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## COMMONWEALTH OF VIRGINIA

### *Compensation Board*

P.O. Box 710  
Richmond, Virginia 23218-0710

January 12, 2010

#### **MEMORANDUM**

TO: The Honorable Charles E. Jett, Sr., President, Virginia Sheriffs' Association  
The Honorable Neil S. Vener, President, Virginia Association of Commonwealth's Attorneys  
The Honorable Gerald Duncan, President, Treasurers' Association of Virginia  
The Honorable Page Johnson, President, Commissioners of the Revenue Association of Virginia  
The Honorable Charles 'Vic' Mason, President, Virginia Court Clerks' Association  
The Honorable Larry Pritchett, President, Virginia Association of Local Elected Constitutional Officers  
Superintendent Lance Forsythe, President, Virginia Association of Regional Jails  
Michael E. Amyx, Executive Director, Virginia Municipal League  
James D. Campbell, Executive Director, Virginia Association of Counties

FROM: Robyn M. de Socio, Executive Secretary

RE: Detailed estimates regarding Budget Bill Proposals

As mentioned in my memo to you of December 18, 2009 staff has been working to develop more detailed analyses of budget bill proposals and to provide information at the locality/office level. Below are links to individual spreadsheets that include estimates of the potential impact of each budget proposal included in the Governor's introduced budget for FY10 (SB29) and FY11-FY12 (HB30/SB30).

Please note that these spreadsheets contain preliminary staff estimates based upon analysis we've been able to complete thus far, and also that these staff estimates are of the potential impact of the proposed budget at the local level, based upon our current interpretation of the proposals, and not Compensation Board approved implementation strategies. There may still be outstanding technical issues identified, legislative changes to the proposals that could affect these estimated distributions, and the Board may not act on budget bill proposals until after legislative action in the 2010 session of the General Assembly.

I would also like to provide clarification on a few issues we had not fully reviewed at the time of my December 18 memo:

- For all offices, it should be noted that the \$50 million annual Aid to Localities reductions administered in FY09 and FY10 have been eliminated beginning in FY11 in HB30. This is the annual reduction requiring local governments to choose whether to send a check to the Commonwealth or to reduce funds flowing through an Aid to Localities funding program such as constitutional officer or regional jail reimbursements through the Compensation Board.
- Regarding jail per diem payments for inmates housed under the jail contract bed program with the Department of Corrections, HB30 does not propose eliminating the additional \$14 per diem as originally stated, but rather reduces the additional per diem amount from \$14 per day to \$8 per day.

- Regarding the Circuit Court Clerks' Technology Trust Fund, HB30 does provide for a \$8 million line of credit for the purposes of budgeting incoming collections in the year in which they are collected, beginning in FY11. Additional amendments to SB29 provide for both the reversion of \$2 million in FY09 year-end cash balances as well as the reversion of \$7 million in FY10 collections. The combination of these two proposals if approved will result in the reversion of \$9 million in TTF cash balances and collections prior to June 30, 2010, and the budgeting of incoming collections in FY11 based upon a forecast of that year's revenue into the fund.

Following are links to the detailed estimates by locality/office:

**FY10 – current year proposals**

Sheriffs and Regional Jail Superintendents	<a href="http://www.scb.virginia.gov/impacts/Sheriffs-RegJI%20Budget%20Bill%20Impact%20Estimatefy10.pdf">http://www.scb.virginia.gov/impacts/Sheriffs-RegJI%20Budget%20Bill%20Impact%20Estimatefy10.pdf</a>
Commonwealth's Attorneys	<a href="http://www.scb.virginia.gov/impacts/Com%20Attys%20Budget%20Bill%20Impact%20Estimatefy10.pdf">http://www.scb.virginia.gov/impacts/Com%20Attys%20Budget%20Bill%20Impact%20Estimatefy10.pdf</a>
Circuit Court Clerks	<a href="http://www.scb.virginia.gov/impacts/Clerks%20Budget%20Bill%20Impact%20Estimatefy10.pdf">http://www.scb.virginia.gov/impacts/Clerks%20Budget%20Bill%20Impact%20Estimatefy10.pdf</a>
Treasurers	<a href="http://www.scb.virginia.gov/impacts/Treasurers%20Budget%20Bill%20Impact%20Estimatefy10.pdf">http://www.scb.virginia.gov/impacts/Treasurers%20Budget%20Bill%20Impact%20Estimatefy10.pdf</a>
Directors of Finance	<a href="http://www.scb.virginia.gov/impacts/Finance%20Directors%20Budget%20Bill%20Impact%20Estimatefy10.pdf">http://www.scb.virginia.gov/impacts/Finance%20Directors%20Budget%20Bill%20Impact%20Estimatefy10.pdf</a>
Commissioners of the Revenue	<a href="http://www.scb.virginia.gov/impacts/Commissioners%20Budget%20Bill%20Impact%20Estimatefy10.pdf">http://www.scb.virginia.gov/impacts/Commissioners%20Budget%20Bill%20Impact%20Estimatefy10.pdf</a>

**FY11 & FY12 – next biennium proposals – amounts for each year FY11 and FY12**

Sheriffs and Regional Jail Superintendents	<a href="http://www.scb.virginia.gov/impacts/Sheriffs-RegJI%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf">http://www.scb.virginia.gov/impacts/Sheriffs-RegJI%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf</a>
Commonwealth's Attorneys	<a href="http://www.scb.virginia.gov/impacts/Com%20Attys%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf">http://www.scb.virginia.gov/impacts/Com%20Attys%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf</a>
Circuit Court Clerks	<a href="http://www.scb.virginia.gov/impacts/Clerks%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf">http://www.scb.virginia.gov/impacts/Clerks%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf</a>
Clerks Technology Trust Fund	<a href="http://www.scb.virginia.gov/impacts/Clerks'%20TTF%20Budget%20Bill%20Impact%20Statement.pdf">http://www.scb.virginia.gov/impacts/Clerks'%20TTF%20Budget%20Bill%20Impact%20Statement.pdf</a>
Treasurers	<a href="http://www.scb.virginia.gov/impacts/Treasurers%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf">http://www.scb.virginia.gov/impacts/Treasurers%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf</a>
Directors of Finance	<a href="http://www.scb.virginia.gov/impacts/Finance%20Directors%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf">http://www.scb.virginia.gov/impacts/Finance%20Directors%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf</a>
Commissioners of the Revenue	<a href="http://www.scb.virginia.gov/impacts/Commissioners%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf">http://www.scb.virginia.gov/impacts/Commissioners%20Budget%20Bill%20Impact%20Estimatefy11-12.pdf</a>

Regarding these estimates, please note the following:

- For FY10, the reduction amounts identified include unchanged amounts that are already being implemented based upon Governor Kaine's September, 2009 Budget Reduction Plan, and also include the additional proposed reductions of a one-day furlough for officers and staff, and the elimination of reimbursement of retirement and group life insurance contributions in the last three months of this fiscal year.
- For FY11 and FY12, note that the reduction amounts identified are single year figures, and represent a potential budget reduction amount in each year of the FY11 and FY12 biennium.
- For both spreadsheets, some items would impact the budget set for the office by the Compensation Board, such as across-the-board reductions, elimination of career development funds, etc., whereas other funding items do not impact the budget but impact reimbursements to localities, such as the elimination of reimbursements for retirement and group life insurance contributions, and increased recoveries for liability insurance/surety bond premiums.

I hope that this information is helpful to you in gaining an understanding of the potential impact to budgeted and reimbursed funds based upon the proposals contained in SB29 and HB30/SB30. Please keep in mind the preliminary nature of these estimates and the possibility that changes could occur as these proposals go through the legislative process over the coming months.

Please feel free to contact me, Charlotte Luck, Charlene Rollins or your Program Technician should you need additional information or have any questions concerning the detailed estimates.

cc: Constitutional Officers, Regional Jail Superintendents, Directors of Finance  
Governing Bodies  
Compensation Board Members  
Compensation Board Staff  
John Crooks, Analyst, Department of Planning and Budget  
John Jones, Executive Director, Virginia Sheriffs' Association  
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