

**BUDGET PROPOSALS FOR FY 2018 - FY 2020 DURING THE 2019
GENERAL ASSEMBLY SESSION**

as of January 15, 2019

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

	Governor's Budget	
Direct County Impact	FY 2019*	FY 2020
Provide a one-time 1% bonus for State Supported Local Employees in FY 2020	\$0.00	\$0.20
TOTAL DIRECT COUNTY IMPACT	\$0.00	\$0.20
TOTAL OVER THE BIENNIUM	\$0.20	

** 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.

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Budget Bill Item #	Issue	Fairfax County Impact
Compensation		
<u>State-Supported Employee Compensation</u>		
474.AC1	Governor Northam's Budget: 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.
Public Safety		
397	<u>State Aid to Localities with Police Departments (HB 599)</u> Governor Northam's Budget: 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.	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	<u>Body-Worn Cameras</u> Governor Northam's Budget: 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.
47	Governor Northam's Budget: 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.	TBD. It is unclear how these funds will be distributed to localities with body-worn camera programs.
Revenue		
<u>Health Department</u>		
292	Governor Northam's Budget: Provides \$0.3 million support for rent increases at local health departments. In addition, provides \$1.5 million to support childhood immunizations.	No impact for Fairfax County from the rent increase funding. Fairfax County may receive a small amount of funding and/or vaccine from the Virginia Department of Health to support childhood immunizations.
3-1.01	<u>Communications Sales and Use Tax</u> Governor Northam's Budget: 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.	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. The elimination of the transfer in FY 2020 is a positive development.
Other Items of Interest		
362	<u>Water Quality Improvement Fund (WQIF)</u> Governor Northam's Budget: 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.	Likely positive. Fairfax County has used WQIF for projects in the past, and likely will have future projects that qualify for WQIF funding.
368.C1	<u>Stormwater Local Assistance Fund (SLAF)</u> Governor Northam's Budget: Provides funding of \$50 million for SLAF in FY 2020 in addition to the \$20 million included in FY 2019.	The County's Legislative Program includes support for SLAF, and the County has received SLAF funding for a number of projects.
106 L1	<u>Virginia Telecommunication Initiative</u> Governor Northam's Budget: Provides additional \$46 million in FY 2020 (for a total of \$50 million) to extend broadband service to currently unserved areas.	TBD.

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122	<u>Virginia Economic Development Partnership (VEDP)</u> Governor Northam's Budget: Increases funding by \$20 million in FY 2019 to enhance the Virginia Business Ready Sites Program.	TBD.
105	<u>Housing Trust Fund</u> Governor Northam's Budget: 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.
	<u>Virginia Complete Count Commission</u> Governor Northam's Budget: Provides \$1.5 million in FY 2019 to support education, outreach, and preparation for community participation in the 2020 Census.	TBD.
475 R	<u>Elections</u> Governor Northam's Budget: 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.
C-44.20	<u>Science Museum of Virginia</u> Governor Northam's Budget: 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.

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Budget Bill Item #	Issue	Fairfax County Impact
Human Services		
	Medicaid Expansion	
307 341 348	Governor Northam's Budget: 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.
310	Governor Northam's Budget: Requires the Department of Behavioral Health and Developmental Services (DBHDS), in consultation with the Department of Medical Assistance Services (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.
307	Governor Northam's Budget: 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.	Likely no impact.
	Medicaid Waivers	
310	Governor Northam's Budget: 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 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.	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	Governor Northam's Budget: 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.	TBD. Fairfax County CSB staff use this tool.
303	Governor Northam's Budget: 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.	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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Budget Bill Item #	Issue	Fairfax County Impact
	<u>Medicaid</u>	
302	Governor Northam's Budget: 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.
307	Governor Northam's Budget: 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.
303	Governor Northam's Budget: 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	Governor Northam's Budget: 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.
307	Governor Northam's Budget: 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.
	<u>Children's Services Act (CSA)</u>	
282	Governor Northam's Budget: 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.
282	Governor Northam's Budget: 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.

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Budget Bill Item #	Issue	Fairfax County Impact
	<u>Child Welfare</u>	
348	Governor Northam's Budget: 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.
344	Governor Northam's Budget: 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.
	<u>Behavioral Health/Substance Use Disorder</u>	
311	Governor Northam's Budget: 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.
407	Governor Northam's Budget: 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.
287	Governor Northam's Budget: 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.
	<u>Mental Health</u>	
316	Governor Northam's Budget: 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.
312	Governor Northam's Budget: 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.
316	Governor Northam's Budget: 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.

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as of January 15, 2019**

Budget Bill Item #	Issue	Fairfax County Impact
303 316	Governor Northam's Budget: 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.
312	Governor Northam's Budget: 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	Governor Northam's Budget: 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.
312	Governor Northam's Budget: 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.
311	Governor Northam's Budget: 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.
	<u>Part C/Early Intervention</u>	
312	Governor Northam's Budget: 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.
	<u>Disability Services</u>	
355	Governor Northam's Budget: 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.
	<u>Safety Net Programs</u>	
340	Governor Northam's Budget: 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	Governor Northam's Budget: 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.
291	Governor Northam's Budget: 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.

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Budget Item #	Issue	Fairfax County Impact
	Public Education	Fairfax County Public Schools (FCPS) Impact (School Operating Fund)
	Direct Aid to Public Education	
	<u>Sales Tax Revenues</u> Governor Northam's Budget: 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.	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.
	<u>Salary Increase in FY 2020</u> Governor Northam's Budget: 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.	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. The net cost to FCPS for the additional 2 percent salary increase is approximately \$38.1 million.
	<u>School Safety</u> Governor Northam's Budget: Includes approximately \$36 million in FY 2020 to cover the state cost of modifying staffing ratios for school counselors.	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. 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.
	<u>Update Lottery Proceeds</u> Governor Northam's Budget: 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.	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.
	<u>At-Risk Add-on Program</u> Governor Northam's Budget: 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.	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.

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**Budget
Item #**

Issue	Fairfax County Impact
<p><u>State Special Education Regional Tuition</u> Governor Northam's Budget: Makes technical changes that reduce statewide funding for this program by \$6.1 million in FY 2019 and \$0.7 million in FY 2020.</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><u>State VPI+ Program</u> Governor Northam's Budget: 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.</p> <p>The County may receive some of this funding for community classrooms, depending on how the new funds are administered.</p>
<p><u>Other Items of Interest</u> <u>Other lottery accounts</u> Governor Northam's Budget: Makes technical updates based on program participation.</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><u>School Construction</u> Governor Northam's Budget: Provides one-time deposit of \$80 million in the Literary Fund, which provides aid to local school divisions for school construction.</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>

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.

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Budget Item #	Issue	Fairfax County Impact
Transportation		
<u>Regional and Washington Metropolitan Area Transit Authority (WMATA)</u>		
453	Governor Northam's Budget: 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.	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.
4-14.	<u>Regional Transportation Entity Appointments</u> Governor Northam's Budget: 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).	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).
<u>Other WMATA Items</u>		
445	Governor Northam's Budget: 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.	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).
445	Governor Northam's Budget: 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. 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.	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).
<u>Mass Transit Funding</u>		
445	Governor Northam's Budget: 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 the Department of Rail and Public Transportation (DRPT) to investigate options to establish a Master Equipment Leasing Program to serve as a revolving fund for the purchase of equipment.	Impact currently unknown due to recent and proposed changes to capital and operating allocation processes.
<u>Regional Gas Tax</u>		
443	Governor Northam's Budget: 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.	No impact. Makes information easier to find.

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	Highway Maintenance	
451	Governor Northam's Budget: 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).	Using historical estimates, approximately \$96 million more may be available for maintenance and operations within Northern Virginia.
	Highway Construction	
450	Governor Northam's Budget: 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: <ul style="list-style-type: none"> • \$227.4 million is for the Regional Surface Transportation Program (RSTP); • \$106.2 million is for the Highway Safety Improvement Program (HSIP); • \$159.2 million is for the Congestion Mitigation and Air Quality (CMAQ) Program; • \$200 million is for Revenue Sharing; • \$40.4 million is for the Surface Transportation Block Grant Program Set-Aside; • \$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; • \$3.5 million is for the Transportation Partnership Opportunity Fund (TPOF); • \$689.8 million represents the estimated project participation costs from localities and regional entities; and, • \$150.9 million in the second year represents the bond proceeds to be used for the Route 58 Corridor Development Program. 	Many of these funds are subject to the Smart Scale prioritization process, so the impact to Fairfax County is currently unclear. Retains the current funding levels for Revenue Sharing (\$100 million). 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.
450	Governor Northam's Budget: 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.	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.
	Toll Facilities	
452	Governor Northam's Budget: 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).	The increase in funding for Maintenance and Operations appears to reflect the increase in the number of facilities in the Commonwealth.