Wages & Salaries						
Interim (Jun '20)	4.8	0.9	0.5	7.9	4.9	3.7
Oct Standard	4.9	1.7	3.0	5.8	5.3	4.6
Employment						
Interim (Jun '20)	1.5	(2.0)	(3.0)	5.3	2.4	1.2
Oct Standard	1.5	(1.9)	(1.8)	3.3	2.3	1.5

Key Virginia Economic Indicators

June Interim, October Standard and Alternative Forecasts

(annual percent change)

	19	20	21	22	23	24
Employment						
Jun Interim	1.2	(1.7)	(2.0)	1.2	1.6	0.8
Oct Standard	1.3	(1.4)	(0.3)	1.0	1.4	0.9
Oct Pessimistic			(1.8)	0.4	2.4	2.5
Oct Moody's			(3.5)	2.0	2.6	1.9
Personal Income						
Jun Interim	4.8	3.7	2.8	2.5	4.9	3.7
Oct Standard	4.1	4.3	3.7	3.4	3.8	3.5
Oct Pessimistic			2.1	2.2	3.9	3.6
Oct Moody's			(1.5)	0.4	5.3	5.3
Wages & Salaries						
Jun Interim	4.3	0.9	1.9	4.5	6.1	4.4
Oct Standard	4.6	2.5	3.3	3.9	4.8	3.9
Oct Pessimistic			1.5	2.7	4.9	4.4
Oct Moody's			(1.3)	3.7	5.1	5.6
Average Wage						
Jun Interim	3.1	2.7	3.9	3.2	4.5	3.5
Oct Standard	3.3	4.0	3.5	2.9	3.4	3.0
Oct Pessimistic			3.2	2.3	2.4	1.9
Oct Moody's			2.1	1.7	2.5	3.6

Virginia's *Employment and Wages & Salaries* Are Expected To Perform Below the Nation Starting in FY22

Key U.S. and Virginia Economic Indicators

U.S. October 2020 Standard and Virginia Standard Forecast
(annual percent change)

	Fiscal Year					
	19	20	21	22	23	24
Real GDP	2.5	(1.1)	0.8	2.9	3.1	2.7
Consumer Spending	2.6	(1.3)	0.8	3.1	2.8	2.6
CPI	2.1	1.6	1.9	2.7	2.0	1.8
3-Month T-bill	2.3	1.2	0.1	0.1	0.1	0.1
Employment						
U.S.	1.5	(1.9)	(1.8)	3.3	2.3	1.5
Virginia	1.3	(1.4)	(0.3)	1.0	1.4	0.9
Personal Income						
U.S.	4.8	5.1	2.8	0.6	4.6	4.4
Virginia	4.1	4.3	3.7	3.4	3.8	3.5
Wages & Salaries						
U.S.	4.9	1.7	3.0	5.8	5.3	4.6
Virginia	4.6	2.5	3.3	3.9	4.8	3.9

The Interim to December Standard General Fund Forecasts

(Dollars in Millions)

12/16/2020

	Fiscal Year 2021					
				% Growth Over FY20		
	Interim	December	Change	Interim	December	
Withholding	\$13,704.2	\$13,739.6	\$35.4	2.4 %	2.7 %	
Nonwithholding	3,668.9	3,971.9	303.0	(3.6)	4.4	
Refunds	(1,924.9)	(2,198.8)	(273.9)	5.1	20.1	
Net Individual	\$15,448.2	\$15,512.7	\$64.5	0.6	1.0	
Sales	\$3,346.5	\$3,609.4	\$262.9	(9.7)	(2.6)	
Corporate	1,041.7	1,212.7	171.0	3.0	19.9	
Wills (Recordation)	422.4	549.3	126.9	(12.6)	13.6	
Insurance	337.4	333.9	(3.5)	(6.4)	(7.4)	
All Other Revenue	756.9	790.6	33.7	(8.1)	(4.0)	
Total Revenue	\$21,353.1	\$22,008.6	\$655.5	(1.8) %	1.2 %	
A.B.C. Profits	\$139.5	\$139.5	\$0.0	1.5 %	1.5 %	
Sales Tax (0.375%)	365.7	394.4	28.7	(9.9)	(2.9)	
Transfers Per Act	105.2	105.4	0.2	(34.3)	(34.3)	
Total Transfers	\$610.4	\$639.3	\$28.9	(13.3) %	(9.2) %	
TOTAL GENERAL FUND	\$ <u>\$21,963.5</u>	\$ <u>\$22,647.9</u>	\$ <u>684.4</u>	<u>(2.1) %</u>	<u>0.9 %</u>	

The Interim to December Standard General Fund Forecasts

(Dollars in Millions)

December 16, 2020

	Fiscal Year 2022						2020-2022 Biennium		
	Interim	December	Change	% Growth Over FY21		Interim	December	Change	
				Interim	December				
Withholding	\$14,341.0	\$14,245.9	(\$95.1)	4.6 %	3.7 %	\$28,045.2	\$27,985.5	(\$59.7)	
Nonwithholding	3,784.9	3,985.4	200.5	3.2	0.3	7,453.8	7,957.3	503.5	
Refunds	(2,062.4)	(2,130.0)	(67.6)	7.1	(3.1)	(3,987.3)	(4,328.8)	(341.5)	
Net Individual	\$16,063.5	\$16,101.3	\$37.8	4.0	3.8	\$31,511.7	\$31,614.0	\$102.3	
Sales	\$3,438.7	\$3,705.7	\$267.0	2.8	2.7	\$6,785.2	\$7,315.1	\$529.9	
Corporate	1,143.0	1,289.6	146.6	9.7	6.3	2,184.7	2,502.3	317.6	
Wills (Recordation)	393.0	467.0	74.0	(7.0)	(15.0)	815.4	1,016.3	200.9	
Insurance	359.5	360.8	1.3	6.6	8.1	696.9	694.7	(2.2)	
All Other Revenue	787.8	805.0	17.2	4.1	1.8	1,544.7	1,595.6	50.9	
Total Revenue	\$22,185.5	\$22,729.4	\$543.9	3.9 %	3.3 %	\$43,538.6	\$44,738.0	\$1,199.4	
A.B.C. Profits	\$132.7	\$132.7	\$0.0	(4.9) %	(4.9) %	\$272.2	\$272.2	\$0.0	
Sales Tax (0.375%)	375.9	405.1	29.2	2.8	2.7	741.6	799.5	57.9	
Transfers Per Act	103.8	103.7	(0.1)	(1.3)	(1.6)	209.0	209.1	0.1	
Total Transfers	\$612.4	\$641.5	\$29.1	0.3 %	0.3 %	\$1,222.8	\$1,280.8	\$58.0	
TOTAL GENERAL FUND	\$22,797.9	\$23,370.9	\$573.0	3.8 %	3.2 %	\$44,761.4	\$46,018.8	\$1,257.4	

December Standard General Fund Forecast

(Dollars in Millions)

December 16, 2020

	<u>Fiscal Year 2023</u>		<u>Fiscal Year 2024</u>		<u>2022-2024 Biennium</u>	
	<u>December Forecast</u>	<u>% Growth Over FY 22</u>	<u>December Forecast</u>	<u>% Growth Over FY 23</u>	<u>December Forecast</u>	<u>% Growth Over 20-22</u>
Withholding	\$ 14,648.3	2.8 %	\$ 15,039.7	2.7 %	\$ 29,688.0	6.1 %
Nonwithholding	4,210.1	5.6	4,312.1	2.4	8,522.2	7.1
Refunds	<u>(2,179.6)</u>	<u>2.3</u>	<u>(2,248.6)</u>	<u>3.2</u>	<u>(4,428.2)</u>	<u>2.3</u>
Net Individual	\$ 16,678.8	3.6	\$ 17,103.2	2.5	\$ 33,782.0	6.9
State Sales & Use Tax	\$ 3,809.2	2.8	\$ 3,897.7	2.3	\$ 7,706.9	5.4
Corporate Income	1,370.3	6.3	1,395.3	1.8	2,765.6	10.5
Wills (Recordation)	467.0	0.0	467.0	0.0	934.0	(8.1)
Insurance	375.4	4.0	388.0	3.4	763.4	9.9
All Other Revenue	<u>817.1</u>	<u>1.5</u>	<u>828.0</u>	<u>1.3</u>	<u>1,645.1</u>	<u>3.1</u>
Total Revenue	\$23,517.8	3.5 %	\$24,079.2	2.4 %	47,597.0	6.4 %
A.B.C. Profits	\$ 142.5	7.4 %	\$ 150.1	5.3 %	\$ 292.6	7.5 %
Sales Tax (0.375%)	416.8	2.9	426.8	2.4	843.6	5.5
Transfers Per Act	<u>103.7</u>	<u>0.0</u>	<u>103.7</u>	<u>0.0</u>	<u>207.4</u>	<u>(0.8)</u>
Total Transfers	\$ 663.0	3.4 %	\$ 680.6	2.7 %	\$ 1,343.6	4.9 %
TOTAL GENERAL FUND	\$ <u>24,180.8</u>	<u>3.5 %</u>	\$ <u>24,759.8</u>	<u>2.4 %</u>	\$ <u>48,940.6</u>	<u>6.3 %</u>

December General Fund Revenue Forecast

Composition of the December Revenue Forecast

Fiscal Years 2021 and 2022

(millions of dollars)

	FY21	FY22	2021-22 Biennium
<u>GACRE Revenue Forecast</u>	\$22,042.8	\$22,738.2	\$44,781.0
Total Revenue Growth: GACRE	1.4%	3.2%	
<u>Revenue Policy Adjustments</u>			
CARES Act revenue deconformity	(34.2)	(7.5)	(41.7)
Agricultural Equipment tax credits	<u>0.0</u>	<u>(1.3)</u>	<u>(1.3)</u>
Total	(34.2)	(8.8)	(43.0)
Total General Fund Revenues	\$ 22,008.6	\$ 22,729.4	\$ 44,738.0
Total Revenue Growth	1.2%	3.3%	

Note: numbers may not add due to rounding.

Fiscal Year 2021 Year-to-Date Revenue Collections

November Year-to-Date Collections and FY21 Interim Forecast

Percent Growth over Prior Year

<u>Major Source</u>	<u>As a % of Total Revenues</u>	<u>YTD Actual</u>	<u>Annual Estimate</u>	<u>Variance</u>	<u>Dec-Jun Req'd to Meet Est.</u>	<u>Prior Year Dec-Jun</u>
Withholding	64.2 %	1.1 %	2.4 %	(1.3) %	3.3 %	1.7 %
Nonwithholding	17.2	38.4	(3.6)	42.0	(16.0)	(9.8)
Refunds	(9.0)	45.1	5.1	40.0	(2.6)	4.1
Net Individual	72.3	4.4	0.6	3.8	(1.7)	(2.5)
Sales	15.7	7.0	(9.7)	16.7	(20.0)	0.5
Corporate	4.9	29.7	3.0	26.7	(8.3)	0.3
Wills (Recordation)	2.0	35.3	(12.6)	47.9	(48.2)	22.0
Insurance	1.6	n/a	(6.4)	n/a	(6.4)	(5.6)
All Other Revenue	3.5	(9.1)	(8.1)	(1.0)	(7.5)	(0.3)
Total	100.0 %	6.1 %	(1.8) %	7.9 %	(6.4) %	(1.5) %
Total less Nonwithholding	82.8 %	2.2 %	(1.4) %	3.6 %	(3.8) %	1.1 %

- \$638 million ahead of the Interim forecast through November.

Fiscal Year 2021 Year-to-Date Revenue Collections

November Year-to-Date Collections and FY21 December Forecast

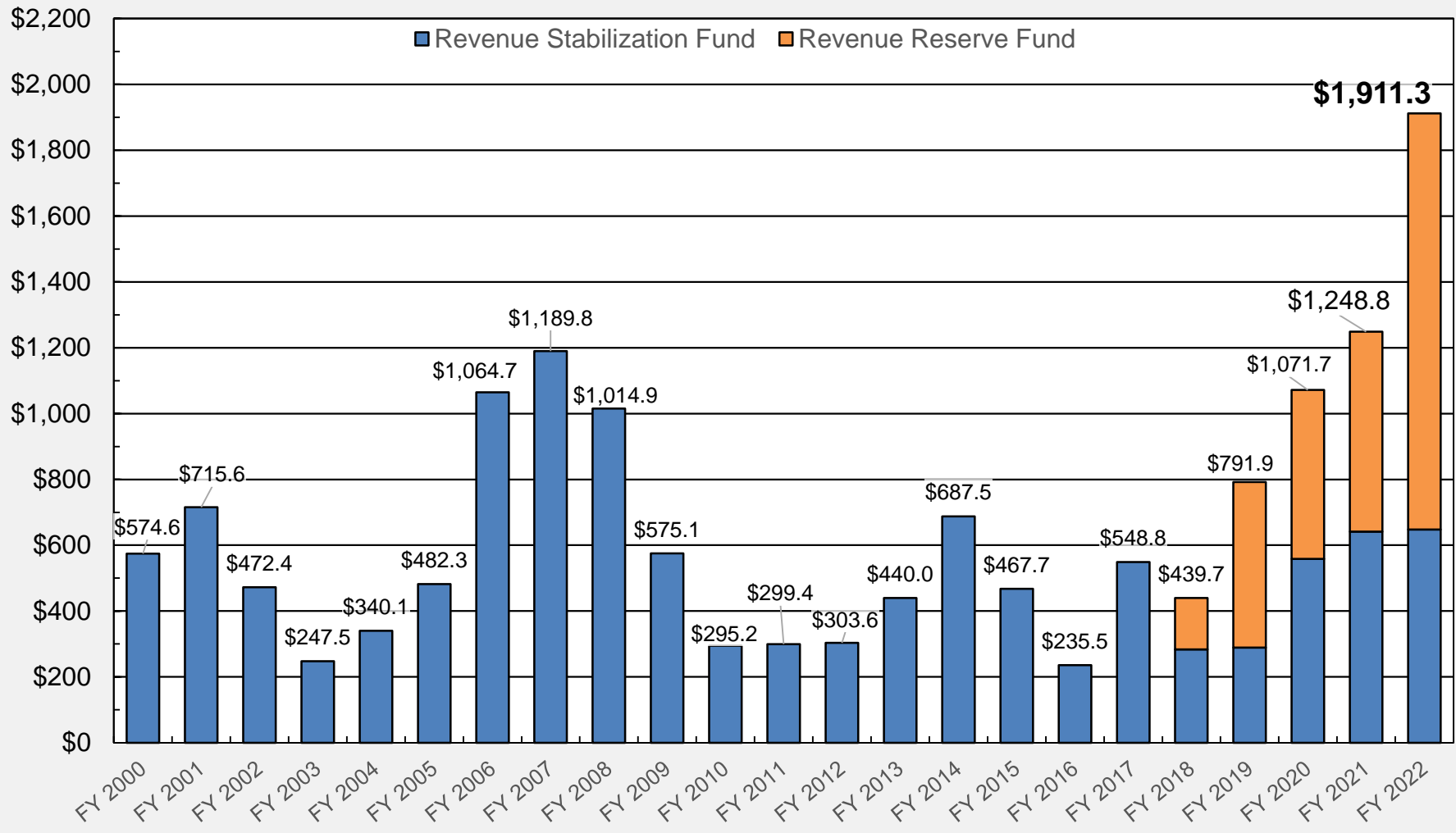
Percent Growth over Prior Year

Major Source	As a % of Total Revenues	YTD Actual	Annual Estimate	Variance	Dec-Jun Req'd to Meet Est.	Prior Year Dec-Jun
Withholding	62.4 %	1.1 %	2.7 %	(1.6) %	3.7 %	1.7 %
Nonwithholding	18.0	38.4	4.4	34.0	(5.6)	(9.8)
Refunds	(10.0)	45.1	20.1	25.0	15.3	4.1
Net Individual	70.5	4.4	1.0	3.4	(1.0)	(2.5)
Sales	16.4	7.0	(2.6)	9.6	(8.5)	0.5
Corporate	5.5	29.7	19.9	9.8	15.7	0.3
Wills (Recordation)	2.5	35.3	13.6	21.7	(2.5)	22.0
Insurance	1.5	n/a	(7.4)	n/a	(7.4)	(5.6)
All Other Revenue	3.6	(9.1)	(4.0)	(5.1)	(1.0)	(0.3)
Total	100.0 %	6.1 %	1.2 %	4.9 %	(1.6) %	(1.5) %
Total less Nonwithholding	82.0 %	2.2 %	0.6 %	1.6 %	(0.5) %	1.1 %

- \$395 million ahead of the December 16 forecast through November.

By the Close of FY 2022, Total Reserves Are Estimated To Be **\$1.9 Billion**, Exceeding 8% of Total Revenues

Total of All Reserves



Next Steps in the Revenue Forecasting Process

- The mid-session review will incorporate the latest economic and revenue data.
 - IHS Markit January U.S. Economic Outlook:
 - Impact of any federal budget agreements
 - Holiday retail sales
 - Key additional revenue data will be available:
 - **December 15**
 - due date for the fourth quarter corporate estimated income tax payment
 - **January 15**
 - due date for the fourth quarter individual estimated income tax payment
 - **January 20**
 - due date for retail sales tax collections, reflecting the main holiday shopping season

Structural Balance

- Pandemic Relief
- Increasing Revenues
- Addition to Cash Reserves
- Reduction in Virginia Retirement System (VRS) Unfunded Liability
- Comparison to Other States
- Rating Agency Considerations
- Federal Stimulus

CARES Act Funding

Authorized Use of Coronavirus Relief Fund

As of 12/11/2020

Total Allocation to Virginia	\$3,309,738,321
<i>Less Fairfax County</i>	<i>(\$200,235,485)</i>
Balance for Rest of State	\$3,109,502,836

Current Commitments Approved:	Obligated in FY 2020	Obligated in FY 2021	Total Obligated
Local Government Allocation - Round 1	\$644,573,383	-	\$644,573,383
Local Government Allocation - Round 2	-	\$644,573,383	\$644,573,383
VDEM - testing (\$21.5M was transferred to VDH by subsequent decision brief approved 7-27-2020)	\$42,338,400	-	\$42,338,400
VDEM - PPE	\$97,000,000	-	\$97,000,000
VDEM - other	\$33,722,001	-	\$33,722,001
VDH - replace deficit authorization	\$3,291,300	-	\$3,291,300
VDH - contact tracing/UVA equipment	\$59,157,614	-	\$59,157,614
DGS - consolidated labs testing	\$6,052,673	-	\$6,052,673
DHCD - emergency housing for homeless	\$5,528,998	\$3,270,000	\$8,798,998
FY 2020 agency-based requests (does not include \$10M for DHCD mortgage and rental assistance)	\$80,480,698	-	\$80,480,698
DHCD - mortgage and rental assistance (includes \$10M in FY 2020 portion originally approved as part of agency-based requests)	\$10,000,000	\$40,000,000	\$50,000,000
DSBSD - small business assistance grants	-	\$70,000,000	\$70,000,000
DMAS - long-term care facilities	-	\$55,640,872	\$55,640,872
DMAS - PPE for personal care attendants	-	\$9,256,178	\$9,256,178
VDEM, VDACS, & DSS - food insecurity	-	\$3,861,953	\$3,861,953
VDEM - 4 priority PPE projects (1) federally-funded health care facilities, 2) congregate care facilities, 3) local health district offices, and 4) adult and childcare facilities across the Commonwealth)	-	\$42,112,285	\$42,112,285
VDH - Carillion serology study	-	\$566,309	\$566,309
VDH - testing and contact tracing	-	\$71,829,059	\$71,829,059
VDH - Environmental Health Specialists for Executive Order enforcement	-	\$1,298,038	\$1,298,038

Authorized Use of Coronavirus Relief Fund

As of 12/11/2020

Total Allocation to Virginia	\$3,309,738,321
<i>Less Fairfax County</i>	<i>(\$200,235,485)</i>
Balance for Rest of State	\$3,109,502,836

Current Commitments Approved – <i>continued</i>:	Obligated in FY 2020	Obligated in FY 2021	Total Obligated
DBHDS - state hospital census support	-	\$2,853,215	\$2,853,215
VDH - point-of-care antigen testing	-	\$16,010,500	\$16,010,500
DHCD - broadband/internet access	-	\$30,000,000	\$30,000,000
DHCD - additional mortgage/rental assistance	-	\$12,000,000	\$12,000,000
DOE - distribution to K12 public schools for reopening	-	\$220,798,208	\$220,798,208
VDH - vaccination program	-	\$22,052,445	\$22,052,445
DMAS - hazard pay for personal care attendants (\$1,500 payment to PCAs who worked between March 12, 2020, and June 30, 2020.)	-	\$73,056,734	\$73,056,734
DBHDS - hazard pay	-	\$669,312	\$669,312
DSS - child care for a recovering economy (includes local capacity and childcare provider stabilization funds)	-	\$58,341,000	\$58,341,000
VDH - additional testing needs - One Lab	-	\$9,929,838	\$9,929,838
VDH - agreement with Unite Us	-	\$10,000,000	\$10,000,000
VDH - DocuSign subscription	-	\$192,250	\$192,250
VDH - COVID-19 communications strategy	-	\$3,450,000	\$3,450,000
VDH - sample testing costs, staffing, overtime	-	\$6,632,255	\$6,632,255
VDH - Virginia Association of Free and Charitable Clinics (VAFCC)	-	\$3,000,000	\$3,000,000
VDH - community mitigation efforts	-	\$41,019	\$41,019
Higher Ed Inst - reimburse COVID-19 expenses for PPE, sanitization, virtual education, etc.	-	\$116,261,410	\$116,261,410
Museums - reimburse COVID-19 expenses for PPE, sanitization, virtual education, etc.	-	\$834,013	\$834,013
VCCS - training vouchers for unemployed	-	\$30,000,000	\$30,000,000
UVA Medical Center – reimbursement for COVID-19 response to expand bed and treatment capacity	-	\$3,442,283	\$3,442,283

Authorized Use of Coronavirus Relief Fund

As of 12/11/2020

Total Allocation to Virginia	\$3,309,738,321
<i>Less Fairfax County</i>	<i>(\$200,235,485)</i>
Balance for Rest of State	\$3,109,502,836

Current Commitments Approved – <i>continued</i>:	Obligated in FY 2020	Obligated in FY 2021	Total Obligated
VCU Hospital – reimbursement for COVID-19 response to expand bed and treatment capacity	-	\$11,333,374	\$11,333,374
DSBSD - small business assistance grants - additional funds for Rebuild Virginia	-	\$30,000,000	\$30,000,000
DJJ - reimburse COVID-19 expenses for PPE, sanitization, medical overtime	-	\$332,427	\$332,427
DOC - reimburse COVID-19 expenses for PPE, sanitization, medical overtime	-	\$6,309,925	\$6,309,925
DSS - Virginia Federation of Food Banks	-	\$7,000,000	\$7,000,000
SCC / DHCD - payments to utilities for customer debt relief	-	\$100,000,000	\$100,000,000
DVS - reimburse COVID-19 expenses for PPE, sanitization, medical overtime	-	\$59,719	\$59,719
DMAS - retainer payments for Medicaid DD waiver day support providers	-	\$25,000,000	\$25,000,000
SCHEV - payment to private institutions of higher education	-	\$22,000,000	\$22,000,000
VDEM - COVID-19 pandemic response	-	\$41,769,113	\$41,769,113
DMAS - hospitals/health care providers from conference report	-	\$60,000,000	\$60,000,000
VDH - reimburse salaries for "public health employees"	-	\$7,948,800	\$7,948,800
DBHDS - support for state facilities, central office, and CSBs	-	\$936,292	\$936,292
DMAS - Expand definition of long-term care facilities to include Medicaid Developmental Disability Waiver (DDW) residential providers & increase funding	-	\$15,000,000	\$15,000,000
ABC - PPE, sanitization, safe operations	-	\$1,033,119	\$1,033,119
DSS - Childcare Provider Stabilization Funds/Increase local capacity to provide care for school-age children	-	\$16,600,000	\$16,600,000
Subtotal, Current Commitments	\$982,145,067	\$1,907,295,328	\$2,889,440,395

Authorized Use of Coronavirus Relief Fund

As of 12/11/2020

Total Allocation to Virginia	\$3,309,738,321
<i>Less Fairfax County</i>	<i>(\$200,235,485)</i>
Balance for Rest of State	\$3,109,502,836

	Potential FY 2020 Obligation	Potential FY 2021 Obligation	Potential Total Obligated
Commitments Currently Under Review:			
VEC - unemployment assistance	-	\$210,000,000	\$210,000,000
Statewide - state agencies telework, PPE/sanitizing, DOLI regulation compliance and other eligible operational cost increases	-	\$10,062,441	\$10,062,441
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Subtotal, Commitments Under Review	-	\$220,062,441	\$220,062,441
Grand Total, Approved and Under Review Commitments	\$982,145,067	\$2,127,357,769	\$3,109,502,836
Balance Remaining To Commit			\$0

APPENDIX

This presentation and the appendix data listed below are available at the Secretary of Finance website: www.finance.virginia.gov

- U.S. Economic Indicators
- Virginia Economic Indicators
- General Fund Forecast, FY 2021-2028
- Commonwealth Transportation Fund Forecast, FY 2021-2028
- Virginia Health Care Fund Forecast, FY 2021-2028
- GACRE November Standard Revenue Forecast
- GACRE November Pessimistic Revenue Forecast
- Growth in General Fund Revenues, FY 1961-2022
- Nongeneral Fund Forecast, FY 2021-2026
- November FY 2021 Revenue Report