

**BUDGET PROPOSALS FOR THE 2022-2024 BIENNIUM
DURING THE 2022 GENERAL ASSEMBLY SESSION
as of January 21, 2022**

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General

Source	Amendment	Fairfax County Impact
Compensation		
<i>Governor</i> Item 483 U.1	Provides funding to support a 5% across-the-board salary increase in FY 2023 for Constitutional officers, regional jail superintendents, finance directors, and their Compensation Board-funded employees effective July 1, 2022, as well as a 5% across-the-board increase for all state-supported employees effective July 1, 2023. The funding is contingent on the local governing body using the funding to support the provision of salary increases.	Positive. The County would receive approximately \$1.77 million in additional state funding in FY 2023 and \$1.86 million in additional state funding in FY 2024.
<i>Governor</i> Item 72.R	Provides \$15.6 million over the biennium in compression adjustments for sworn deputy sheriffs and regional jail officers of \$100 for each year of service (for incumbent personnel with three or more years continuous state service, up to 30 years of service).	Positive. The County would receive approximately \$540,000 in additional state funding in FY 2023 from the Compensation Board.
<i>Governor</i> Item 72.Q	Provides \$74 million over the biennium to increase entry-level salaries of sworn deputy sheriffs and regional jail officers to \$42,000 (including increases to the new minimum for positions currently budgeted below that level), effective July 1, 2022.	Positive. Sheriffs' compensation is based on the County's pay plan, with a minimum salary of \$53,190. This would result in additional state funding in FY 2023 from the Compensation Board.
Judiciary/Public Safety		
<i>Governor</i> Item 483	Provides funding to support a 5% across-the-board salary increase in FY 2023 for all state employees effective July 1, 2022, as well as a 5% across-the-board increase for all state employees effective July 1, 2023.	Included in this appropriation is funding for court personnel salary increases. Support for sufficient funding for salaries of court personnel, a state responsibility, is included in the County's legislative program. This proposal will have a local fiscal impact, as the County provides salary supplements for certain court personnel.
<i>Governor</i> Item 45	Provides an increase of \$7.8 million GF each year to support additional staffing in general district court clerks' offices.	TBD. The allocation of staff by the Supreme Court of Virginia to each court has not yet been determined – the last District Courts of Virginia Clerk Staffing Needs Report identified that 11 additional positions are needed in Fairfax County. If all 11 positions are received, the increased cost to the County would be approximately \$90,000 (which includes 15% salary supplements and computer equipment for the new positions). Support for adequate funding

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		for Virginia’s court system, a critical state responsibility, is included in the County’s legislative program.
Governor Item 48	Provides approximately \$3.9 million GF in FY 2023 and over \$4 million GF in FY 2024 to increase the base annual salary for current magistrates to \$54,000, and provide salary enhancements for length of service to address recruitment and retention challenges.	While the item does not provide direct additional revenue to the County, it adds additional state funding for magistrates. Support for adequate funding for Virginia’s court system, a critical state responsibility, is included in the County’s legislative program.
Governor Item 42	Provides \$1 million GF in FY 2023 and approximately \$980,000 GF in FY 2024 for the costs of visual and spoken language interpreters to ensure uniform statewide interpreter services throughout the court system.	Positive. Currently, the state does not fund all necessary interpreters, so the County uses a mix of local dollars and volunteers to provide interpreters for certain proceedings. Support for adequate funding for Virginia’s court system, a critical state responsibility, is included in the County’s legislative program
Governor Item 408	Provides \$1 million GF per year for pre-release and post-incarceration services.	Positive. It is unclear how this funding will be allocated.
Governor Item 410	Level-funds aid to localities with police departments (“HB 599”) in FY 2023 and FY 2024, rather than allowing funding to increase with the growth in the state General Fund. State funding levels have been frozen since FY 2020.	Based on growth in the state’s GF, the County should receive additional HB 599 funding. If state funding had consistently increased with state revenues, as is required, Fairfax County would have received approximately \$85.7 million in additional funding over the past twelve years.
Governor Item 412	Provides level funding of \$2.5 million GF each year for the Emergency Shelter Upgrade Assistance Fund, which aids local governments in proactively preparing for emergency sheltering situations.	Positive. The County plans to apply for a grant from this fund in FY 2022 to support electrical system upgrades at the Fairfax County Park Authority, Lee District Rec. Center in support of congregate sheltering needs (total funding is \$562,500, which includes a local cash match of \$122,500).
Governor Item 72.P	Provides \$18 million GF in FY 2023 and \$19.7 million GF in FY 2024 for new behavioral health case manager positions, and the state’s share of medical and treatment positions that are currently unfunded. These positions are intended to assist with compliance for new behavioral health care standards under consideration by the Board of Local and Regional Jails.	Positive. Would result in additional funding from the Compensation Board; however, the exact amount is not clear. The Sheriff’s Office currently has one Behavioral Health Manager position that is vacant (with a mid-range salary of approximately \$97,000).
Governor Item 44	Provides an increase of approximately \$979,000 GF per year for Circuit Court Clerks’ operating budgets.	Positive. Funding will ultimately go into the Circuit Court Clerk’s Technology Trust Fund, with no direct impact to the County’s General Fund budget. Support for adequate funding for Virginia’s court system, a critical state

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		responsibility, is included in the County’s legislative program.
Governor Multiple items under the Compensation Board	Provides approximately \$786,000 GF in FY 2023 and \$857,000 GF in FY 2024 to fund participation in career development programs for all qualified Constitutional officers and employees, as identified in the FY 2022 budget cycle.	TBD.
Governor Item 73	Reduces existing appropriation for per diem payments to local and regional jails due to revised local- and state-responsible inmate population forecast and anticipated expenditures – reduction of \$10.9 million in FY 2023 and \$10.5 million in FY 2024.	No impact. This budget item adjusts the state appropriation based on actual expenditures. Support for adequate compensation for localities at a level commensurate with the state’s responsibility for local jail operations is included in the County’s legislative program.
Elections		
Governor Item 89	Provides approximately \$1.3 million in each year of the biennium for election public education.	TBD. Support for increasing access to voting is included in the County’s legislative program. Similar funding was included in FY 2022, but the funding was not provided directly to localities. Decisions about the education campaign and how to allocate funding were made at the state level, and none of the FY 2022 funding was spent in Fairfax County.
Economic Development/Workforce		
Governor Item 115 Q.1	Provides \$5 million GF for the Community Development Financial Institutions Fund in FY 2023; this fund provides grants to community development financial institutions (CDFIs), community development enterprises (CDEs), or other similar entities whose primary purpose is to provide financing in the form of loans, grants or forgivable loans to small businesses or community revitalization real estate projects.	Positive. The Community Business Partnership in Fairfax County is a CDFI. Additional capital for CDFIs could potentially benefit small businesses in the County.
Governor Item 116	Provides \$3.7 million GF per year for the Enterprise Zone program.	None. The County is not included in the current Enterprise Zones. At this time, the program is not incorporating additional zones.
Governor Item 113	Provides nearly \$43 million GF each year as reserves for required payments from the Major Headquarters Workforce Grant Fund for the new Amazon headquarters.	Although there is no direct fiscal impact to the County, since the Major HQ Workforce Grant Fund was established specifically for incentives related to the HQ2 project located in Arlington County, there is significant potential for regional benefits. For example, County residents may benefit from access to new high-paying employment opportunities. Additionally, the

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		County may benefit from the multiplier effects of a major tech player locating in the region (this could include Amazon purchases of products, services, and technologies from local firms), as well as the potential attraction or retention of other tech firms that want to be close to Amazon. The funds are provided to Amazon for new full-time jobs created. The approved levels are \$22,000 per new full-time job created for the first 25,000 new jobs, then \$15,564 per new full-time job for the next 12,850 jobs, with a total cap of \$750 million total awarded. Amazon has 20 years to meet these goals (expires December 31, 2038).
Governor Item 121	Provides \$30 million GF in FY 2023 to fund the Low-to-Moderate Income Solar Loan and Rebate Pilot Program.	Positive. The program could help County residents, with household incomes at or below 80 percent of the state median income or regional median income (whichever is greater), to secure solar loans or rebates.
Governor Item 127	Provides an increase of \$3 million GF per year to capitalize the Regional Innovation Fund, which may be used to provide sustaining funding to promising entrepreneurial ecosystem projects identified by the GO Virginia Board.	Positive. Increased funding is beneficial to support entrepreneurial ecosystems, though requiring entities to receive GO Virginia funding first creates a challenge, as such funding is typically difficult to attain.
Governor Item 212 Y.1	Provides \$24 million GF in FY 2023 and \$14 million GF in FY 2024 for G3 Innovation Grants; the Virginia Community College System is directed to award grants to community colleges in order to increase their capacity to meet regional labor market needs, expand access to G3 programs, and pilot accelerated learning models.	Positive. Support for workforce development is included in the County’s legislative program.
Governor Item C-7; C-8; C-9	Provides the following FY 2022 capital budget investments for the Fairfax Campus of George Mason University (GMU): <ul style="list-style-type: none"> • \$150 million GF for a new Science and Engineering Building. • \$30 million GF for a Student Innovation Factory Building. • Approximately \$14.3 million GF and approximately \$9.8 million NGF for telecom and network upgrades to improve virtual and online delivery. 	Positive. These items include significant capital construction projects at the Fairfax Campus of GMU to assist with implementation of their recently adopted Master Plan.

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Housing and Community Development		
Governor Item 114 E.1	Provides additional positions and funding for the Virginia Housing Trust Fund (VHTF) (\$70 million and 10 positions in FY 2023; \$120 million and 15 positions in FY 2024) to support creation or preservation of affordable housing units through construction financing and grants.	Positive. Affordable housing has been a top County priority for many years. This investment would bring the total funding level for the VHTF to \$125 million in FY 2023, and \$175 million in FY 2024.
Governor Item 114 I	Continues the Eviction Prevention and Diversion Pilot Program with \$3.3 million each year for competitive grants to support local or regional eviction programs, including a systems approach with linkages to local departments of social services and legal aid resources. Priority will be given to applications that provide a local match in an amount deemed appropriate by the Department of Housing and Community Development.	Positive. Support to expand resources available to ensure legal assistance and aid to tenants facing eviction is included in the County’s legislative program.
Governor Item 114	Includes \$190 million NGF over the biennium for the Housing Innovations in Energy Efficiency (HIEE) program.	Positive. Support for efforts to reduce greenhouse gas emissions and operational demands for energy through efficiency, conservation, renewable energy, education, and other measures is included in the County’s legislative program.
Broadband		
Governor Item 115 P.1	Creates a staff position responsible for collecting, maintaining, and reporting statewide broadband coverage data in compliance with recent legislation. Continues funding of \$424,000 each year to support the creation of a Statewide Broadband Map to show where there is service and the approximate maximum speeds of broadband in service areas.	Positive. This budget item has the potential to increase accessibility to more accurate data regarding broadband coverage and speeds across the Commonwealth. Support for targeted state investments in broadband infrastructure, an increasingly critical utility, to ensure access to reliable, affordable, high-speed service is included in the County’s legislative program.
Governor Item 486	Provides \$8 million in federal American Rescue Plan Act (ARPA)/ State and Local Fiscal Recovery Fund (SLFRF) funds in FY 2023 to continue the Line Extension Customer Assistance Program, which supports the extension of existing broadband networks to low-to-moderate income residents.	Positive. Support for targeted state investments in broadband infrastructure is included in the County’s legislative program.
Governor Item 115 L.1	Provides \$99.5 million over the biennium for the Virginia Telecommunication Initiative (VATI) to continue to expand broadband. This funding is in addition to	Positive. Support for targeted state investments in broadband infrastructure, an increasingly critical utility, to ensure access to reliable, affordable,

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	the \$700 million in federal ARPA funding already allocated for broadband infrastructure in FY 2022.	high-speed service is included in the County's legislative program.
Natural and Historic Resources		
Governor Item 99	Provides \$2.9 million over the biennium to support the Agriculture and Forestry Industries Development Fund (including a staff position as well as additional grant funding).	Positive. The funding was a recommendation of a work group created by the 2021 GA to improve tree preservation in urban areas, which the County supported.
Governor Item 100	Provides \$600,000 GF in FY 2023 and \$575,000 GF in FY 2024 to provide additional funding and seasonal staff to detect and prevent the spread of harmful invasive species.	Positive. The County supported legislation to study the issue of invasive plant species during the 2021 GA.
Governor Item 374	Appropriates \$313 million GF for the mandatory deposit to the Water Quality Improvement Fund (WQIF) in FY 2023.	Positive. Support for WQIF funding is included in the County's legislative program.
Governor Item 375	Provides \$10 million GF in FY 2023 to increase funding for the Virginia Land Conservation Fund.	Positive. Support for the conservation of open space is included in the County's legislative program.
Governor Item 374	Includes \$26.5 million GF in FY 2024 for the Virginia Natural Resources Commitment Fund to support matching grants for the implementation of agricultural best management practices.	TBD.
Governor Item 374	Deposits \$20 million GF in FY 2023 for the Dam Safety, Flood Prevention and Protection Assistance Fund.	TBD.
Governor Item C-80	Provides \$100 million GF for the Stormwater Local Assistance Fund (SLAF) in FY 2023.	Positive. Support for SLAF funding is included in the County's legislative program.
Governor Item 374	Includes \$170 million NGF over the biennium for the Community Flood Preparedness Fund.	TBD.
Governor Item 374	Maintains FY 2022 levels of support by providing approximately \$7.6 million each year of the biennium to Virginia Soil and Water Conservation Districts for administrative and operational support, and \$4.6 million each year to Virginia Soil and Water Conservation Districts for technical assistance.	TBD.
Governor Item 379	Provides \$11.2 million NGF over the biennium for the Department of Environmental Quality (DEQ) to	Positive. The County supported legislation that passed during the 2020 GA session regarding RGGI.

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	administer the Commonwealth's participation in the Regional Greenhouse Gas Initiative (RGGI), and for the agency's utilization of a portion of the proceeds in climate change planning and mitigation activities, as established in the Clean Energy and Community Flood Preparedness Act.	
Other Items of Interest		
Governor Item 470	Provides over \$450,000 in FY 2023 and over \$470,000 in FY 2024 to increase salaries for Department of Veterans Services employees in Northern Virginia.	TBD.
Governor Item 417	Provides \$225,000 GF in FY 2023 and \$275,000 GF in FY 2024 to support the expansion of Gunston Hall's Virginia History exhibits and development of curriculum and expansion of educational opportunities.	No fiscal impact to the County, but may benefit County residents.
Governor Item 136	Provides \$275,000 GF in FY 2023 and \$575,000 GF in FY 2024 in additional support for the Wolf Trap Foundation for the Performing Arts to administer STEM Arts and early literacy programs for preschool, kindergarten, and first grade students in currently served divisions (which includes FCPS, as well as most school divisions in Northern Virginia, and a number of others in the Commonwealth) and to establish new services in unserved divisions.	No fiscal impact to the County, but may benefit County residents.
Governor Item 275 D.1	Directs the Department of Taxation to study and develop a proposal to require that all individuals who conduct local property tax assessments receive state certification and ongoing recertification.	TBD. The County's Department of Tax Administration places a high value on state licensure and invests significantly in continuing education programs.
Governor Item 408	Provides approximately \$15 million GF in FY 2023 and approximately \$12.5 million GF in FY 2024 to fund and staff the Virginia Center for Firearm Violence Intervention and Prevention.	Positive. Support for community violence intervention programs is included in the County's legislative program.
Governor Item 397	Provides nearly \$12 million GF in FY 2023 and nearly \$22 million GF in FY 2024 to staff and operate the Virginia Cannabis Control Authority.	TBD.

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Governor Item 468	Provides \$10 million GF in FY 2023 to fund a State Military Community Infrastructure program that may be established by legislation in the 2022 GA. The program would provide state matching dollars for localities receiving federal grant funding – qualifying grants will be aimed at supporting local economies, funding infrastructure projects, and strengthening Virginia's military bases.	TBD.
Governor Item 267	Provides \$1.1 billion for the mandatory deposit to the Revenue Stabilization Fund in FY 2023.	No fiscal impact to the County.
Governor Item 269	Provides \$924 million GF in FY 2023 to make a deposit to the Virginia Retirement System to reduce unfunded liabilities, contingent on revenue estimates being met as assessed in July 2022.	Additional information is included in the Public Education section.
Tax Changes and Refunds		
Governor Item 137	Eliminates the state portion of the Sales Tax on groceries, effective January 1, 2023. Includes \$158 million GF over the biennium as a one-time payment to hold school divisions harmless for the portion of this funding that would be distributed based on school-age population. Does not impact the Local Option 1% Sales Tax on groceries. Reduces GF revenues by \$106.2 million in FY 2023 and \$262.3 million in FY 2024.	Additional information is included in the Public Education section.
Governor Adjustments and Modifications to Tax Collections section	Eliminates the requirement for certain retailers to make an accelerated sales tax (AST) payment, effective June 30, 2022 (the AST was created after the 2008 recession and requires retailers to pre-pay sales taxes to the state on an accelerated schedule).	
Governor Additional Enactments section	Authorizes certain qualifying households to claim a refundable income tax credit up to 15% of the amount claimed under the federal Earned Income Tax Credit. Similar language is included in the caboose budget.	If all of the tax changes and refunds are enacted, this would represent a substantial reduction in state revenues at a time when the state continues to underfund vital core services, from K-12 to human services to public safety, among others.

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	Reduces GF revenues by \$159 million in FY 2023 and \$156 million in FY 2024.	
Governor Additional Enactments section	Includes provisions for full conformity with the Internal Revenue Code regarding the tax treatment of federal COVID-19 response initiatives such as Paycheck Protection Program Loans, Emergency EIDL Grants and Targeted EIDL Advances, Shuttered Venue Operator Grants, and Restaurant Revitalization Grants. Similar language is included in the caboose budget. Reduces GF revenues by \$35.6 million in FY 2023 and \$0.6 million in FY 2024.	If all of the tax changes and refunds are enacted, this would represent a substantial reduction in state revenues at a time when the state continues to underfund vital core services, from K-12 to human services to public safety, among others.
Governor Item 3-5.22	Provides a one-time tax rebate of \$250 for individuals and \$500 for married couples. Reduces GF revenues by \$1.05 billion in FY 2023.	If all of the tax changes and refunds are enacted, this would represent a substantial reduction in state revenues at a time when the state continues to underfund vital core services, from K-12 to human services to public safety, among others.

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Public Education

Source	Amendment	Fairfax County Impact
Recalculation of Local Composite Index for 2022-2024		
Governor Item 137	The Local Composite Index (LCI) is calculated every two years for the state's biennium budget. Counties and cities with a lower LCI receive more state funding, while those with a higher LCI receive less funding.	FCPS' LCI decreased from 0.6541 to 0.6532 for the new biennium. The impact of the funding change associated with changes in the LCI for FCPS cannot be isolated at this time. However, total net impact has been included, primarily in SOQ accounts.
Update Costs of the Standards of Quality (SOQ), Sales Tax and Basic Aid		
Governor Item 137	<p>Provides approximately \$154.1 million GF in FY 2023 and approximately \$177.5 million GF in FY 2024 to fully fund the biennial rebenchmarking of K-12 SOQ costs. These increases do not reflect changes in policy but adjust the cost of continuing current programs with the required data revisions.</p> <p>The sales tax estimates are approximately \$178.5 million higher in FY 2023 and \$82.2 million higher in FY 2024 than the FY 2022 estimate. The amount of the Basic Aid offset depends on each division's LCI. The state's share of Basic Aid decreases approximately \$99.6 million in FY 2023 and \$45.8 million in FY 2024 due to the revised sales tax estimates. The net change in state funding to school divisions (due to both the estimated sales tax revenue increase and the Basic Aid offset) is an increase of \$78.9 million in FY 2023 and an increase of \$36.3 million in FY 2024.</p>	<p>The total impact of rebenchmarking cannot be isolated at this time. The funding is included across multiple line items in the overall SOQ accounts.</p> <p>Sales tax results in additional funding of \$23.6 million as compared to the FY 2023 fiscal forecast presented on November 23, 2021, and the FY 2022 Approved Budget.</p> <p><i>Note: A separate one-time grocery tax hold harmless was provided to school divisions and represents the projected net decrease in state payments to offset the impact of eliminating the 1.5% state grocery sales tax.</i></p>
Sales Tax Hold Harmless		
Governor Item 137	<p>Provides approximately \$45.5 million GF in FY 2023 and approximately \$112.5 million GF in FY 2024 to hold divisions harmless for the increase in Basic Aid local share from the elimination of the 1.5% state grocery tax effective January 1, 2023, 1% of which is dedicated to public education and flows through the Basic Aid formula. It is distributed as a separate line-item. Distributions are not subject to subsequent technical updates.</p> <p>School divisions may use these funds for any eligible cost within the SOQ.</p>	<p>In FY 2023, funding of \$9.6 million is included for a one-time grocery sales tax hold harmless provided to school divisions and represents the projected net decrease in state payments to offset the impact of eliminating the 1.5% state grocery sales tax.</p> <p>It is important to note that FCPS receives over \$20 million each year from the grocery sales tax. The Governor's proposed budget currently includes the one-time hold harmless funds through FY 2024, but there is no indication how or if the state will address the ongoing shortfall after FY 2024.</p>

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Rebenchmarking Hold Harmless		
Governor Item 137	Provides approximately \$177.1 million GF each year for hold harmless state funding. This action is necessary due to certain FY 2020 or FY 2021 data elements within special education, pupil transportation, and non-personal support costs that were affected by the pandemic and thus impacted the cost of the biennial rebenchmarking process.	This provision provides \$15.6 million to hold FCPS harmless for rebenchmarking. This funding is based on the state's share of SOQ Basic Aid and Special Education payments to school divisions in the 2022-2024 biennium in response to unanticipated reductions in the base year rebenchmarking data for special education, pupil transportation, and non-personal support costs. The projected data supporting this state payment shall remain constant for the 2022-2024 biennium, and no subsequent technical updates shall be made to the data during the biennium that affect the appropriated amounts.
Update Lottery Proceeds		
Governor Item 137	Provides updated estimates for lottery revenue over the biennium. Total lottery proceeds are projected to increase by approximately \$73.8 million for a total of \$764.7 million in FY 2023, and by approximately \$73.8 million for a total of \$764.7 million in FY 2024, compared to the FY 2022 lottery estimate. This revenue stream is being used to fund the state share of the cost of various programs, including Infrastructure & Operations Per Pupil Fund, Early Reading Intervention, K-3 Primary Class Size Reduction, Special Education Regional Tuition, and SOL Algebra Readiness.	This results in an increase of \$4.9 million for FCPS as compared to the FY 2023 budget forecast presented on November 23, 2021, and the FY 2022 Approved Budget.
Update Employer Contribution Rates for Virginia Retirement System (VRS)		
Governor Item 483	<p>Provides approximately \$924 million GF to reduce unfunded VRS liabilities. Included in that amount is an estimated \$545 million GF in FY 2023 that is specifically dedicated to the VRS Teacher Retirement Plan, which provides retirement benefits for K-12 employees.</p> <p>Most VRS fringe benefit rates proposed for 2022-2024 are unchanged from the FY 2022 rates. The introduced budget proposes the same employer contribution rates for instructional retirement benefits in 2022-2024 (16.62% for FY 2023 and 2024) as was funded for FY 2022.</p>	<p>The VRS actuarial rates for K-12 employees decreased significantly from the current level, but the Governor opted to maintain the higher rates to create liquidity for the state in case of a potential financial downturn in the future.</p> <p>In the FY 2023 budget forecast presented on November 23, 2021, FCPS already assumed the higher VRS rates proposed by the Governor. FCPS could have realized projected savings totaling \$32.5 million had the Governor used the lower actuarial VRS rates. However, maintaining the higher rate, combined with the additional Literary Fund payment to VRS, will improve the funded status of the Teacher Retirement Plan, which will provide long-term financial savings for the state and localities.</p>

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Salary Increase in FY 2023 and FY 2024 (10.25% compounded increase over the biennium)		
Governor 137	<p>Provides approximately \$248.9 million GF in FY 2023 for the state's share of a 5% salary increase for instructional and support positions, effective July 1, 2022. Provides approximately \$512.8 million GF for a second 5% salary increase in FY 2024, with an effective date of July 1, 2023.</p> <p>Divisions may receive a prorated payment if a minimum local increase of 2.5% is provided each year. To receive the FY 2024 funding, divisions must have provided the minimum 2.5% increase in both FY 2023 and FY 2024.</p>	<p>A required local match based on the division's LCI is required in FY 2023 and FY 2024.</p> <p>The proposal would provide state funding of approximately \$47 million over two years to provide a 5% salary increase each year, while requiring approximately \$209 million in local funding – more than seven cents on the real estate tax rate.</p> <p>For FY 2023 the cost to provide a 5% salary increase totals \$124.9 million. After accounting for state funding, the net cost to FCPS would be \$100.9 million. Based on the FY 2023 budget forecast presented on November 23, 2021, FCPS would be eligible for the full state funding.</p> <p>(FCPS must pay 100% of any salary increase for non-SOQ positions).</p>
At-Risk Add-on		
Governor 137	<p>Provides approximately \$194.2 million GF in FY 2023 and approximately \$74.2 million in FY 2024 for the At-Risk Add-on, to support the additional costs of educating at-risk students based on increasing the Basic Aid per pupil add-on maximum percentages from 26% in FY 2022 to 49.5% in FY 2023, and from 26% to 36% in FY 2024.</p>	<p>This results in an increase of \$7 million for FCPS as compared to the FY 2023 budget forecast presented on November 23, 2021, and the FY 2022 Approved Budget.</p> <p>This action requires an additional local share of \$13.3 million, generating a net cost of approximately \$6.3 million. The funds must be used on students who are educationally at risk.</p>
Expand Early Reading Initiative to K-5		
Governor 137	<p>Provides approximately an additional \$31.5 million GF each year to support additional instruction for students in fourth and fifth grades. The program currently only supports services for students in kindergarten through third grade.</p>	<p>This results in an increase of \$3.4 million for FCPS as compared to the FY 2023 budget forecast presented on November 23, 2021, and the FY 2022 Approved Budget.</p> <p>This action requires an additional local share of \$5.9 million, generating a net cost of approximately \$2.5 million.</p>
Staffing Ratios for English as a Second Language (ESL) Program		
Governor 137	<p>Increases the staffing ratio for the English as a Second Language (ESL) program in FY 2023 and FY 2024. This action increases the number of funded positions from 20 per 1,000 students in FY 2022 to 22 per 1,000 students in FY 2023 and FY 2024. This change increases state funding for the</p>	<p>This results in an increase of \$3 million as compared to the FY 2023 budget forecast presented on November 23, 2021, and the FY 2022 Approved Budget.</p>

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	ESL program by \$9.7 million in FY 2023 and by \$10.5 million in FY 2024.	FCPS’ staffing for ESL teachers in FY 2023 would meet the new staffing ratio requirement.
School Division Construction Grants		
Governor 137	<p>Includes \$500 million GF in FY 2023 only for school construction grants. All school divisions receive a base \$1 million allocation in the funding formula, with remaining funds distributed to school divisions on the basis of weighted Average Daily Membership (a combination of projected ADM and the LCI.</p> <p>Eligible expenditures under this program shall be nonrecurring in nature and may include school construction, additions, infrastructure, site acquisition, renovations, technology, and other expenditures related to modernizing classroom equipment, school safety equipment or school safety renovations, and debt service payments on school projects completed within the last ten years.</p> <p>There is no local match required and there is a carryover provision of unspent funds into FY 2024 and FY 2025.</p>	Results in FCPS receiving \$32.9 million in Construction Grants. This funding will not be in the Operating Fund but will likely be managed in the Construction Fund.
Literary Funds for School Construction Loans		
Governor 137	Allows the Board of Education to award up to \$200 million in each year of the biennium for school construction loans or subsidy grants, subject to available funds. Increases the maximum loan from \$7.5 million to \$25 million. It also requires loan interest rates to be benchmarked against market rates, but not to exceed 2% for school divisions with an LCI less than 0.3000. The current Literary Fund loan program bases the interest rate a school division is charged on their LCI, making it less attractive for school divisions with high LCIs.	The impact for FCPS cannot be delineated at this time, but as a higher LCI jurisdiction FCPS would likely not qualify for lower than market rates under this proposal.
Communities in Schools		
Governor 136	Provides \$760,000 GF each year to increase support for Communities in Schools, to allow for expansion of integrated student supports to at least 10 additional Title I schools, serving approximately 9,000 more students in Hampton Roads, Northern Virginia, the Richmond region, Petersburg, and Southwest Virginia.	FCPS does not currently receive any VDOE Community in Schools grants. As these are grant funds, there may be opportunities in the future to apply and receive funds.

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Impact to the Fairfax County Public Schools' (FCPS) FY 2023 Operating Fund Budget:

Governor's Budget:

Compared to FCPS' FY 2023 Budget Forecast, presented to the School Board and the Board of Supervisors on November 23, 2021, and the FY 2022 Approved Budget, the Governor's budget includes \$23.6 million more in sales tax and \$64.3 million more in state aid, which is contingent on providing an average salary increase of 5%. Without the compensation supplement, state aid would increase by approximately \$40.4 million.

It should be noted that several items would require additional expenditures for the local share, which were not assumed in FCPS' FY 2023 Budget Forecast.

FCPS' FY 2023 Proposed Budget was released on January 13, 2022, and reflects the revenue increases in sales tax and state aid identified above.

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Health and Human Services

Source	Amendment	Fairfax County Impact
Medicaid Waivers		
<i>Governor</i> Item 304	Provides approximately \$13 million GF and approximately \$13 million NGF to support 100 Community Living (CL) and 500 Family and Individual Support (FIS) waiver slots in FY 2023. Also, provides approximately \$26 million GF and approximately \$26 million NGF to support an additional 100 CL and 500 FIS waiver slots in FY 2024. The total number of additional slots funded over the biennium is 1,200.	TBD. In FY 2023 the Fairfax-Falls Church Community Services Board (CSB) is already projected to receive 140 new slots. With the addition of the 600 slots projected statewide for FY 2023, the Fairfax-Falls Church CSB's allocation is projected to increase by 84 slots, for an overall total of 224 slots (typically this CSB receives 12-14% of total state allocation). The FY 2024 projections are consistent with FY 2023. The County supports increasing Medicaid Developmental Disability (DD) waiver slots to address the Priority One (P1) waiting list, which averages over 3,000 annually in Virginia (the current P1 waiting list in Fairfax County is 949). The slot increases afford greater capacity for much needed services; however, they also call for an increase in support coordinators (+24) and supervisors (+2), and given persistent workforce issues across the state, the CSB will likely be challenged to balance competing demands.
<i>Governor</i> Item 304	Provides over \$137 million GF and approximately \$141 million NGF in FY 2023, and approximately \$157 million GF and approximately \$162 million NGF in FY 2024, to increase Medicaid reimbursement rates for those developmental disability waiver services necessary to promote compliance with the US Department of Justice settlement agreement.	TBD. The targeted increases have the potential to enhance support coordination and service provider competitiveness to address hiring and retention issues. As the increase will not be on pace with the progressive shortfall in prior years, particularly for the Northern Virginia region, a shortfall will remain and will continue to compromise provider capacity to expand services to meet demands generated by the availability of more slots (providers of Day Support and Group Supported Employment waivers may raise concerns, as these services are excluded from the budget proposal and represent some of the more costly services).
Children's Services Act (CSA)		
<i>Governor</i> Item 284	Provides an additional \$50,000 GF each year for the annual CSA conference and additional online training services.	Positive. The annual conference and other trainings provide benefit to County systems and staff.
<i>Governor</i>	Removes requirement that local CSA programs use the Office of the Attorney General (OAG) to pursue claims against parents or legal guardians who do not pay	Positive, with no net fiscal impact. The stricken provision has never been used and there is no process currently in place to make a claim in this manner. The County has developed its own means for collections,

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	agreed-upon sums pursuant to agreements for services.	and it makes sense to remove a state requirement that is impractical.
Governor Item 285	Provides \$100,000 GF each year for the Office of Children's Services (OCS) to establish a contract to assist in implementing rate setting for private day special education rates. Directs OCS to implement statewide rates for private day special education services effective July 1, 2022.	TBD. This proposal requires careful monitoring and study because it may allow the state to limit its fiscal obligation to CSA services (currently the state and localities are required to appropriate sufficient funds to serve children mandated to receive services through CSA under a sum sufficiency requirement). Prior attempts at rate setting resulted in Fairfax County Public Schools (FCPS) having to bear additional costs for Virginia children placed in Maryland's Private Day programs where rate setting is established. The proposed methodology for rate setting has not been tested, making it difficult to assess the fiscal impact to the County without additional information and review.
Early Childhood Services		
Governor Item 129	Provides over \$1 million GF each year to fully implement the pre-kindergarten version of the Virginia Kindergarten Readiness Program (VKRP) for four-year-olds enrolled in publicly funded pre-kindergarten programs, and to pilot the use and development of VKRP for three-year-old children enrolled in publicly funded pre-kindergarten programs.	TBD. Further analysis is needed to determine full impacts to the County.
Governor Item 129	Provides approximately \$73.7 million NGF each year from the Child Care and Development Fund (CCDF) based on an increase in administrative costs, projected increases in subsidy program participation, and higher per-child costs.	TBD. The CCDF provides funding for the state child care subsidy program (families in Fairfax County receiving subsidies have an annual median income of nearly \$30,000, while the cost of full-time care for a preschooler at a child care center ranges from over \$15,000 to over \$21,000 per year). Although the impact of this funding is not clear at this time, it may support serving additional children in the state subsidy program, and if per child costs are increased, this would benefit child care programs throughout the County. There is no projected fiscal impact to the County, as the Virginia Department of Social Services makes direct payments to child care programs for state funded child care assistance.
Governor Item 136	Provides \$5 million GF each year for the Early Childhood Educator Incentive grant	Positive. This will benefit early childhood educators throughout the Commonwealth, and may help

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	program to increase the number of recipients and award amounts.	programs in the County address recruitment and retention issues.
Governor Item 136	Provides approximately \$2 million GF in FY 2023 and approximately \$4.7 million GF in FY 2024 to increase state support for the Virginia Early Childhood Foundation (VECF) Mixed Delivery pre-kindergarten program to serve additional at-risk three- and four-year-old children, and to establish a pilot for up to 200 infant and toddler slots each year.	Positive. Fairfax County is a past recipient of a VECF Mixed Delivery grant. This provides another potential grant opportunity for the County.
Governor Item 136	Provides approximately \$1 million GF each year to establish early childhood education grow-your-own licensed educator grant programs to create a pipeline of well-prepared early childhood educators in partnership with school divisions and institutions of higher education.	Positive. This provides another potential grant opportunity for the County.
Governor Item 137	Provides approximately \$13.7 million GF each year to rebenchmark the Virginia Preschool Initiative (VPI) per pupil amount.	TBD. Rebenchmarking of the VPI per pupil amount could result in per pupil funding that better reflects the cost of providing VPI services in the County. Further analysis is needed to determine full impacts to the County.
Governor Item 137	Provides approximately \$6 million GF in FY 2023 and approximately \$13.4 million GF in FY 2024 for additional support to localities to serve three-year-old children through VPI.	Positive. The County currently serves three-year-old children in the VPI program, and this would provide the opportunity to enroll additional children.
Governor Item 137	Authorizes expanded eligibility for VPI to include certain five-year-olds who did not have access to an adequate preschool experience, with final placement based on family and program leader input.	Positive. This provides additional flexibility for the County.
Governor Item 137	Authorizes expanded eligibility for VPI to include all children with disabilities or delays who are eligible for special education services.	Positive. This provides additional flexibility for the County.
Governor Item 137	Provides over \$3.4 million GF in FY 2024 in support of community add-on grants for children served in a community-based early childhood setting, and requires the Department of Education to make recommendations on mixed-delivery	Positive. The add-on grants augment the cost per child and promote the participation of community early childhood programs in VPI.

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	preschool community provider add-on grant amounts.	
Child Welfare		
Governor Item 343	Provides approximately \$19.7 million NGF in FY 2023 and approximately \$20 million NGF in FY 2024 to support the design, development, and implementation of a modernized child support technology system.	None.
Governor Item 345	Provides approximately \$18 million GF and approximately \$6.6 million NGF each year to cover the cost of providing foster care and adoption subsidy payments.	Positive. Foster care payments are a shared expense between the state (77%) and the County (23%) – the state pays a higher share of community-based services like foster care in order to incentivize their use to the extent possible. Adoption subsidies are either 100% state funded or funded through a combination of state and federal funds (Title IV-E).
Governor Item 345	Provides approximately \$3.5 million GF and approximately \$3.5 million NGF in FY 2023 and approximately \$7.1 million GF and approximately \$7.1 million NGF in FY 2024 to develop a comprehensive child welfare information system compliant with federal requirements.	Positive. Development of a new system is critical, as the current system used by the Virginia Department of Social Services (VDSS) for the past 23 years is inadequate, inefficient, and time consuming for both County and state staff.
Health Departments		
Governor Item 292	Provides \$500,000 GF in FY 2023 to establish a workgroup to study primary care workforce issues and potential solutions, including the feasibility of loan forgiveness programs.	None. No direct fiscal impact to the County, but could potentially assist with primary care workforce issues.
Governor Item 294	Provides approximately \$2.8 million GF in FY 2023 and approximately \$5.7 million GF in FY 2024 to complete the phase-in of local match rate changes created by the revisions to the JLARC rate formula for the Cooperative Health Budget.	TBD. Further analysis is needed to determine full impacts to the County.
Governor Item 294	Provides approximately \$878,000 GF and approximately \$650,000 NGF in FY 2023 and approximately \$893,000 GF and approximately \$662,000 NGF in FY 2024 to support local health districts that are expecting significant cost increases due to	Current state support for the Fairfax County Health Department does not cover the full cost of local facilities, but the limited size of this appropriation seems unlikely to adequately address this issue, if at all.

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	moving to new facilities or rent increases in existing facilities.	
Department for Aging and Rehabilitative Services (DARS)		
Governor Item 331	Provides approximately \$2.7 million GF in FY 2023 and approximately \$2.6 million in FY 2024 for 300 additional public guardianship slots and to cover the cost of rebasing slots to a statewide minimum. The funding also covers the cost of an additional DARS oversight position and a legislative study.	None.
Governor	Provides approximately \$600,000 GF each year for an additional adult protective services position in each of DARS' five regional offices. The positions are focused on improving oversight of adult protective services provided by local departments of social services.	No significant impact on the County.
Governor Item 331	Provides \$600,000 GF each year to contract with Area Agencies on Aging to support the Virginia Insurance Counseling and Assistance Program for counseling to Medicare beneficiaries about health insurance options and plans.	No significant impact on the County.
Governor Item 335	Provides \$100,000 GF each year to replace expired federal grant support for legal services provided through the Senior Legal Helpline, which services low-income seniors and offers basic legal advice and referrals to other legal aid programs.	No significant impact on the County, though County residents may benefit from these services.
Behavioral Health		
Governor Item 311	Provides approximately \$3 million GF in FY 2023 for a pilot project through the Virginia Health Care Foundation to remove barriers to the mental health workforce, including the payment of supervision costs for individuals seeking degrees in social work or counseling.	TBD. Further analysis is needed to determine full impacts to the County. There is currently a nationwide shortage in behavioral health workers, and while it is unlikely that this funding is sufficient to fully address that issue in Virginia, it is clear that it will not be able to address the current crisis as quickly as necessary.
Governor Item 311	Provides \$1 million GF in FY 2023 to conduct a comprehensive study of the state and local public behavioral healthcare	TBD. Further analysis is needed to determine full impacts to the County. These efforts may be duplicative of multiple efforts over the past decade that

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	system, as well as \$100 million GF in FY 2024 to implement the recommendations of the study.	have studied the state and local public behavioral health system. Although the state has made substantial investments in behavioral health in the past, they have not been large enough, the change has not been comprehensive enough, and the funding has not been sustained to ensure that the behavioral health care system is transformed.
Governor Item 311	Provides approximately \$1 million GF each year for regional dementia behavioral specialists to provide crisis and diversion services targeted to individuals with dementia who are at risk of institutionalization.	Positive. This provides a more appropriate level of care for individuals with dementia.
Governor Item 311	Appropriates approximately \$1.7 million NGF each year from the Crisis Call Center Fund (generated by a surcharge on wireless service enacted in 2021), for costs associated with the establishment and operation of the 988 Crisis Call Center.	TBD. Further analysis is needed to determine full impacts to the County. Given the operational needs of call centers statewide, it is likely that this change will not fully fund the ongoing needs for statewide call centers.
Governor Item 312	Provides approximately \$1.7 million GF in FY 2024 to continue a pilot program for individuals with dementia who may otherwise be admitted to a state facility. The program is funded through federal ARPA SLFRF dollars in FY 2023.	TBD. This potentially creates more capacity for those with serious illness in need of psychiatric hospitalization, and provides a more appropriate level of care for individuals with dementia. Further analysis is needed to determine full impacts to the County. Currently, there is very little public information available as to the effectiveness of the existing pilot program. Additionally, at this time the program has not been made available to individuals in the Northern Virginia region.
Governor Item 312	Provides approximately \$3.7 million GF in FY 2023 and approximately \$3.3 million GF in FY 2024 for discharge assistance planning. Included in this appropriation is funding for a contract to study and implement rates for services funded by Discharge Assistance Planning (DAP) funds. Additionally, it includes funding to cover costs of moving, tracking, and monitoring of DAP funds and Local Inpatient Purchase of Service (LIPOS) funds to an internet-based solution.	TBD. Further analysis is needed to determine full impacts to the County. The County is in the process of developing a cost tracking system, which may effectively duplicate state efforts.

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Governor Item 312	Provides \$1 million GF each year to expand a pilot program providing transportation for individuals returning from state behavioral health facilities to their homes.	TBD. Further analysis is needed to determine full impacts to the County. Currently, there is very little public information available as to the effectiveness of the existing pilot program and how DBHDS has deployed the existing funds to assist with discharge planning.
Governor Item 312	Provides approximately \$1.9 million GF each year to fund the remaining costs of implementing the existing contract for alternative transportation of individuals under a temporary detention order (TDO) to ensure 24/7 coverage on a statewide basis.	TBD. Further analysis is needed to determine full impacts to the County. Currently, law enforcement spends hundreds of hours transporting individuals under a TDO to an inpatient bed, affecting resources needed for other public safety duties. This alternative transportation initiative has been hampered by restrictive criteria for contractors to transport individuals experiencing acute crises, reducing the capacity for alternatives to transport by law enforcement.
Governor Item 312	Provides approximately \$2.9 million GF each year to support the Virginia Mental Health Access Program, which expands access to mental health services for children.	TBD. Further analysis is needed to determine full impacts to the County.
Governor Item 312	Provides approximately \$3.4 million GF in FY 2024 to expand alternative custody options for individuals under TDOs by requiring the Department of Behavioral Health and Developmental Services (DBHDS) to create and implement a plan (including any necessary legislation) to increase alternative custody options for individuals under a TDO awaiting transport to an inpatient bed.	TBD. Further analysis is needed to determine full impacts to the County. Currently, law enforcement spends hundreds of hours transporting individuals under a TDO to an inpatient bed, affecting resources needed for other public safety duties.
Governor Item 312	Provides an additional \$2.2 million GF each year for grants to members of the Virginia Association of Recovery Residences for recovery support services.	TBD. Further analysis is needed to determine full impacts to the County. Additional information and guidance is needed from DBHDS regarding which individuals qualify for recovery support services.
Governor Item 313	Provides \$3 million GF each year to fund the implementation of a local Marcus Alert System for an additional five localities. Combined with previous allocations, this adjustment means that each local or regional	TBD. Further analysis is needed to determine full impacts to the County. Fairfax County is included in the additional five localities covered by this item. When compared to Fairfax County’s anticipated initial cost of approximately \$6.3 million, it seems clear that Marcus Alert will be underfunded from its inception,

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	implementation area program will receive \$600,000 per year in state support.	as was STEP-VA (System Transformation, Excellence and Performance in Virginia). If that is the case, each year that funding gap will likely widen as the funding burden on localities grows.
Governor Item 313	Provides \$2 million GF in FY 2023 and \$22 million GF in FY 2024 for crisis services, including support for the expansion of Crisis Intervention Team Assessment Centers or Crisis Stabilization Units into 23-hour crisis receiving or observation centers. \$20 million in federal ARPA funds supports these efforts in FY 2023.	TBD. Further analysis is needed to determine full impacts to the County. The County requires additional funding to expand crisis stabilization beds to 16 additional 23-hour beds. This funding could potentially assist with that effort.
Governor Item 313	Provides approximately \$11.3 million GF in FY 2023 and approximately \$19 million GF in FY 2024 for permanent supportive housing for individuals with serious mental illness, which includes a \$2.5 million annual set aside for housing in the Northern Virginia region.	Positive. The need for permanent supportive housing for individuals with serious mental illness in the County is very high. It is important that this funding include wrap around case management for individuals, as housing alone will not be sufficient. Wrap-around case management services would help ensure that those individuals are successful in maintaining their housing.
Governor Item 313	Provides \$5 million GF in FY 2024 for substance use disorder-specific training of the intellectual disability and developmental disability provider workforce, the development and implementation of substance use disorder services specific to transition-age youth (up to age 25), and additional substance use disorder services related to the COVID-19 pandemic. Funding in the first year is provided through federal APRA dollars.	TBD. Further analysis is needed to determine full impacts to the County. This allocation appears to be targeted at satisfying an existing US Department of Justice requirement. The restrictions on the types of trainings included in the item may limit its benefit to the County.
Governor Item 313	Provides approximately \$1 million GF in FY 2023 and approximately \$2.7 million GF in FY 2024 for the state rental assistance program to provide rental subsidies for individuals with intellectual or developmental disabilities.	Positive. This funding is related to the State Rental Assistance Program (SRAP) that currently supports 120 tenant-based certificates (similar to housing choice vouchers) and approximately 10 project-based certificates that will be placed at two properties currently under development (Arrowbrook and The Arden) in Fairfax County. Additional funding will help with the development and preservation of affordable housing for this vulnerable population. Support for additional funding for affordable housing is included in the County’s legislative program.

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Governor Item 313	Provides \$650,000 GF each year for mental health dockets to expand and provide additional support to existing mental health dockets.	TBD. Further analysis is needed to determine full impacts to the County. Support for mental health dockets is included in the County’s legislative program.
Governor Item 313	Provides approximately \$1.8 million GF each year for additional permanent supportive housing for pregnant or parenting women with substance use disorders. This funds rental subsidies and support services for 75 additional pregnant or parenting women.	TBD. Additional permanent supportive housing is needed and critical for County residents. Further analysis is needed to determine full impacts to the County. Setting aside funding for specific populations may affect the impact of the funding to the County and its residents.
Governor Item 313	Provides DBHDS authority to promulgate emergency regulations related to the structure of the Individual and Family Supports Program (IFSP).	TBD. Further analysis is needed to determine full impacts to the County. Any emergency regulations promulgated by DBHDS should be done in partnership with the CSBs and community providers.
Governor Item 313	Provides approximately \$22.2 million GF and approximately \$4.7 million NGF in FY 2023 and approximately \$28.3 million GF and approximately \$7.5 million NGF in FY 2024 to continue the implementation of STEP-VA, the Commonwealth’s behavioral health transformation plan. The funding is partially targeted towards implementing the remaining three of nine services required by STEP-VA. Additionally, funds are provided for local infrastructure and regional management of STEP-VA services.	TBD. Further analysis is needed to determine full impacts to the County. At no point during the four years of STEP-VA implementation has the Commonwealth provided adequate funding to implement any of the newly mandated services.
Governor Item 318	Provides approximately \$1.8 million GF each year for additional security staff at Eastern State Hospital and Northern Virginia Mental Health Institute in order to improve patient and staff safety.	TBD. Further analysis is needed to determine full impacts to the County. Since these funds are targeted at state facilities, they may have minimal impact on the County.
Governor Item 486	Provides approximately \$3.3 million GF in FY 2023 for overtime costs at state behavioral health facilities. An additional approximately \$4.2 million GF was provided in FY 2022 in the Caboose Bill to cover overtime costs.	TBD. Further analysis is needed to determine full impacts to the County. Since these funds are targeted at state facilities, they may have minimal impact on the County.

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Department of Social Services (DSS)		
Governor Item 340	Provides \$4 million GF each year for a pilot program administered by the Office of New Americans to competitively award grants to immigrant-serving and refugee-serving organizations. The grants will provide intensive case management to limited English proficiency individuals to assist them with applying for critical public services. Grants will also be awarded to refugee resettlement agencies to ensure that immigrants and refugees receive equitable services by expanding the agencies' capacity to provide legal services, case management, and assistance finding health care, housing, education, and employment.	Positive. The three resettlement agencies serving Fairfax County have had to rapidly expand their capacity to serve an unprecedented number of newcomers from Afghanistan – due to the significant influx of Afghans resettling in Northern Virginia, the County has been contacted by individuals and families who are working with a local resettlement agency but still require help obtaining basic needs due to the resettlement agencies' capacity constraints. This additional funding will help address those unmet needs.
Governor Item 340	Directs DSS to establish a workgroup to study Temporary Assistance for Needy Families (TANF) block grant spending to recommend changes necessary to ensure annual structural balance in state TANF spending.	None. Likely no direct/immediate impact to the County. There has been a surplus in state block grant funding for the last several years.
Governor Item 344	Provides \$1.35 million GF each year for the Virginia Sexual and Domestic Violence Prevention Fund.	Positive. This fund would enable the County to apply for sexual and domestic violence prevention funding. Prevention programs can stop violence before it happens, and historically have been underfunded. Sexual and domestic violence prevention efforts include evidence-informed, public health strategies to prevent violence, which is needed to counteract the effects of the pandemic and undo family and community risk factors for violence.
Governor Item 345	Provides \$400,000 GF and approximately \$3.55 million NGF in FY 2023 and approximately \$831,000 GF and approximately \$4 million NGF in FY 2024 to fund implementation of the Family First Prevention Services Act, including fidelity monitoring and evaluation of evidence-based prevention services.	TBD.
Governor Item 346	Provides \$59.5 million NGF in FY 2023 and \$122 million NGF in FY 2024 to fund the Percentage of Income Payment Program,	Positive. Likely no direct fiscal impact, however overall, this is positive for the County and its residents.

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	which provides utility payments to eligible low-income households.	
Governor Item 350	Directs DSS to create a taskforce to ensure state level support for local criminal justice diversion initiatives. The taskforce is also directed to study effective types of diversion tools for use in local criminal justice diversion programs and explore potential federal funding that could be used for such initiatives.	Positive. The County has long supported criminal justice efforts, particularly through the County’s Diversion First program. The taskforce may identify potential federal funds that can support existing County efforts, as well as providing legislative authority that could enhance County programs and services.
Governor Item 350	Provides approximately \$2.6 million GF and approximately \$12.3 million NGF in FY 2023 and approximately \$8.5 million GF and approximately \$23.5 million NGF in FY 2024 to replace the Virginia Case Management System.	TBD. Improved technology for the case management system is potentially beneficial to the County; however, more information is needed to determine the potential impact on County staff workload and services to County residents.
Governor Item 350	Requires the Department of Medical Assistance Services (DMAS) to amend the Virginia Family Access to Medical Insurance Security (FAMIS) State Plan to allow for the payment of prenatal, labor and delivery, and postpartum care pursuant to provisions in the federal 2009 Children’s Health Insurance Program (CHIP) Reauthorization Act, which includes care of all children who will be US citizens, US nationals, or qualified aliens at birth.	TBD. County staff projects that the new language will extend FAMIS eligibility to all pregnant women (including undocumented), as their child, upon birth, will be a US citizen. This has the potential to have a significant positive impact to County residents. More information is needed to determine any potential workload increases for County staff.
Governor Item 352	Provides \$215,000 GF and \$215,000 NGF each year to fund a multi-lingual outreach campaign in order to reach more vulnerable households.	Positive. Likely no direct fiscal impact to the County; however, the County continues to provide multi-lingual outreach to County residents and additional resources could be beneficial.
Substance Use		
Governor Item 311	Provides approximately \$102,000 GF each year to increase retail tobacco outlet compliance checks to prevent underage tobacco sales.	Positive. Support for efforts to curb underage tobacco use is included in the County’s legislative program.
Governor Item 311	Provides approximately \$1 million GF each year to support state oversight and coordination for an evidence-based prevention and youth media campaign and educational efforts related to marijuana legalization.	None.

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Transportation

Source	Amendment	Fairfax County Impact
REGIONAL ITEMS		
Northern Virginia Transportation Authority (NVTA) Funding		
<i>Governor</i> Items 451 (2020-22); 460 (2022-24)	<p>The Governor’s proposed 2020-2022 Caboose budget includes the regional funds provided for in HB 2313 (2013), including approximately \$693.8 million for distribution of NVTA Fund revenues over the 2020-2022 biennium (approximately \$58.5 million above what was previously projected for the biennium).</p> <p>The Governor's proposed 2022-2024 biennium budget includes approximately \$822.1 million for distribution of NVTA Fund revenues over the biennium, approximately \$128.3 million above the revised projection included in the proposed Caboose budget.</p>	<p>The amount received by the County is dependent on actual collections from the revenue sources. Through its Six Year Program, NVTA allocates 70 percent (approximately \$575.5 million in 2022-2024) to regional projects, and that funding has already been approved for projects through adoption of NVTA's 2018-2023 Six Year Program.</p> <p>Fairfax County should receive approximately \$111 million over the biennium to allocate for local projects approved by the Board of Supervisors (30% funding returned to localities), minus the respective shares provided to the Towns of Vienna and Herndon. Approximately \$14 million annually of this "30% 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 (2018).</p>
Regional Gas Tax		
<i>Governor</i> Item 444 (2022-2024)	Provides approximately \$207.4 million over the 2020-2022 biennium for regional gas taxes (for NVTC, PRTC). Estimates approximately \$110.5 million for NVTC over the 2022-2024 biennium, of which approximately \$22.2 million is transferred to the WMATA Capital Fund per HB 1539/SB 856 (2018).	The amount received by NVTC and the County is dependent on actual collections from the revenue sources.
STATEWIDE PROGRAMS		
Department of Rail and Public Transportation (DRPT)		
<i>Governor</i> Item 447 (2022-2024)	<p>Provides approximately \$1.16 billion for Public Transportation Programs (approximately \$105.9 million increase), including:</p> <ul style="list-style-type: none"> • Approximately \$213 million for Operating Assistance (approximately \$9 million decrease); 	The statewide Operating and Capital funding is subject to the transit prioritization process required by legislation passed in the 2018 GA, entitled MERIT, as well as the new programs created in HB 1414/SB 890 (2020), so the impact to Fairfax

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	<ul style="list-style-type: none"> • Approximately \$120 million for Capital Assistance (approximately \$2.5 million decrease); • Approximately \$357.7 million for WMATA operating and capital costs (state share of WMATA assistance) (approximately \$15.7 million increase); • \$4 million for federally mandated state safety oversight of fixed rail guideway transit agencies, i.e. the Metrorail Safety Commission (MSC); and, • \$50 million in each year as the state match for the federal Passenger Rail Investment and Improvement Act (PRIIA). <p>Includes approximately \$318.8 million for the WMATA Capital Fund, which includes the local and regional funding redirected as part of HB 1539/SB 856 (2018) (\$1.8 million decrease).</p>	Connector and VRE is currently unclear.
Virginia Passenger Rail Authority/Rail Programs		
<p>Governor Items 445/448 (2022-2024)</p>	<p>Moves a significant amount of funding from DRPT Rail Programs to the new Rail Authority created in 2020 as part of HB 1414/SB 890 to promote, sustain, and expand passenger and commuter rail service. The new Authority will receive approximately \$621.8 million for passenger rail development and operation programs. The 2022-2024 budget does continue to include some funding for rail programs at DRPT, including approximately \$176.2 million for Financial Assistance for Rail Programs, including: \$6 million for Rail Industrial Access; approximately \$29 million for Rail Preservation Programs; and, approximately \$141.2 million for Passenger and Freight Rail Financial Assistance Programs.</p>	TBD.
Virginia Department of Transportation (VDOT)		
<u>Environmental Monitoring and Evaluation</u>		
<p>Governor Items 445 (2020-2022); 450 (2022- 2024)</p>	<p>The Governor's proposed 2020-2022 Caboose budget provides approximately \$84.9 million for Environmental Monitoring and Evaluation (approximately \$2.9 million above what was previously projected for the biennium). The Governor's proposed 2022-2024 budget includes approximately \$30 million over the biennium, approximately \$30 million below the revised projection for the 2020-2022 biennium budget. The</p>	The funding change is minimal.

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	<p>2022-2024 budget includes approximately \$19.9 million for Environmental Monitoring and Compliance for Highway Projects (minimal change from the proposed Caboose budget) and approximately \$27.4 million for Municipal Separate Storm Sewer System (MS4) Compliance Activities (approximately \$30.6 million decrease from the proposed Caboose budget).</p>	
<p><i>Highway Construction</i></p>		
<p><i>Governor</i> Item 447 (2020-2022)</p>	<p>The Governor’s proposed 2020-2022 Caboose budget provides approximately \$8.05 billion for Highway Construction Programs, an approximate \$619.7 million increase from last year's budget. This includes: approximately \$697.4 million for State of Good Repair (approximately \$112 million increase); approximately \$656.7 million for the High Priority Projects Program (approximately \$138.1 million increase); approximately \$847.3 million for the Construction District Grant Program (approximately \$84.7 million increase); approximately \$5.07 billion for Specialized State and Federal Programs (approximately \$495.5 million increase); and, approximately \$689.7 million for Legacy Construction Formula Programs (approximately \$212.3 million decrease). Of the Specialized State and Federal Programs:</p> <ul style="list-style-type: none"> • Approximately \$233.4 million in federal Regional Surface Transportation Program (RSTP) funds; • Approximately \$43.5 million in federal and state matching funds for a new federal resiliency program; • Approximately \$166.2 million in federal Congestion Mitigation and Air Quality (CMAQ) funds; • Approximately \$239.7 million for Revenue Sharing (approximately \$30 million increase); • Approximately \$40.4 million for the Surface Transportation Block Grant Program Set-Aside; • Approximately \$30.7 million for the Virginia Transportation Infrastructure Bank (VTIB); • Approximately \$20.1 million for the Transportation Partnership Opportunity Fund (TPOF); and, 	<p>Many of these funds are subject to the Smart Scale or other prioritization processes, so the impact to Fairfax County is unclear.</p> <p>The \$30 million increase in Revenue Sharing will help bring the program closer to its original schedule, which the County supports in the legislative program.</p> <p>RSTP, CMAQ, HSIP, and Transportation Alternative funds are similar to what was allocated in previous years.</p>

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	<ul style="list-style-type: none"> • Approximately \$34.1 million in federal and state matching funds for a new federal Carbon Reduction Program. <p>Additionally,</p> <ul style="list-style-type: none"> • Approximately \$2.32 billion represents estimated project participation costs from localities and regional entities; • \$218.4 million in the second year represents bond proceeds to be used for the Route 58 Corridor Development Program. Item 452 also provides \$120 million from the Transportation Trust Fund (TTF); and, • Included in the amounts for specialized state and federal programs is the reappropriation of approximately \$1.06 billion in bond proceeds from various bond programs. 	
<p>Governor Item 452 (2022-2024)</p>	<p>For the 2022-2024 biennium, provides approximately \$9.17 billion for Highway Construction Programs, a \$1.1 billion increase over the proposed 2020-2022 Caboose budget. This includes:</p> <ul style="list-style-type: none"> • Approximately \$152.4 million for the Virginia Highway Safety Improvement Program (\$46.1 million increase over the former federal Highway Safety Improvement Program funding); • Approximately \$438.1 million for the new Interstate Operations and Enhancement Program; • Approximately \$832.1 million for State of Good Repair (approximately \$134.7 million increase); • Approximately \$863.9 million for the High Priority Projects Program (approximately \$207.3 million increase); • Approximately \$1.02 billion for the Construction District Grant Program (approximately \$176.1 million increase), which includes \$209.7 million from the regional fuel tax collected in transportation districts that do not have a regional authority; • Approximately \$5.25 billion for Specialized State and Federal Programs (approximately \$187 million increase); and, 	<p>Many of these funds are subject to the Smart Scale or other prioritization processes, so the impact to Fairfax County is unclear.</p> <p>The \$165 million increase in Revenue Sharing will help bring the program closer to its original schedule, which the County supports in the legislative program.</p> <p>The \$125 million increase in CMAQ should benefit the County and Northern Virginia.</p> <p>RSTP and Transportation Alternative funds are similar to what was allocated in previous years.</p> <p>The new trail program could provide funding for projects in the County, but none of the projects specifically included in the budget language are located in Northern Virginia.</p>

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	<ul style="list-style-type: none"> • Approximately \$510.2 million for Legacy Construction Formula Programs (approximately \$179.5 million decrease). <p>Of the Specialized State and Federal Programs:</p> <ul style="list-style-type: none"> • Approximately \$233.4 million for RSTP; • Approximately \$89.6 million in federal and state matching funds for a new federal resiliency program (approximately \$46 million increase); • Approximately \$291.9 million for CMAQ (approximately \$125 million increase); • Approximately \$405.4 million for Revenue Sharing (approximately \$165.7 million increase); • Approximately \$40.4 million for the Surface Transportation Block Grant Program Set-Aside; • Approximately \$30.7 million for the Virginia Transportation Infrastructure Bank (VTIB); • Approximately \$20.1 million for the Transportation Partnership Opportunity Fund (TPOF); and, • Approximately \$70.2 million federal and state matching funds for the new federal Carbon Reduction Program (approximately \$26.1 million increase). <p>Additionally,</p> <ul style="list-style-type: none"> • Approximately \$2.32 billion represents estimated project participation costs from localities and regional entities; • \$152.2 million in the second year represents bond proceeds to be used for the Route 58 Corridor Development Program (\$66 million decrease). Item 452 also provides \$120 million from the Transportation Trust Fund (TTF) to the U.S. Route 58 Corridor Development Fund; and, • Included in the amounts for specialized state and federal programs is the reappropriation of approximately \$1.06 billion from bond proceeds from various bond programs. 	
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	<p>The budget also provides \$207.2 million from the General Fund to support the planning, development, and construction of multi-use trails in the Commonwealth, including the Fall Line Trail in central Virginia, the Shenandoah Valley Rail Trail, and the Eastern Shore Rail Trail.</p>	
<p>Governor Item 447.1 (2020-2022)</p>	<p>The Governor’s proposed 2020-2022 Caboose budget includes \$404.2 million from the following sources to create the 2021 Transportation Funding Initiative (\$115.8 million): \$233.4 million provided by the federal Coronavirus Response and Relief Supplemental Appropriations (CARES) Act; \$20 million in uncommitted balances in the Virginia Transportation Partnership Opportunity Fund; \$15 million in uncommitted balances previously allocated for Financial Assistance for Planning, Access Road, and Special Projects, and \$170.8 million from the GF, including the FY 2021 GF surplus directed to the Commonwealth Transportation Fund.</p> <p>The funding will be utilized for a variety of projects and programs including:</p> <ul style="list-style-type: none"> • Up to \$30 million for the Mid-Atlantic Regional Spaceport, to enhance capabilities and provide access to space for new customers and programs (new in the Caboose budget); • Up to \$25.8 million for regional trails, including for several specified trails, none of which are in Northern Virginia (new in the Caboose budget); • Up to \$20 million for the Air Terminal Interchange at-grade intersection project on I-564 in Hampton Roads (new in the Caboose budget); • Up to \$20 million to improve I-64 between Richmond and Williamsburg (new in the Caboose budget); • Up to \$10 million for TPOF to return funding previously provided for the Initiative (new in the Caboose budget); • Up to \$10 million to support efforts to address the loss of wildlife habitat impacted by transportation projects in Hampton Roads (new in the Caboose budget); 	<p>None of the new projects listed are in Northern Virginia. However, several projects/programs in the original Funding Initiative benefited the County and/or region.</p>

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	<ul style="list-style-type: none"> • Up to \$83.5 million to improve commuter rail service on the VRE Manassas Line; • Up to \$32.4 million for the Commonwealth's share of funding to the WMATA Capital Fund, as well as assistance for member jurisdictions to reduce their FY 2022 operational obligations; • Up to \$10 million for regional trails; • Up to \$10.9 million to establish pilot programs for fare-free transit; • Up to \$93.1 million for improvements to the Interstate 64 Corridor in the Hampton Roads and Richmond regions; • Up to \$10 million for a connected infrastructure redevelopment demonstration program within and adjacent to the Virginia Tech campus in the City of Falls Church; and, • A requirement for the Commonwealth Transportation Board (CTB) to provide an interim report on the use of these funds by November 1, 2021, and a final report by June 30, 2022. <p>The budget also includes language restoring GFs allocated to this item if additional one-time, supplemental federal funds over \$55 million with similar eligibility requirements are made available prior to June 30, 2021.</p> <p>Similar language is not included in the 2022-2024 biennium budget.</p>	
<i>Highway Maintenance</i>		
<i>Governor</i> Item 448 (2020-2022)	<p>The Governor's proposed 2020-2022 Caboose budget provides approximately \$4.07 billion for Highway System Maintenance and Operations, a \$19.6 million decrease. This includes:</p> <ul style="list-style-type: none"> • Approximately \$961.7 million for interstates (approximately \$9.3 million decrease); • Approximately \$1.27 billion for primaries (approximately \$1.4 million decrease); • Approximately \$1.22 billion for secondaries (approximately \$16.8 million decrease); and, • Approximately \$435.8 million for Transportation Operations Services (approximately \$5.2 million increase). 	<p>Using historical estimates, approximately \$2.3 million less may be available for maintenance and operations within Northern Virginia.</p>

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<p>Governor Item 453 (2022-2024)</p>	<p>The proposed 2022-2024 budget provides \$4.28 billion for Highway System Maintenance and Operations, a \$206.6 million increase from the proposed Caboose budget. This includes:</p> <ul style="list-style-type: none"> • Approximately \$987.5 million for interstates (approximately \$25.7 million increase); • Approximately \$1.54 billion for primaries (approximately \$270.8 million increase); • Approximately \$1.20 billion for secondaries (approximately \$16.7 million decrease); and, • Approximately \$400.4 million for Transportation Operations Services (approximately \$35.5 million decrease). 	<p>Using historical estimates, approximately \$31 million more may be available for maintenance and operations within Northern Virginia.</p>
<p><u>Special Structures</u></p>		
<p>Governor Items 449 (2020-2022); 454 (2022- 2024)</p>	<p>The Governor’s proposed 2020-2022 Caboose budget provides \$30 million for this program, a \$25 million increase. The proposed 2022-2024 budget provides approximately \$161.3 million for this program, an additional increase of approximately \$131.3 million from the proposed Caboose budget.</p>	<p>The Commonwealth’s report on the overall condition of special structures identified only one such structure in Northern Virginia, so this should have little impact on the region.</p>
<p><u>Toll Facilities</u></p>		
<p>Governor Items 450 (2020-2022); 455 (2022- 2024)</p>	<p>The Governor’s proposed 2020-2022 Caboose budget includes approximately \$154.8 million for toll facilities (approximately \$22.5 million decrease), approximately \$3 million for Debt Service (no change); approximately \$78.3 million for Maintenance and Operations (approximately \$22.5 million decrease); and, approximately \$73.5 million for the Revolving Fund (no change).</p> <p>The proposed 2022-2024 budget provides approximately \$196.9 million for toll facilities (approximately \$42.1 million decrease from the proposed Caboose budget, with no funding specified for Debt Service); approximately \$123.4 million for Maintenance and Operations (approximately \$45.1 million increase); and, approximately \$73.5 million for the Revolving Fund (no change).</p>	<p>TBD.</p>