

**BUDGET PROPOSALS FOR FY 2018 - FY 2020 DURING THE 2019 GENERAL ASSEMBLY SESSION  
as of February 7, 2019**

**Estimated Impact to Fairfax County - Increase/Decrease Over Prior Fiscal Year (\$ million)**

	Governor's Budget		House		Senate	
	FY 2019*	FY 2020	FY 2019*	FY 2020	FY 2019*	FY 2020
<b>Direct County Impact</b>						
Provide a one-time 1% bonus for State- Supported Local Employees in FY 2020	\$0.00	\$0.20	\$0.00	\$0.00	\$0.00	\$0.00
Increase the across the board salary adjustment from 2 percent to 3 percent for State- Supported Local Employees in FY 2020	\$0.00	\$0.00	\$0.00	\$0.32	\$0.00	\$0.00
<b>TOTAL DIRECT COUNTY IMPACT</b>	<b>\$0.00</b>	<b>\$0.20</b>	<b>\$0.00</b>	<b>\$0.32</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>TOTAL OVER THE BIENNIUM</b>	<b>\$0.20</b>		<b>\$0.32</b>		<b>\$0.00</b>	

\* Compares to County's FY 2019 Adopted Budget

**Impact to the Fairfax County Public Schools' (FCPS) FY 2020 Operating Fund Budget**

**Governor Northam's Budget:**

Compared to the FCPS' FY 2019 Approved Budget, Governor Northam's Budget includes \$27.2 million more in state aid and \$9.2 million in sales tax revenue for FY 2020.

The impact of Governor Northam's Budget is reflected in the FCPS FY 2020 Proposed Budget released on January 10, 2019.

**House:** Compared to the FCPS' FY 2019 Approved Budget, the House budget amendments include \$23.6 million more in state aid and \$9.2 million more in sales tax revenue for FY 2020.

Compared to the FCPS' FY 2020 Proposed Budget, the House budget amendments include \$3.6 million less in state aid and no change in sales tax revenue.

**Senate:** Compared to the FCPS' FY 2019 Approved Budget, the Senate budget amendments include \$23.5 million more in state aid and \$9.2 million more in sales tax revenue for FY 2020.

Compared to the FCPS' FY 2020 Proposed Budget, the Senate budget amendments include \$3.7 million less in state aid and no change in sales tax revenue.

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Budget Bill Item #	Issue	Fairfax County Impact
<b>Compensation</b>		
<b>State-Supported Employee Compensation</b>		
474.AC1	<b>Governor Northam's Budget:</b> Provides a one-time bonus of 1 percent for all Constitutional officers and state-supported local employees effective December 1, 2019 (FY 2020).	Results in a one-time increase of \$190,000 in FY 2020. This is in addition to the 2 percent salary increase effective July 1, 2019, for which Fairfax County will receive an increase of approximately \$640,000.
474 #5h	<b>House:</b> Provides \$8.9 million in FY 2020 for state-supported local employees to increase the across the board salary adjustment from 2 percent to 3 percent. Removes the 1 percent bonus proposed by the Governor.	Results in an additional \$320,000 in FY 2020.
474 #2s	<b>Senate:</b> Removes the 1 percent bonus for all Constitutional officers and state-supported local employees.	Results in a decrease of \$190,000 in FY 2020 compared to the Governor's budget.
<b>Public Safety</b>		
397	<b>State Aid to Localities with Police Departments (HB 599)</b> <b>Governor Northam's Budget:</b> No change from the adopted budget, which had provided \$6.6 million in FY 2019 and an additional \$7.2 million in FY 2020 based on a projected General Fund (GF) revenue growth rate of 3.7 percent and 3.9 percent, respectively. Statutory policy requires that HB 599 funding increase at the rate of GF revenue growth. <b>House/Senate:</b> No change.	No change from the adopted budget, which had resulted in an increase of \$900,000 for Fairfax County in FY 2019 and \$1 million in FY 2020.
70	<b>Body-Worn Cameras</b> <b>Governor Northam's Budget:</b> Provides funding of \$0.7 million in FY 2020 for body-worn camera review in Commonwealth's Attorneys' offices.	TBD. It is unclear how these funds will be distributed to localities with body-worn camera programs.
70 #1h	<b>House:</b> Provides \$0.7 million in FY 2020, in addition to \$0.7 million included in the Governor's budget to fund additional positions within the Commonwealth's Attorneys' offices.	
70	<b>Senate:</b> No change.	
38 #3h	<b>House:</b> Continues and expands the scope of the work group examining workload issues, as well as other fiscal and policy impacts, as a result of the use of body-worn cameras.	
73 #1s	<b>Senate:</b> Establishes guidelines for staffing requirements for Commonwealth's Attorneys' offices to hire one Assistant Commonwealth's Attorney for every 75 body-worn cameras employed by local law enforcement officers.	A budget Q&A has been prepared by staff, identifying the first year cost for a body-worn camera program at \$7.9 million and a recurring cost of \$6.1 million thereafter. Of that, the annual cost resulting from the 1:75 ratio is \$2.4 million.  It is important to note that the Commonwealth's Attorney's request was higher than the 1:75 ratio and included attorney positions as well as paralegal and administrative support staff.  The County is currently analyzing its body-worn camera pilot program, which ended last year. Because it takes time for cases with body-worn camera footage from the pilot to reach the Commonwealth's Attorney for case review, there is not enough data to accurately determine the number of additional staff required to address the increased workload. County staff will continue to work with the Office of the Commonwealth's Attorney as additional cases come up for review, and benchmark with other jurisdictions.
47	<b>Governor Northam's Budget:</b> Provides funding of \$0.6 million for the Indigent Defense Commission in FY 2020 to fund 20 paralegal positions to lessen workload impact from body-worn camera review. <b>House/Senate:</b> No change.	TBD. It is unclear how these funds will be distributed to localities with body-worn camera programs.
4-5.04 #1h	<b>House:</b> Prohibits state agencies from using funds to purchase or implement body-worn cameras or systems.	

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<b>Revenue</b>		
<b>Health Department</b>		
292	<p><b>Governor Northam's Budget:</b> Provides \$0.3 million in support for rent increases at local health departments. In addition, provides \$1.5 million to support childhood immunizations.</p> <p><b>House/Senate:</b> No change.</p>	<p>No impact for Fairfax County from the rent increase funding.</p> <p>Fairfax County may receive a small amount of funding and/or vaccine from the Virginia Department of Health to support childhood immunizations.</p>
3-1.01	<p><b>Communications Sales and Use Tax</b></p> <p><b>Governor Northam's Budget:</b> Eliminates the transfer of Communications Sales and Use Tax revenues to the General Fund in FY 2020; however, still diverts \$2 million in FY 2019.</p>	<p>Diverts a local tax to the state General Fund, which violates the agreement that was reached in 2007 to reform the Communications Sales and Use Tax.</p> <p>The elimination of the transfer in FY 2020 is a positive development.</p>
3-1.01 #6h	<p><b>House:</b> Restores the second year transfer of \$2 million from Communications Sales and Use Tax to the General Fund in order to provide increased resources for the Virginia Telecommunication Initiative, a program that assists localities with acquiring access to broadband telecommunications.</p>	<p>Other localities will receive this funding for broadband.</p>
3-1.01 #1s	<p><b>Senate:</b> Restores the second year transfer of \$2 million from Communications Sales and Use Tax to the General Fund.</p>	
<b>Other Items of Interest</b>		
362	<p><b>Water Quality Improvement Fund (WQIF)</b></p> <p><b>Governor Northam's Budget:</b> Directs \$73.8 million for the mandatory deposit to the Water Quality Improvement Fund (WQIF) associated with the FY 2018 year-end surplus; provides an additional \$20 million in FY 2019 and \$15 million in FY 2020 for WQIF.</p>	<p>Likely positive. Fairfax County has used WQIF for projects in the past, and likely will have future projects that qualify for WQIF funding.</p>
362 #1h	<p><b>House:</b> Reverses the proposed supplemental deposit of \$15 million in FY 2020 for WQIF; does not impact FY 2019.</p>	
362 #1s	<p><b>Senate:</b> Reverses the proposed supplemental deposit of \$20 million in FY 2019 and \$15 million in FY 2020 for WQIF.</p>	
368.C1	<p><b>Stormwater Local Assistance Fund (SLAF)</b></p> <p><b>Governor Northam's Budget:</b> Provides funding of \$50 million for SLAF in FY 2020 in addition to the \$20 million included in FY 2019.</p>	<p>The County's Legislative Program includes support for SLAF, and the County has received SLAF funding for a number of projects.</p>
368 #1h	<p><b>House:</b> Reverses the proposed deposit of \$50 million in FY 2020 for SLAF.</p>	
368 #1s	<p><b>Senate:</b> Reduces by \$40 million the proposed deposit in FY 2020 for SLAF.</p>	
106 L1	<p><b>Virginia Telecommunication Initiative</b></p> <p><b>Governor Northam's Budget:</b> Provides an additional \$46 million in FY 2020 (for a total of \$50 million) to extend broadband service to currently unserved areas.</p>	<p>TBD.</p>
106 #1h	<p><b>House:</b> Reverses the additional \$46 million in FY 2020 to extend broadband service to currently unserved areas.</p>	
106 #1s	<p><b>Senate:</b> Reduces by \$31 million the amount provided to extend broadband service to currently unserved areas.</p>	
122	<p><b>Virginia Economic Development Partnership (VEDP)</b></p> <p><b>Governor Northam's Budget:</b> Increases funding by \$20 million in FY 2019 to enhance the Virginia Business Ready Sites Program.</p>	<p>TBD.</p>
122 #1h	<p><b>House:</b> Reverses the proposed \$20 million in FY 2019 to enhance the Virginia Business Ready Sites Program.</p>	
122 #1s	<p><b>Senate:</b> Reduces by \$19 million in FY 2019 the amount provided to enhance the Virginia Business Ready Sites Program. Provides an increase of \$1 million in each year for the program.</p>	

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105	<b><u>Housing Trust Fund</u></b> <b>Governor Northam's Budget:</b> Provides \$30 million (\$19 million increase compared to the adopted budget) over the biennium to support the Housing Trust Fund.	The County's Legislative Program includes support for additional appropriations to the Virginia Housing Trust Fund.
105 #1h	<b>House:</b> Reverses the proposed \$19 million increase over the biennium to support the Housing Trust Fund.	
105 #1s	<b>Senate:</b> Only provides an additional \$1.5 million each year for the Housing Trust Fund.	
62	<b><u>Virginia Complete Count Commission</u></b> <b>Governor Northam's Budget:</b> Provides \$1.5 million in FY 2019 to support education, outreach, and preparation for community participation in the 2020 Census.	TBD.
62 #1h, #1s	<b>House/Senate:</b> Reverses \$1.5 million in FY 2019 in support of education, outreach, and preparation for community participation in the 2020 Census.	
475 R	<b><u>Elections</u></b> <b>Governor Northam's Budget:</b> Provides \$5.9 million in FY 2020 to reimburse the Department of Elections and localities for presidential primary expenses. In addition, adds funding and positions to enhance training for local elections officials and to enhance voter list maintenance processes.	Likely positive, as the County's Legislative Program includes support for state funding for election administration (including training for local electoral board members, registrars, and elections officials), although it is unclear how funds will be distributed to localities throughout the state.
475 #4h, 475 #1s	<b>House/Senate:</b> Eliminates \$5.9 million in FY 2020 that the Governor included to reimburse the Department of Elections and localities for presidential primary expenses.	
C-44.20	<b><u>Science Museum of Virginia</u></b> <b>Governor Northam's Budget:</b> Includes detailed planning funds for the construction of a Regional Science Center in Northern Virginia. Overall, \$29.6 million is included in FY 2019 for a list of projects, including this project.	The County supports funding for the Children's Science Center, and asked the Governor to include funding in his budget.
C-44.20 #1h	<b>House:</b> Eliminates the entire funding of \$29.6 million.	
C-44.20 #1s	<b>Senate:</b> Decreases the total amount from \$29.6 million to \$19.2 million; appears to maintain the funding included for detailed planning funds for the construction of a Regional Science Center in Northern Virginia.	
255 #1s	<b><u>Machinery and Tools Tax Rate Study</u></b> <b>Senate:</b> Convenes a working group to study a plan that would allow Virginia to require all localities to assess a "zero" rate on a manufacturer's machinery and tools for the first five years the equipment is put into service. The funds to reimburse local governments would be provided by the state using new sales and use tax revenues from requiring remote sellers to collect sales tax. Funds, not to exceed \$50 million annually statewide, would be distributed to localities following a reimbursement method similar to the method used for the Communications Sales and Use Tax Trust Fund.	Preserving local government authority, particularly in such a key area as taxation, is a priority for the County. This study raises considerable tax policy concerns.
3-5.17 #1s	<b><u>Cigarette Taxes Study</u></b> <b>Senate:</b> Extends from November 2018 to November 2019 the conclusion of a study of options for the modernization of cigarette taxes and possible reforms to the taxation of tobacco products.	Study could provide fairness and equity for all local governments.
391 #2h	<b><u>Exchange of Offender Medical Information</u></b> <b>House:</b> Requires the Department of Corrections to develop improved policies related to the exchange of offender medical information with a report due by October 1, 2019.	
4-14 #3s	<b><u>Decriminalization of Marijuana</u></b> <b>Senate:</b> Reduces penalties for possession of marijuana to a fine of not more than \$500 and makes a first offense violation eligible for expungement.	

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<b>Human Services</b>		
<b>Medicaid Expansion</b>		
307 341 348	<b>Governor Northam's Budget:</b> Provides approximately \$1.7 million GF and \$1.7 million NGF in FY 2019 and \$11.2 million GF and \$23.7 million NGF in FY 2020 to cover the estimated cost of administering the Medicaid expansion work requirements (also referred to as the 1115 demonstration waiver). Also adjusts appropriations to properly account for the administrative costs associated with Medicaid expansion, and modifies language related to provider coverage and provider payment rate assessments to clarify current policy.	TBD. It is not clear if the Virginia Department of Social Services or local departments of social services will be responsible for administering the work requirements.
3-5.15 #1h	<b>House:</b> Clarifies that the hospital provider assessment language includes administrative costs such as administering the provisions of the Section 1115 waiver.	Likely no impact.
3-5.15 #1s, 3-5.16 #1s	<b>Senate:</b> Reverts the language related to the provider coverage and provider payment rate assessments to the language passed by the 2018 GA.	Likely no impact.
307 #5s	<b>Senate:</b> Directs the Department of Medical Assistance Services (DMAS), in collaboration with the Department of Social Services (DSS), to contract with a vendor for a pilot program to improve screening services for income and assets as part of the Medicaid eligibility determination process for both initial applications and renewals. The pilot program would include new methods to increase automation of various financial accounts to improve the verification process for eligibility. The pilot will also develop and evaluate methods to monitor compliance with the provisions of the Training, Education, Employment, and Opportunity Program. The savings generated from improvements in the eligibility process would be used to pay for the vendor costs of the pilot program.	Likely positive, as automation could result in efficiencies that improve the Medicaid eligibility determination process.
310	<b>Governor Northam's Budget:</b> Requires the Department of Behavioral Health and Developmental Services (DBHDS), in consultation with DMAS, to monitor the impact of Medicaid expansion on the Community Services Boards (CSBs). If the amount of new revenue generated as a result of expansion is at least 10 percent less than the savings assumed in the budget, the Commissioner of DBHDS may allocate up to \$7 million in NGF to replace lost revenue.	Likely positive, though it is unclear how DBHDS will allocate the \$7 million if it becomes available. Localities, including Fairfax County, have raised concerns about reductions to CSBs being greater than increased Medicaid revenue resulting from Medicaid expansion. DBHDS will be reducing state funding to the Fairfax-Falls Church CSB in FY 2019 by \$1.69 million and in FY 2020 by \$4.36 million, based on the assumption that the CSB will receive increased revenue as a result of newly-eligible Medicaid participants. However, the Fairfax-Falls Church CSB anticipates that the maximum additional billings resulting from newly-eligible Medicaid participants will be only \$915,000 in FY 2019, far short of the \$1.69 million reduction.
	<b>House:</b> No change.	

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310 #2s	<b>Senate:</b> Modifies language in the introduced budget to allow assistance to be provided as of April 15, 2019, instead of at the end of FY 2019, so that the provision of critical services is not disrupted. The amendment also clarifies that assistance may be provided to an individual CSB rather than requiring that Medicaid reimbursements to all CSBs fall short of GF reductions before assistance may be provided. The amendment requires DBHDS to report to the Secretary of Finance and the Chairmen of the House Appropriations and Senate Finance Committees on how the expected GF savings compare to actual Medicaid payments for FY 2019 so that the expected GF savings in FY 2020 may be adjusted by the 2020 GA.	TBD. It is not clear how DBHDS will allocate funding.
307	<b>Governor Northam's Budget:</b> Provides approximately \$400,000 GF and \$1.3 million NGF in FY 2020 to address the increased cost of processing Medicaid and CHIP applications through the Cover Virginia central processing unit. Additional funding will cover higher contract costs associated with an increased number of applications being processed at the Cover Virginia central processing unit, and the expanded scope of the contract to provide administrative services. <b>House:</b> No change.	Likely no impact.
307 #4s	<b>Senate:</b> Eliminates funding. The Commonwealth now allows the federal marketplace to make Medicaid eligibility determinations, which will reduce the call center's workload.	
	<b>Medicaid Waivers</b>	
310	<b>Governor Northam's Budget:</b> Provides approximately \$81,000 GF and \$244,000 NGF in FY 2020 for first-time assessments of individuals who will receive services through the 1,067 new developmental disability (DD) Medicaid waiver slots scheduled to become available in FY 2020. The cost of the assessments for the slots added in the first year was covered using year-end balances. <b>House/Senate:</b> No change.	TBD. Because it is not clear how the waivers will be distributed throughout the state, it is not clear how the funding for the assessments associated with the waivers will be distributed throughout the state.
310	<b>Governor Northam's Budget:</b> Increases the federal funding appropriation by approximately \$907,000 NGF in each year for the Waiver Management System (WaMS) project, which is an automated system that consolidates waiver processing functions. <b>House/Senate:</b> No change.	TBD. Fairfax County CSB staff use this tool.
303	<b>Governor Northam's Budget:</b> Reduces the time to implement the required use of an Electronic Visit Verification (EVV) system by consumer-directed aides providing personal care, respite care, and companion services in the Medicaid Commonwealth Coordinated Care (CCC) Plus Waiver and Developmental Disability waiver programs and the Early and Periodic Screening Diagnosis and Treatment (EPSDT) program. The new implementation date will be October 1, 2019, three months ahead of the current federal mandate. <b>House/Senate:</b> No change.	Hundreds of Fairfax County residents will be impacted by this change. Details on implementation (including training and outreach to providers, support coordinators, and individuals and families) are unclear at this time.

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310 #2h, #1s	<b>House/Senate:</b> Adds language prohibiting DBHDS and DMAS from implementing an individualized supports budget process for the three Medicaid waivers related to providing DD services without explicit GA authorization.	Positive. The individual supports budget process will result in a significant workload increase to support coordinators, and no additional funding has been provided to address the increased workload.
310 #6s	<b>Senate:</b> Directs DBHDS to prioritize five DD waiver slots in the Fairfax-Falls Church allocation of developmental disability slots for residents of Falls Church who may be placed in the Miller House and are on the Priority One waitlist.	The Miller House is located in the City of Falls Church on City-owned land. When the project was originally proposed, the Fairfax-Falls Church CSB had more control over the waiver assignment process. Since then, the state has changed the waiver selection process, and the current process of waiver selection is delegated to the Waiver Slot Assignment Committee (an independent committee comprised of members nominated by the Fairfax-Falls Church CSB and selected by DBHDS). This Committee is tasked with making independent decisions based on need for waivers, and is not obligated to consider whether individuals are Fairfax County, City of Falls Church, or City of Fairfax residents.  Though in keeping with the original agreement, this amendment does circumvent the Waiver Slot Assignment Committee process.
310 #7s	<b>Senate:</b> Directs DBHDS to ensure that children on the DD waiting list whose parents serve in the military or Foreign Service and are deployed outside of Virginia and then return are placed on the waiting list consistent with their placement prior to leaving Virginia.	Likely no impact. Currently, the waiting list is based on acuity and not when someone was placed on the waitlist.
303 #4s	<b>Senate:</b> Provides \$375,000 GF and \$375,000 NGF for 10 Medicaid DD slots that will be held in reserve for individuals with developmental disabilities whose circumstances may result in a change in services and between waivers.	TBD.
<b>Medicaid</b>		
302	<b>Governor Northam's Budget:</b> Increases funding for the Family Access to Medical Insurance Security (FAMIS) program (Virginia's Children's Health Insurance Program (CHIP)) by approximately \$4.25 million GF and \$40.3 million NGF in FY 2019 and \$8.5 million GF and \$42 million NGF in FY 2020 to reflect the latest forecast of expenditures. The costs are primarily a result of higher than expected managed care rates and, to a lesser extent, increased enrollment.	These are required increases due to higher costs and utilization.
<b>House/Senate:</b> No change.		
307	<b>Governor Northam's Budget:</b> Replaces \$1.7 million NGF with \$1.7 million GF in FY 2020 as a result of a reduction in the federal match rate for administering CHIP. On October 1, 2019, the federal match rate for CHIP is scheduled to be reduced by 11.5 percent points. This reduction will increase the GF share necessary to administer the program from 12 percent to 23.5 percent.	Likely no impact.
<b>House/Senate:</b> No change.		

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303	<b>Governor Northam's Budget:</b> Increases funding for Medicaid utilization and inflation (as estimated in the most recent expenditure forecast) by \$202 million GF and \$270 million NGF in FY 2019 and \$260 million GF and \$1.75 billion NGF in FY 2020. Also increases oversight of Medicaid spending, requiring DMAS to convene a quarterly meeting with executive and legislative branch leadership to explain differences between forecasted and actual Medicaid spending.	These are required increases due to higher costs and utilization. The Commonwealth substantially underestimated the expenditures in the traditional Medicaid program (unrelated to Medicaid expansion) for FY 2019 and FY 2020.
303 #1h, #6s	<b>House/Senate:</b> Eliminates \$38.9 million GF and \$38.9 million NGF in FY 2020 that was included in the Governor's Budget to pay the health insurance fee on managed care contracts, pursuant to the federal Patient Protection and Affordable Care Act. A federal law passed in January 2018 suspended the fee for calendar year 2019, resulting in a savings.	Likely no impact.
307 #11s, \$14s, #15s	<b>Senate:</b> Provides authority for the Department of Planning and Budget to transfer funding and positions to implement SB 1352, which creates a new Office of Medicaid Fiscal Oversight and Accountability, which will develop the official Medicaid forecast, develop managed care rates, and provide fiscal monitoring of the Medicaid program. Also directs DMAS to report to the Joint Subcommittee for Health and Human Resources Oversight on managed care rates, and creates a Medicaid Forecasting Workgroup to provide greater oversight and transparency of the development of the Medicaid expenditure forecast.	Likely no impact.
303	<b>Governor Northam's Budget:</b> Provides \$3.5 million GF and \$3.6 million NGF in FY 2020 for coverage of preventive services and vaccines for currently eligible adult populations in fee-for-service, Medallion 4.0, and CCC Plus to ensure equity with the Medicaid expansion population.	Likely positive for the individuals needing these services. It is not clear how the funds will be allocated or administered.
303 #7h	<b>House:</b> Eliminates \$3.5 million GF in FY 2020.	
303 #3s	<b>Senate:</b> Eliminates \$3.5 million GF and \$3.6 million NGF in FY 2020.	
307	<b>Governor Northam's Budget:</b> Provides \$500,000 GF and \$500,000 NGF in each year for training for consumer-directed attendants who provide personal assistance, respite, and companion services.	The inclusion of consumer direction in the new managed care structure is a positive development, but it is not clear how this funding will be distributed throughout the state. The County's Human Services Issue Paper includes support for preserving consumer direction.
303 #3h	<b>House:</b> Eliminates funding in both years of the biennium.	
307 #2s	<b>Senate:</b> Removes \$500,000 GF and \$500,000 NGF in FY 2019.	

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	<b><u>Children's Services Act (CSA)</u></b>	
282	<b>Governor Northam's Budget:</b> Reduces the appropriation for CSA by \$5.9 million GF in each year to reflect a reduction in anticipated caseload and utilization.	If the anticipated reductions occur, this likely will have no impact on Fairfax County. If the anticipated reductions do not occur, the Commonwealth will need to restore funding, because CSA is a sum sufficient program.
	<b>House/Senate:</b> No change.	
282	<b>Governor Northam's Budget:</b> Removes a \$50,000 cap on the amount of state funding that can be used by localities for administrative costs.	This amendment aligns the budget language with current practice.
	<b>House/Senate:</b> No change.	
282 #1s, #2s	<b>Senate:</b> Delays the final report on a study of private day special education rates (included in the biennium budget passed by the 2018 GA) from July 2019 to October 2019. Also directs the Department of Education and the Office of Children's Services to establish an implementation workgroup for developing and refining collection and reporting measures, as recommended in the Private Day Special Education Outcomes report from November 2018.	Likely no impact.
	<b><u>Child Welfare</u></b>	
348	<b>Governor Northam's Budget:</b> Provides approximately \$1.2 million GF and \$90,000 NGF in each year for 2,500 mobile device management software licenses for the Virginia Department of Social Services for devices that communicate with its child welfare information system, and for local departments of social services for devices used by clients to determine their eligibility for services.	TBD.
	<b>House/Senate:</b> No change.	
344	<b>Governor Northam's Budget:</b> Provides approximately \$336,000 GF and \$258,000 NGF in FY 2019 and \$1.3 million GF and \$1 million NGF in FY 2020 to fund a three percent cost of living adjustment for foster care and adoptions payments. Appropriation Act language requires an automatic adjustment for inflation to be applied to the maximum room and board rates paid to foster parents in the fiscal year following a state employee pay raise. Because state employees received a three percent raise in July 2017, this addendum provides a similar percentage increase to foster care rates. This increase is also assumed for adoption subsidy funding, to ensure that adoption subsidies keep pace with foster family rates and to avoid any disincentives for adoption.	Likely positive for foster and adoptive parents.
	<b>House/Senate:</b> No change.	
339 #1s, 344 #1s, #2s	<b>Senate:</b> Provides \$1.8 million GF and \$1.3 million NGF and 18 positions to fund JLARC recommendations for improving the foster care system pursuant to SB 1339. This funding: (i) establishes a Director of Foster Care Health and Safety; (ii) adds 10 additional regional foster care staff in DSS; (iii) funds a regional project manager; (iv) funds five staff for temporary assistance or control of local foster care programs; (v) provides funds for a compliance dashboard (data analyst for support) and complaint hotline; (vi) funds a minimum caseload standard of 15 cases per worker; and (vii) adds five positions for monitoring foster care services. Also directs DSS to develop a foster care recruitment and retention strategic plan, immediately review all cases of children in congregate care without a clinical need to be there, and assist local departments in finding appropriate family-based settings.	Likely no impact. The companion bill, SB 1339, includes language regarding circumstances in which the Commissioner can take over the provision of services in a locality and then require a locality to reimburse them -- more specificity from the state regarding how this would work would be helpful.

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	<b><u>Substance Use Disorder</u></b>	
311	<b>Governor Northam's Budget:</b> Provides \$1.6 million GF in each year for the purchase and distribution of additional REVIVE! Kits and naloxone spray used for the reversal of opioid overdose.	Likely positive, though it is unclear how this funding will be distributed throughout the state. The County's Legislative Program includes support for additional funding to address the opioid crisis.
	<b>House:</b> No change.	
311 #1s	<b>Senate:</b> Eliminates funding.	
407	<b>Governor Northam's Budget:</b> Includes \$3.3 million GF in FY 2020 to fund positions and outsourcing costs to address backlogs in the Department of Forensic Science's controlled substances section.	Likely positive. The County's Legislative Program includes support for additional funding to address the opioid crisis.
	<b>House/Senate:</b> No change.	
287	<b>Governor Northam's Budget:</b> Includes approximately \$256,000 GF and three positions in FY 2020 for the Office of the Chief Medical Examiner to establish the State Overdose Fatality Review Team, which will work with local and regional overdose fatality review teams to prevent overdoses resulting from the misuse, overuse, and abuse of prescribed, commercially available, or illicit substances.	Likely positive. The County's Legislative Program includes support for additional funding to address the opioid crisis.  Local participation in the State Overdose Fatality Review Team may require some local resources.
	<b>House:</b> No change.	
287 #1s	<b>Senate:</b> Removes the funding and positions for the State Overdose Fatality Review Team.	
299 #1s	<b>Senate:</b> Directs the Board of Pharmacy to work with relevant stakeholders to determine ways to enhance public awareness of proper drug disposal methods, including existing community-based collection and disposal opportunities.	
	<b><u>Mental Health</u></b>	
316	<b>Governor Northam's Budget:</b> Provides \$7.9 million GF in FY 2020 for 254 clinical positions at state mental health facilities to address staff shortages and reduce the use of overtime systemwide.	Likely positive, as the Northern Virginia Mental Health Institute (NVMHI) has been struggling with staff shortages, but it is unclear how these positions will be distributed throughout the state.
	<b>House:</b> No change.	
316 #1s	<b>Senate:</b> Reduces funding by \$1.5 million GF in FY 2020.	
312	<b>Governor Northam's Budget:</b> Provides \$5.2 million GF in FY 2020 for the transition to community settings of approximately 100 individuals currently in state behavioral health facilities who have been determined ready for discharge, but who are not able to be moved due to extraordinary barriers.	TBD. It is not clear how this funding will be distributed throughout the state.
	<b>House/Senate:</b> No change.	
316	<b>Governor Northam's Budget:</b> Provides \$850,000 GF in FY 2020 to fund six beds in alternative settings for children transitioning from the Commonwealth Center for Children and Adolescents (CCCA) who do not need institutionalization but cannot be served in existing programs because they are high-risk with significant issues.	TBD. It is not clear where these beds will be located.
	<b>House/Senate:</b> No change.	

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Budget Bill Item #	Issue	Fairfax County Impact
310 #5s	<b>Senate:</b> Directs DBHDS to prepare a plan to "right size" the state hospital system, including appropriate capacity and distribution of capacity, and the steps to transition from the current system to the right-sized system. This is a recommendation of the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century.	TBD. In concept, this is a positive development, but details on the plan are not yet available and it is not clear how Fairfax County would be impacted.
303 316	<b>Governor Northam's Budget:</b> Provides approximately \$19 million GF in FY 2019 to cover anticipated, immediate reductions in federal payments to Piedmont Geriatric and Catawba hospitals. Also provides \$27 million GF in FY 2020 to replace a reduction of the same amount in federal funding for the continued operations of both hospitals. State funding is necessary as the facilities are no longer able to receive Medicaid reimbursement as a result of decertification. This cost is offset by a reduction of \$14.5 million at the DMAS previously appropriated to serve as the GF match for Medicaid-eligible services at these two facilities.	While these facilities are not located in Fairfax County, the federal decertification and loss of funding for these facilities will impact funding available for the mental health system overall, likely leading to a decrease in inpatient beds (further exacerbating the state psychiatric bed crisis). Other DBHDS programs may also be impacted.
	<b>House:</b> No change.	
307 #10s	<b>Senate:</b> Adds language requiring DMAS to notify the Department of Planning and Budget and the Chairmen of the money committees of any federal deferral of grant funds or disallowances.	
312	<b>Governor Northam's Budget:</b> Provides \$9 million GF in FY 2020 to expand crisis services for children and adults, including mobile crisis for children with co-occurring disorders.	Likely positive, although it is unclear how these positions will be distributed throughout the state. The County's Legislative Program includes support for crisis services.
312 #2h, 3h	<b>House:</b> Removes the funding provided in the Governor's budget and replaces it with \$8.8 million GF in FY 2020 to accelerate the provision of crisis services by CSBs and behavioral health authorities. STEP-VA, passed by the 2017 GA, requires that crisis services be implemented by FY 2021.	Likely positive, as this provides additional funding for STEP-VA implementation, but this funding level is lower than County staff's estimate of the cost to implement crisis services statewide. The County's Human Services Issue Paper includes support for additional STEP-VA funding.
312 #1s	<b>Senate:</b> Reduces by \$1 million GF in FY 2020 the funding provided in the introduced budget for the behavioral health and developmental disability crisis system, and redirects \$5 million GF to fund additional outpatient services as part of the STEP-VA initiative, bringing the total amount of FY 2020 funding for outpatient services to \$20 million. Funding of \$3 million GF remains for improving children's crisis services.	Likely positive, as this provides funding for an element of STEP-VA. The County's Human Services Issue Paper includes support for additional STEP-VA funding.
312	<b>Governor Northam's Budget:</b> Appropriates \$2.5 million GF in FY 2020 from the Behavioral Health and Developmental Services Trust Fund (available due to the sale of state facilities) to support employment assistance training efforts, start-up costs for a new children's Crisis Therapeutic Home (CTH), and the construction of a new REACH Crisis Home.	TBD. It is not clear how these funds will be distributed throughout the state.
	<b>House:</b> No change.	
312 #5s	<b>Senate:</b> Out of the \$2.5 million GF in FY 2020 included in the Governor's budget, designates \$750,000 to be expended for developmental disability services in the Northern Virginia region (Region 2) to address critical needs in the region for individuals with developmental disabilities. The department will report on the allocation of these funds to the Chairmen of the House Appropriations and Senate Finance Committees by September 15, 2019.	TBD. It is not clear how funds will be distributed within the Northern Virginia region, which DBHDS considers to extend to localities well beyond the traditional Northern Virginia region.

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Budget Bill Item #	Issue	Fairfax County Impact
312	<b>Governor Northam's Budget:</b> Provides \$2 million GF in FY 2020 to create an additional 150 permanent supportive housing units for individuals with serious mental illness.	TBD. It is not clear how these units will be distributed throughout the state or if the funding takes into account the Fair Market Rent values (typically higher in Fairfax than other parts of the state). It also is not clear if this item provides funding for necessary support services for newly housed individuals.
	<b>House:</b> No change.	
312 #2s	<b>Senate:</b> Provides an additional \$3 million GF in FY 2020 to increase funding for permanent supportive housing.	
311	<b>Governor Northam's Budget:</b> Provides \$1.2 million GF in FY 2020 to contract with the Virginia Mental Health Access Program to develop integrated mental health services for children.	Positive. This appropriation would likely enable the project to be implemented in Northern Virginia in FY 2020, as Inova and Children's National Hospitals are participating and offering in-kind assistance.
	<b>House/Senate:</b> No change.	
310 #3h, 312 #1h	<b>House:</b> Provides \$200,000 to the Fairfax-Falls Church CSB in funding for the Program of Assertive Community Treatment (PACT) Team. Also adds language directing DBHDS to report on the funding and cost effectiveness of the PACT program.	Positive. The Fairfax-Falls Church CSB currently has one PACT Team and has received \$700,000 annually in state funding for that PACT team since the 1990s. The actual cost of one PACT team is \$1.5 million and, of that, \$200,000 comes from Medicaid.
303 #4h, 310 #1h	<b>House:</b> Adds language authorizing the realignment of behavioral health services to ensure the system supports evidence-based, trauma-informed, prevention-focused and cost-effective services for individuals served across the lifespan. Language requires a plan on the changes in provider rates, new services and other programmatic or cost changes to be provided to the chairmen of the money committees by December 1, 2019. Upon approval by the 2020 GA and the federal Centers for Medicare and Medicaid, DBHDS will have the authority to implement such changes. This is a recommendation of the Joint Subcommittee Studying Mental Health Services in the Commonwealth in the 21st Century.	TBD.
303 #12s	<b>Senate:</b> Adds language directing the development of a plan for the realignment of Medicaid behavioral health services to ensure the system supports evidence-based, trauma-information, prevention-focused and cost-effective services for individuals served across the lifespan. The Senate budget does not authorize DBHDS to implement the plan.	TBD.
310 #3s	<b>Senate:</b> Adds language re-creating a public and private collaborative process in Northern Virginia to better and more comprehensively address needs within the region and share responsibility for meeting those needs.	TBD.
	<b><u>Part C/Early Intervention</u></b>	
312	<b>Governor Northam's Budget:</b> Provides \$459,000 GF in FY 2019 and \$661,000 GF in FY 2020 to address continued growth in the number of children served in the state's Part C Early Intervention programs.	These are required increases due to higher costs and utilization (Part C is a mandated service). The additional funding will increase program capacity.
	<b>House/Senate:</b> No change.	

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Budget Bill Item #	Issue	Fairfax County Impact
	<b><u>Disability Services</u></b>	
355	<b>Governor Northam's Budget:</b> Provides approximately \$626,000 GF in FY 2020 for 50 blind and visually impaired individuals, currently on a waitlist, to receive vocational rehabilitation services.	Likely positive, though it is unclear how this funding will be distributed throughout the state.
355 #1h, #1s	<b>House/Senate:</b> Eliminates funding.	
	<b><u>Safety Net Programs</u></b>	
340	<b>Governor Northam's Budget:</b> Provides approximately \$1.9 million NGF in FY 2020 to fund the anticipated cost of providing mandated Temporary Assistance for Needy Families (TANF) benefits.	This appropriation reflects caseload growth statewide. The TANF caseload in Fairfax County has remained relatively steady.
340, 339 #1h	<b>House:</b> Adjusts the TANF balance to reflect expenditures in the Governor's budget and legislation passed by the 2019 House of Delegates, and adds language directing the provision of additional information in completing the expenditure forecasts for cash assistance provided through TANF, mandatory child day care services under TANF, foster care maintenance payments, and adoption subsidy payments. Also requires the Department of Planning and Budget to convene a meeting with staff of DSS and the House Appropriations and Senate Finance Committees to review trends and assumptions used in the forecasts prior to their finalization.	No impact.
340 #3s	<b>Senate:</b> Adds language directing DSS to conduct a comprehensive review of TANF in meeting the needs of lower-income families, and report on a plan to the Joint Subcommittee for Health and Human Resources Oversight by October 1, 2019.	No impact.
340 #1s	<b>Senate:</b> Provides \$300,000 GF and \$3.2 million NGF in FY 2020 to increase TANF benefits by five percent. The last increase in benefits was a 2.5 percent increase in July 2017. The average monthly payment for a TANF family is \$314.	Positive. Fairfax County's Human Services Issue Paper includes support for increasing TANF rates.
340	<b>Governor Northam's Budget:</b> Extends TANF eligibility to children up to age 19 who are enrolled full time in secondary school or an equivalent level of career or technical education.	Likely no impact to the County.
	<b>House/Senate:</b> No change.	
291	<b>Governor Northam's Budget:</b> Includes \$3 million NGF from the federal TANF block grant in FY 2020 for the Federation of Virginia Food Banks to strengthen outreach to food-insecure children throughout the Commonwealth.	TBD. It is not clear how this funding will be distributed throughout the state.
291 #1h, 346 #3h	<b>House:</b> Transfers the funding included in the Governor's budget from the Department of Health to the Department of Social Services.	Likely no impact.
	<b>Senate:</b> No change.	
346 #1s	<b>Senate:</b> Provides \$500,000 GF each year of the biennium for Northern Virginia Family Services to expand early childhood education and adult workforce development programs.	Likely positive.
346 #2s	<b>Senate:</b> Provides \$2.3 million in FY 2020 from the federal TANF block grant for competitive grants to Community Action Agencies for a Two-Generation/Whole Family Pilot Project and for evaluation of the pilot project.	This is a competitive grant program, for which Fairfax County could apply.

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Budget Item #	Issue	Fairfax County Impact
	<b>Public Education</b>	<b>Fairfax County Public Schools (FCPS) Impact (School Operating Fund)</b>
	<b>Direct Aid to Public Education</b>	
	<p><b><u>Sales Tax Revenues</u></b>  <b>Governor Northam's Budget:</b> Increases the sales tax revenue estimate for public education by \$13.5 million in FY 2020 to reflect additional estimated revenues from internet sales. In addition, increases the sales tax estimate by \$4.8 million in FY 2019 and \$6.1 million in FY 2020 as a result of the November 2018 education sales tax forecast.  <b>House/Senate:</b> No change from the Governor's introduced budget.</p>	<p>Results in additional funding of \$4.7 million in FY 2020 as compared to the FY 2020 budget forecast presented on November 27, 2018, and an additional \$1.6 million in FY 2019 as compared to the FY 2019 Approved Budget.</p>
	<p><b><u>Salary Increase in FY 2020</u></b>  <b>Governor Northam's Budget:</b> Provides \$87.6 million in FY 2020 for the state's share of an additional 2 percent salary increase for instructional and support positions, effective July 1, 2019. This increase is in addition to the 3 percent increase provided as part of the adopted biennium budget.  <b>House:</b> Provides \$43.8 million in FY 2020 for the state's share of an additional 2% salary increase, effective January 1, 2020, with some local flexibility.  <b>Senate:</b> No change in the amount provided in the Governor's budget; adds language to provide additional flexibility to the state support for up to 5 percent teacher salary increase.</p>	<p>Results in additional funding of \$7.9 million in FY 2020 as compared to the FY 2020 budget forecast presented on November 27, 2018. This is in addition to the \$12.2 million for the 3 percent salary increase which was included in the FY 2020 budget forecast presented on November 27, 2018.</p> <p>The net cost to FCPS for the additional 2 percent salary increase is approximately \$38.1 million.</p> <p>Results in a decrease of \$4.1 million in FY 2020 compared to the Governor's budget.</p> <p>No change from the Governor's introduced budget.</p>
136 #1s	<p><b><u>School Safety</u></b>  <b>Governor Northam's Budget:</b> Includes approximately \$36 million in FY 2020 to cover the state cost of modifying staffing ratios for school counselors.  <b>House:</b> No change from the Governor's introduced budget.</p>	<p>This funding is included as part of overall Basic Aid funding. Standards of Quality (SOQ) accounts, including Basic Aid, result in a net decrease of \$6.3 million as compared to the FY 2020 budget forecast presented on November 27, 2018.</p> <p>The state currently includes a flexibility provision allowing school divisions to allocate according to need regardless of individual school level ratio. There is no reference to eliminating this flexibility. As a result, FCPS meets the new ratio requirement systemwide without adding counselors. The ratio is expected to be lowered over a three year period, and FCPS will likely have to add counselors in FY 2021.</p>
136 #2s	<p><b>Senate:</b> Decreases the amount provided in FY 2020 compared to the Governor's Budget for covering the state cost of modifying staffing ratios for school counselors by \$23.9 million, leaving only \$12 million.</p>	<p>Results in a decrease of \$2.1 million in FY 2020 compared to the Governor's Budget.</p>

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Budget Item #	Issue	Fairfax County Impact
136 #11h	<p><b><u>Update Lottery Proceeds</u></b>  <b>Governor Northam's Budget:</b> Increases by \$39.9 million in FY 2019 and \$30 million in FY 2020 the Virginia Lottery proceeds. Of the increase, \$35 million over the biennium will boost the state's per pupil allocation.  <b>House:</b> Increases by \$27.4 million in FY 2020 the amount for the Supplemental Lottery Per Pupil Allocation compared to the Governor's introduced budget.  <b>Senate:</b> Restores the amounts for the Supplemental Lottery Per Pupil Allocation to the levels included in the state's 2018-2020 biennium budget, decreasing the amount by \$35 million over the biennium compared to the Governor's budget.</p>	<p>FCPS will receive an additional \$1.2 million for the supplemental lottery per pupil allocation as compared to the FY 2020 budget forecast presented on November 27, 2018.  Results in an increase of \$0.9 million in FY 2020 compared to the Governor's budget.  Results in a decrease of \$1.6 million in FY 2019 and a decrease of \$1.4 million in FY 2020 compared to the Governor's budget.</p>
	<p><b><u>At-Risk Add-on Program</u></b>  <b>Governor Northam's Budget:</b> Provides \$35 million over the biennium to enhance the At-Risk program, which provides funding to support the additional costs of educating at-risk students.  <b>House:</b> Removes the funding increase proposed by the Governor for the supplemental At-Risk Add-On program.  <b>Senate:</b> Decreases the amount provided for the At-Risk Add-on compared to the Governor's budget by \$10.7 million in FY 2019 and \$3.6 million in FY 2020.</p>	<p>FCPS will receive a net increase of \$0.3 million (an increase of \$2.3 million in Lottery Programs offset by a \$2.0 million decrease in Incentive Programs) as compared to the FY 2020 budget forecast presented on November 27, 2018.  Eliminates proposed increase in the Governor's Introduced budget resulting in a decrease of \$0.5 million in FY 2019 and a decrease of \$0.3 million in FY 2020.  Results in a decrease of \$0.2 million in FY 2019 and a decrease of \$0.1 million in FY 2020 compared to the Governor's budget.</p>
	<p><b><u>State Special Education Regional Tuition</u></b>  <b>Governor Northam's Budget:</b> Makes technical changes that reduce statewide funding for this program by \$6.1 million in FY 2019 and \$0.7 million in FY 2020.  <b>House/Senate:</b> No change from the Governor's introduced budget.</p>	<p>Due to recent administrative changes, for the first time beginning in FY 2019, FCPS is eligible to receive funds for Special Education Regional Tuition program for students requiring intensive support needs. As a result, FCPS will receive an additional \$4.3 million in FY 2020 as compared to the FY 2020 budget forecast presented on November 27, 2018 and \$2.2 million more in FY 2019 as compared to the FY 2019 Approved Budget.</p>
	<p><b><u>State VPI+ Program</u></b>  <b>Governor Northam's Budget:</b> Provides \$9.7 million in FY 2020 in support for the Virginia Preschool Initiative Plus (VPI+) program currently supported by federal Preschool Development Grant funds, which expire after FY 2019.</p>	<p>Results in an additional \$0.6 million for FCPS in FY 2020 as compared to the FY 2020 budget forecast presented on November 27, 2018.  The County may receive some of this funding for community classrooms, depending on how the new funds are administered.</p>

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136 #3s	<p><b>House:</b> Removes funding proposed by the Governor for back-filling the federal program, which expires after FY 2019.</p> <p><b>Senate:</b> Decreases the amount provided in FY 2020 by \$2.4 million in support for the VPI+ program currently supported by federal Preschool Development Grant funds, which expire after FY 2019. The decrease is based on a required local match of 25 percent for FY 2020.</p>	<p>Eliminates the support for the expired federal VPI+ program, resulting in a decrease of \$0.6 million in FY 2020.</p> <p>Results in a decrease of \$0.1 million in FY 2020 compared to the Governor's Budget.</p>
	<p><b>Other Items of Interest</b> <b>Other Lottery Accounts</b> <b>Governor Northam's Budget:</b> Makes technical updates based on program participation.</p> <p><b>House:</b> Makes technical adjustments in FY 2019 to the Individual Student Alternative Education Plan (ISAEP) and makes technical adjustments in FY 2020 to the K-3 Class Size Reduction initiative.</p> <p><b>Senate:</b> Includes technical updates to ISAEP.</p>	<p>Due to projected increases in lottery proceeds, FCPS will receive increases of \$1.2 million in Early Reading Intervention and career and technical education offset by various decreases of \$0.2 million including K-3 Class Size and Academic Year Governor's School (funded in incentive program), resulting in a net increase of \$1 million as compared to the FY 2020 budget forecast presented on November 27, 2018.</p> <p>Includes technical updates for ISAEP in FY 2019 and K-3 class size reduction adjustments in FY 2020, both with minimum impact on FCPS.</p> <p>Includes technical updates for ISAEP in FY 2019 and FY 2020 with minimum impact on FCPS.</p>
added	<p><b>Retiree Health Care Credit (RHCC) Rates</b> <b>House:</b> Adds \$4.3 million to pay for the cost of lowering the Virginia Retirement System (VRS) amortization period used for the RHCC rate calculation from 25 years to 20 years.</p>	<p>Includes additional funding of \$0.4 million for FCPS in FY 2020 due to the proposed rate increases from 1.2% to 1.34%. However, it would require an additional \$2.2 million in expenditures for FCPS that are currently not included in FCPS' FY 2020 proposed budget.</p>
	<p><b>School Construction</b> <b>Governor Northam's Budget:</b> Provides one-time deposit of \$80 million in the Literary Fund, which provides aid to local school divisions for school construction.</p> <p><b>House:</b> No change from the Governor's introduced budget.</p> <p><b>Senate:</b> Directs a total of \$70 million towards school construction support.</p>	<p>No impact to FCPS. The Literary Fund loans are tied to the Local Composite Index (LCI), and high LCI localities typically can get better rates through other financing mechanisms.</p> <p>No impact to FCPS.</p> <p>No impact to FCPS.</p>
136 #7s	<p><b>Local Composite Index (LCI) Calculation</b> <b>Senate:</b> Modifies, beginning in FY 2021, the calculation of the LCI to incorporate the land-use assessment value.</p>	<p>Would result in estimated revenue loss of more than \$7.6 million. <b>Impact would be in FY 2021.</b></p>

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Item #

Issue	Fairfax County Impact
<b><u>Impact to the Fairfax County Public Schools' (FCPS) FY 2020 Operating Fund Budget</u></b>	
<p><b>Governor Northam's Budget:</b> Compared to the FCPS' FY 2019 Approved Budget, Governor Northam's Budget includes \$27.2 million more in state aid and \$9.2 million in sales tax revenue for FY 2020.</p> <p>The impact of Governor Northam's Budget is reflected in the FCPS FY 2020 Proposed Budget released on January 10, 2019.</p> <p><b>House:</b> Compared to the FCPS' FY 2019 Approved Budget, the House budget amendments include \$23.6 million more in state aid and \$9.2 million more in sales tax revenue for FY 2020.</p> <p>Compared to the FCPS' FY 2020 Proposed Budget, the House budget amendments include \$3.6 million less in state aid and no change in sales tax revenue.</p> <p><b>Senate:</b> Compared to the FCPS' FY 2019 Approved Budget, the Senate budget amendments include \$23.5 million more in state aid and \$9.2 million more in sales tax revenue for FY 2020.</p> <p>Compared to the FCPS' FY 2020 Proposed Budget, the Senate budget amendments include \$3.7 million less in state aid and no change in sales tax revenue.</p>	

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<b>Transportation</b>		
<b><u>Regional and Washington Metropolitan Area Transit Authority (WMATA)</u></b>		
453	<p><b>Governor Northam's Budget:</b> Includes the regional funds provided for in HB 2313 (2013), including \$553 million for distribution of Northern Virginia Transportation Authority (NVTA) Fund Revenues over the biennium. Also includes regional funds provided to WMATA (\$255.6 million) and non-WMATA Northern Virginia jurisdictions (\$19.1 million) per HB 1539/SB 856 (2018). The Commonwealth's revised estimates for NVTA revenues are \$13.6 million above what was projected for the biennium last year.</p>	<p>The amount received by the County is dependent on actual collections of the revenue sources. Through its Six Year Program, NVTA allocates approximately \$387 million (70 percent funding retained by NVTA). This funding has already been approved for projects through the recent adoption of NVTA's FY 2018-2023 Six Year Program. Over the biennium, Fairfax County should receive approximately \$74.65 million to allocate for local projects approved by the Board of Supervisors (30 percent funding returned to localities), minus the respective shares provided to Vienna and Herndon. Approximately \$28 million of this "30 percent funding" will likely be transferred to the Commonwealth's WMATA Capital Fund for the County's share of local funding for state of good repair, as required by HB 1539/SB 856.</p>
	<p><b>House/Senate:</b> No change.</p>	
<b><u>Regional Transportation Entity Appointments</u></b>		
4-14.	<p><b>Governor Northam's Budget:</b> Retains language permitting the Speaker to appoint non-legislative members to the NVTA, Northern Virginia Transportation Commission (NVTC), and Potomac and Rappahannock Transportation Commission (PRTC).</p>	<p>The Speaker has appointed three non-legislative members to NVTC (Jim LeMunyon, Raul "Danny" Vargas, and M. David Skiles), and one non-legislative member to NVTA (Randy Minchew).</p>
	<p><b>House/Senate:</b> No change.</p>	
<b><u>I-66 Tolling</u></b>		
433	<p><b>House:</b> Directs the Virginia Department of Transportation (VDOT) and the Secretary of Transportation to make changes to the tolling policies on I-66 Inside the Beltway and initiate tolling of reverse commuters when the current Eastbound widening project from the Dulles Connector Road to Ballston is completed.</p>	<p>Could Impact roadways along I-66. Would provide additional funds to NVTC for the Commuter Choice Program.</p>
	<p><b>Senate:</b> No Language</p>	

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	<b><u>Other WMATA Items</u></b>	
445	<p><b>Governor Northam's Budget:</b> Includes \$2.4 million from the Mass Transit Account for federally mandated state safety oversight of fixed rail guideway transit agencies, i.e. the Metrorail Safety Commission (MSC). There is no change from the previously approved budget.</p>	<p>The County supported the MSC legislation during the 2017 GA session. Utilizing this funding for the MSC could lead to slightly reduced funding for statewide transit funding (the Northern Virginia region receives a large portion of this funding). The County opposes the amendment due to the potential impact on parallel facilities in the corridor.</p>
	<b>House/Senate:</b> No change.	
445	<p><b>Governor Northam's Budget:</b> Retains language directing VDOT to provide a loan of up to \$6.2 million each year to address any shortfall in transit funding due to FTA's withholding of Virginia's transit allocations because the MSC has not been enacted by all of the signatory parties. The amounts would be repaid once FTA releases Virginia's allocations.</p> <p>The MSC has had several meetings and has submitted the application for certification to FTA. The certification, which is currently under review, must be completed by April 15, 2019.</p>	<p>Should help address funding shortfalls for transit systems related to FTA's decision. The delay could impact approximately \$4 million for Northern Virginia transit systems, including WMATA and Virginia Railway Express (VRE).</p>
	<b>House/Senate:</b> No change.	
445	<p><b>House:</b> No Language</p> <p><b>Senate:</b> Provides \$2 million from the Department of Rail and Public Transportation (DRPT) unrestricted operating reserves for the evaluation of enhanced public transportation services from the Franconia-Springfield Metro Station to Lorton, Potomac Mills, and Marine Corps Base Quantico. The review will include assessing the feasibility of extending the Blue Line and other multimodal options, such as bus rapid transit along I-95 and U.S. Route 1.</p>	

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Budget Item #	Issue	Fairfax County Impact
	<b><u>Mass Transit</u></b>	
445	<p><b>Governor Northam's Budget:</b> Retains \$840 million for Public Transportation Programs for the biennium, including \$181.9 million for Operating Assistance (no change), \$73.3 million for Capital Assistance (no change), and a separate allocation of \$313.9 million for WMATA operating and capital costs (as provided in HB 1539/SB 856) (no change). Retains language directing DRPT to investigate options to establish a Master Equipment Leasing Program to serve as a revolving fund for the purchase of equipment.</p> <p><b>House:</b> Allows a one-year transition for mass transit providers to prepare for the new allocation methodology for state transit operations funding, pursuant to HB 1539/SB 856.</p> <p><b>Senate:</b> Delays implementation of statewide prioritization for the Commonwealth Mass Transit Fund for one year, and requires that additional congestion reduction metrics, including passenger miles traveled, be included in the operating assistance allocation formula.</p>	<p>Impact currently unknown due to recent and proposed changes to capital and operating allocation processes.</p> <p>The County supports this amendment which will help address the reduction in funds expected for the Fairfax Connector.</p> <p>The County supports this amendment which will help address the reduction in funds expected for the Fairfax Connector in the first year and could impact projected allocations in future years.</p>
	<b><u>Regional Gas Tax</u></b>	
443	<p><b>Governor Northam's Budget:</b> Lists the amounts estimated to be generated by the regional gas tax: \$61.2 million in the first year and \$62 million in the second year for NVTC.</p> <p><b>House:</b> Includes \$305.2 million for regional gas taxes. Technical amendments reflecting actual revenues generated pursuant to changes adopted in 2018 not reflected in the introduced budget.</p> <p><b>Senate:</b> No change from the Governor's budget.</p>	<p>No impact. Makes information easier to find.</p> <p>No impact. The amount received by the County is dependent on actual collections of the revenue sources.</p>
	<b><u>Roadways</u></b>	
433	<p><b>House:</b> Directs VDOT and the Secretary of Transportation to establish a work group to begin consideration of the long-term viability of the motor fuels tax.</p> <p><b>Senate:</b> No Language</p>	<p>No current impact, but this is being evaluated nationwide, as well.</p>

**BUDGET PROPOSALS FOR FY 2018 - FY 2020  
DURING THE 2019 GENERAL ASSEMBLY SESSION  
as of February 7, 2019**

Budget Item #	Issue	Fairfax County Impact
	<b><u>Highway Maintenance</u></b>	
451	<p><b>Governor Northam's Budget:</b> Provides \$3.97 billion for Highway System Maintenance and Operations over the biennium, a \$566 million increase over previous projections. This includes \$881.3 million for interstates (\$247.9 million increase); \$1.19 billion for primaries (\$259.6 million increase), \$1.2 billion for secondaries (\$89.6 million decrease), and \$534.8 million for Transportation Operations Services (\$151.9 million increase).</p>	Using historical estimates, approximately \$96 million more may be available for maintenance and operations within Northern Virginia.
	<p><b>House:</b> Directs VDOT to increase the share of funding dedicated to the Safety Service Patrol Services by \$5 million to expand services across the Commonwealth's Interstate System, with priority given to the I-81 Corridor.</p>	Unknown at this time. The increase in funds provided for the Safety Service Patrol could help depending on how much of the additional funds are directed to I-81.
	<p><b>Senate:</b> No change from Governor's budget.</p>	
	<b><u>Highway Construction</u></b>	
450	<p><b>Governor Northam's Budget:</b> Provides \$5.43 billion for Highway Construction Programs over the biennium, an increase of \$660.9 million over previous projections. This includes: \$128.8 million for State of Good Repair (\$21 million increase); \$258.2 million for the High Priority Projects Program (\$50.9 million decrease); \$266 million for the Construction District Grant Program (\$43 million decrease); \$3.67 billion for Specialized State and Federal Programs (\$697.1 million increase); and, \$1.02 billion for Legacy Construction Formula Programs (\$33.9 million increase). Of the Specialized State and Federal Programs:</p> <ul style="list-style-type: none"> <li>• \$227.4 million is for the Regional Surface Transportation Program (RSTP);</li> <li>• \$106.2 million is for the Highway Safety Improvement Program (HSIP);</li> <li>• \$159.2 million is for the Congestion Mitigation and Air Quality (CMAQ) Program;</li> <li>• \$200 million is for Revenue Sharing;</li> <li>• \$40.4 million is for the Surface Transportation Block Grant Program Set-Aside;</li> <li>• \$81.92 million is for the Virginia Transportation Infrastructure Bank (VTIB), including a \$75 million one-time allocation from the General Fund, which may be used for start up costs associated with the proposed I-81 Road Expansion;</li> <li>• \$3.5 million is for the Transportation Partnership Opportunity Fund (TPOF);</li> <li>• \$689.8 million represents the estimated project participation costs from localities and regional entities; and,</li> <li>• \$150.9 million in the second year represents the bond proceeds to be used for the Route 58 Corridor Development Program.</li> </ul>	<p>Many of these funds are subject to the Smart Scale prioritization process, so the impact to Fairfax County is currently unclear.</p> <p>Retains the current funding levels for Revenue Sharing (\$100 million).</p> <p>An additional \$6.3 million is projected for RSTP and an additional \$3.3 million is projected for CMAQ, which could benefit the County. HSIP and TAP funds are similar to what was allocated in previous years.</p>
	<p><b>House/Senate:</b> Removes the one-time \$75 million allocation for the VTIB from the General Fund, that was potentially for start-up costs associated with the proposed I-81 Road Expansion.</p>	

**BUDGET PROPOSALS FOR FY 2018 - FY 2020  
DURING THE 2019 GENERAL ASSEMBLY SESSION  
as of February 7, 2019**

Budget Item #	Issue	Fairfax County Impact
434	<p><b>House:</b> No Language</p> <p><b>Senate:</b> Transfers \$8.5 million from the Transportation Trust Fund to the Commercial Spaceflight Fund for waterfront access improvements at the Mid-Atlantic Regional Spaceport.</p> <p><b>Senate:</b> Transfers \$2.5 million from the Transportation Trust Fund to the Commonwealth Space Flight Fund for completion of the small rocket launch pad.</p>	<p>Will reduce the funds being provided for transportation construction.</p> <p>Will reduce the funds being provided for transportation construction.</p>
450	<p><b>Governor Northam's Budget:</b> Retains language directing the Commonwealth Transportation Board (CTB) to review and report on the overall condition and funding needs of large and unique bridge and tunnel structures in the Commonwealth, and make recommendations on addressing funding of such projects within the State of Good Repair (SGR) program, including assessing the impact of establishing a set-aside from the State of Good Repair funding pot.</p> <p><b>House/Senate:</b> No change.</p>	<p>The report, approved by the CTB in December, identifies the 25 structures considered Vital Infrastructure, their conditions, and unconstrained funding needs. Given the magnitude of the identified needs, the report notes that funding those unconstrained needs through the SGR program would severely impact the ability of the program to accomplish its intended purpose, stating that a dedicated program may be needed to support vital infrastructure. VDOT has asked that this initial report serve as an introduction, with a more comprehensive report to be presented in 2019.</p>
<b><u>Toll Facilities</u></b>		
452	<p><b>Governor Northam's Budget:</b> Provides \$172.1 million for toll facilities over the biennium, including \$6.4 million for Debt Service (no change); \$93.2 million for Maintenance and Operations (\$43.8 million increase) and \$72.6 million for the Revolving Fund (no change).</p> <p><b>House/Senate:</b> No change.</p>	<p>The increase in funding for Maintenance and Operations appears to reflect the increase in the number of facilities in the Commonwealth.</p>
<b><u>Other</u></b>		
453	<p><b>House:</b> No Language</p> <p><b>Senate:</b> Directs the CTB to prioritize recreational access road funding for projects that improve handicapped access at State Park facilities.</p>	