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SENATE BILL NO. 187

Offered January 8, 2014

Prefiled January 2, 2014

A BILL to amend and reenact §§ 2.2-1503.1, 2.2-1504, 2.2-1506, 2.2-1508, 2.2-1509, 2.2-2400, 9.1-167, 9.1-172, 10.1-1322, 10.1-1402.1, 10.1-2202.3, 10.1-2212, 10.1-2213, 16.1-309.4, 22.1-18.01, 22.1-253.13:6, 22.1-289.1, 23-19, 23-38.87:13, 23-38.87:17, 33.1-23.02, 46.2-1503.5, 51.1-145, 53.1-82.3, 54.1-114, 54.1-1118, 54.1-2113, 54.1-4421, 58.1-1011, 58.1-1021.04:1, and 62.1-44.15:6 of the Code of Virginia, relating to changing the Commonwealth's biennial appropriations to begin in an odd-numbered year.

Patron—McDougle

Referred to Committee on Finance

Be it enacted by the General Assembly of Virginia:

1. That §§ 2.2-1503.1, 2.2-1504, 2.2-1506, 2.2-1508, 2.2-1509, 2.2-2400, 9.1-167, 9.1-172, 10.1-1322, 10.1-1402.1, 10.1-2202.3, 10.1-2212, 10.1-2213, 16.1-309.4, 22.1-18.01, 22.1-253.13:6, 22.1-289.1, 23-19, 23-38.87:13, 23-38.87:17, 33.1-23.02, 46.2-1503.5, 51.1-145, 53.1-82.3, 54.1-114, 54.1-1118, 54.1-2113, 54.1-4421, 58.1-1011, 58.1-1021.04:1, and 62.1-44.15:6 of the Code of Virginia are amended and reenacted as follows:

§ 2.2-1503.1. Filing of six-year financial outline by Governor.

On or before the first day of each regular session of the General Assembly held in an ~~even-numbered~~ *odd-numbered* year, the Governor shall prepare and submit to the members of the General Assembly a financial plan for a prospective period of six years. The plan shall consist of (i) the Governor's biennial budget submitted pursuant to subsection A of § 2.2-1508, (ii) estimates of anticipated general fund and nongeneral fund revenue prepared for an additional period of four years pursuant to § 2.2-1503, and (iii) estimates of the general and nongeneral fund appropriations required for each major program for an additional period of four years. In preparing such financial plan, the Governor may utilize the estimate prepared by each agency pursuant to § 2.2-1504, or such other information as he may deem necessary.

§ 2.2-1504. Estimates by state agencies of amounts needed.

A. Biennially in the ~~odd-numbered~~ *even-numbered* years, on a date established by the Governor, each of the several state agencies and other agencies and undertakings receiving or asking financial aid from the Commonwealth shall report to the Governor, through the responsible secretary designated by statute or executive order, in a format prescribed for such purpose, an estimate in itemized form in accordance with the expenditure classification adopted by the Governor, showing the amount needed for each year of the ensuing biennial period beginning with the first day of July. The Governor may prescribe targets that shall not be exceeded in the official estimate of each agency; however, an agency may submit to the Governor a request for an amount exceeding the target as an addendum to its official budget estimate.

B. Each agency or undertaking required to submit a biennial estimate pursuant to subsection A shall simultaneously submit an estimate of the amount that will be needed for the two succeeding biennial periods beginning July 1 of the third year following the year in which the estimate is submitted. The Department shall provide, within thirty days following receipt, copies of all agency estimates provided under this subsection to the chairmen of the House Committee on Appropriations and the Senate Committee on Finance.

C. The format used in making these estimates shall (i) be prescribed by the Governor, shall (ii) be uniform for all agencies, and (iii) clearly designate the kind of information to be given. The Governor may prescribe a different format for estimates from institutions of higher education, which format shall be uniform for all such institutions and shall clearly designate the kind of information to be provided.

§ 2.2-1506. Estimates of financial needs of General Assembly and judiciary.

On or before the first day of September biennially in the ~~odd-numbered~~ *even-numbered* years the Committees on Rules of the House of Delegates and the Senate shall furnish the Governor an estimate of the financial needs of the General Assembly for each year of the ensuing biennial period beginning with the first day of July thereafter; and the Supreme Court of Virginia shall furnish to the Governor an estimate of the financial needs of the judiciary for each year of the ensuing biennial period beginning with the first day of July thereafter. The Committees on Rules of the House of Delegates and the Senate and the Supreme Court shall transmit to the Governor the estimates of all increases or decreases.

§ 2.2-1508. Submission of executive budget to General Assembly.

A. On or before December 20 in the year immediately prior to the beginning of each regular session

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59 of the General Assembly held in an ~~even-numbered~~ *odd-numbered* year, the Governor shall submit to
60 the presiding officer of each house of the General Assembly printed copies of a budget document, which
61 shall be known as "The Executive Budget," based on his own conclusions and judgment, containing the
62 following:

63 1. For each agency, the amount and number of positions appropriated for the current appropriation
64 year and the amount and number of positions recommended for each year of the ensuing biennial period
65 beginning with the first day of July thereafter, accompanied by an explanation of the recommended
66 amount and number of positions. Such information shall also include the total estimated amount
67 appropriated for personnel costs for each agency.

68 2. A statement of historical and projected trends that influence the general economic conditions in
69 the Commonwealth and a statement of the economic assumptions upon which revenue projections are
70 based.

71 3. A statement of the Governor's proposed goals, objectives, and policies in the areas of:

- 72 a. Administration of justice;
- 73 b. Education, including intellectual and cultural development;
- 74 c. Individual and family services;
- 75 d. Resources and economic development, including specific references to economic development and
76 management of natural resources;
- 77 e. Transportation; and
- 78 f. General government, including therein or as separate categories areas of multiple impact, such as
79 telecommunications, energy, and urban development.

80 4. A statement organized by function, primary agency, and proposed appropriation item that sets
81 forth:

- 82 a. Identification of common programs and services;
- 83 b. Service attainments or lack of attainments and service terminations or reductions for the biennium;
- 84 c. Major goals, objectives, and specific outcomes related to expenditures for programs;
- 85 d. Program measures and performance standards to be used in monitoring and evaluating services;
86 and the development of appropriate evaluation cycles, within available resources;
- 87 e. The amount of each primary agency's budget that is direct aid to localities.

88 5. A statement of proposed capital appropriations organized by the primary agency that sets forth the
89 program need for the project and the proposed source of funding.

90 6. A listing of all activity, program-related, agency or departmental evaluations performed in the
91 previous two years with guidance indicating the manner in which the public can gain access to the full
92 text of such studies.

93 7. A schedule and description of all data processing or other projects in which the Commonwealth
94 has entered into or plans to enter into a contract, agreement or other financing agreement or such other
95 arrangement that requires that the Commonwealth either pay for the contract by foregoing revenue
96 collections, or allows or assigns to another party the collection on behalf of or for the Commonwealth
97 any fees, charges, or other assessment or revenues to pay for the project. Such schedule shall include by
98 agency and project (i) a summary of the terms, (ii) the anticipated duration, and (iii) cost or charges to
99 any user, whether a state agency or institutions or other party not directly a party to the project
100 arrangements. The description shall also include any terms or conditions that bind the Commonwealth or
101 restrict the Commonwealth operations and the methods of procurement employed to reach such terms.

102 B. On or before December 20 of the year immediately prior to the beginning of the regular session
103 of the General Assembly held in ~~odd-numbered~~ *even-numbered* years, the Governor shall submit to the
104 presiding officer of each house of the General Assembly printed copies of a budget document, which
105 shall be known as "Executive Amendments to the Appropriation Act," describing all gubernatorial
106 amendments proposed to the general appropriation act enacted in the immediately preceding
107 ~~even-numbered~~ *odd-numbered* session.

108 C. The Department of Planning and Budget shall prepare "The Executive Budget" and the "Executive
109 Amendments to the Appropriation Act" in a manner and with language that can be easily understood by
110 the citizens of the Commonwealth and that provides, to the extent practical, a cross-reference to the
111 Governor's recommended budget bill or amendments to the Appropriation Act. Such documents shall
112 also be placed on the Internet to provide easy access by the public.

113 **§ 2.2-1509. Budget bill.**

114 A. (Effective until July 1, 2017) On or before December 20 of the year immediately prior to the
115 beginning of each regular session of the General Assembly held in an ~~even-numbered~~ *odd-numbered*
116 year, the Governor also shall submit to the presiding officer of each house of the General Assembly, at
117 the same time he submits "The Executive Budget," copies of a tentative bill for all proposed
118 appropriations of the budget, for each year in the ensuing biennial appropriation period, which shall be
119 known as "The Budget Bill." "The Budget Bill" shall be organized by function, primary agency, and
120 proposed appropriation item and shall include (i) an identification of, and authorization for, common

programs and (ii) the appropriation of funds according to programs. Strategic plan information and performance measurement results developed by each agency shall be made available to the General Assembly as it considers "The Budget Bill." Except as expressly provided in an appropriation act, whenever the amounts in a schedule for a single appropriation item are shown in two or more lines, the portions of the total amount shown on separate lines are for information purposes only and are not limiting. No such bill shall contain any appropriation the expenditure of which is contingent upon the receipt of revenues in excess of funds unconditionally appropriated.

A. (Effective July 1, 2017) On or before December 20 of the year immediately prior to the beginning of each regular session of the General Assembly held in an ~~even-numbered~~ *odd-numbered* year, the Governor also shall submit to the presiding officer of each house of the General Assembly, at the same time he submits "The Executive Budget," copies of a tentative bill for all proposed appropriations of the budget, for each year in the ensuing biennial appropriation period, which shall be known as "The Budget Bill." "The Budget Bill" shall be organized by function, primary agency, and proposed appropriation item and shall include an identification of, and authorization for, common programs and the appropriation of funds according to programs. Except as expressly provided in an appropriation act, whenever the amounts in a schedule for a single appropriation item are shown in two or more lines, the portions of the total amount shown on separate lines are for information purposes only and are not limiting. No such bill shall contain any appropriation the expenditure of which is contingent upon the receipt of revenues in excess of funds unconditionally appropriated.

B. The salary proposed for payment for the position of each cabinet secretary and administrative head of each agency and institution of the executive branch of state government shall be specified in "The Budget Bill," showing the salary ranges and levels proposed for such positions.

C. "The Budget Bill" shall include all proposed capital appropriations, including each capital project to be financed through revenue bonds or other debt issuance, the amount of each project, and the identity of the entity that will issue the debt.

D. Concurrently with the submission of "The Budget Bill," the Governor shall submit a tentative bill involving a request for authorization of additional bonded indebtedness if its issuance is authorized by, or its repayment is proposed to be made in whole or in part, from revenues or appropriations contained in "The Budget Bill."

E. On or before December 20 of the year immediately prior to the beginning of each regular session held in an ~~odd-numbered~~ *even-numbered* year of the General Assembly, the Governor shall submit to the presiding officer of each house printed copies of all gubernatorial amendments proposed to the general appropriation act adopted in the immediately preceding ~~even-numbered~~ *odd-numbered* year session. In preparing the amendments, the Governor may obtain estimates in the manner prescribed in §§ 2.2-1504, 2.2-1505, and 2.2-1506. On the same date he shall also submit a tentative bill during the second year of the appropriation period, a request for authorization of additional bonded indebtedness if its issuance is authorized by, or its repayment is proposed to be made in whole or in part, from revenues or appropriations contained in the proposed gubernatorial amendments.

F. The proposed capital appropriations or capital projects described in, or for which proposed appropriations are made pursuant to, this section shall include the capital outlay projects required to be included in "The Budget Bill" pursuant to § 2.2-1509.1. The Governor shall propose appropriations for such capital outlay projects in "The Budget Bill" in accordance with the minimum amount of funding and the designated sources of funding for such projects as required under § 2.2-1509.1.

§ 2.2-2400. Art and Architectural Review Board; members and officers; travel expenses; quorum; compensation; staff; report.

A. The Art and Architectural Review Board (the Board) is established as an advisory board, within the meaning of § 2.2-2100, in the executive branch of state government. The Board shall consist of six members as follows: the Director of the Department of Historic Resources, or his designee, serving as an ex officio member and five citizen members, appointed by the Governor. Of the citizen members, one shall be an architect who may be appointed from a list of two or more architects nominated by the governing board of the Virginia Society of the American Institute of Architects; one may be appointed from a list of two or more persons nominated by the governing board of the University of Virginia; one shall be a member of the board of trustees of the Virginia Museum of Fine Arts; and two shall be appointed from the Commonwealth at large, one of whom shall be a painter or sculptor. Lists of nominees shall be submitted at least 60 days before the expiration of the member's term for which the nominations are being made in order to be considered by the Governor in making appointments pursuant to this section.

B. Beginning July 1, 2011, the Governor's appointments of the five citizen members shall be staggered as follows: two members for a term of one year, two members for a term of two years, and one member for a term of three years. Thereafter, members of the Board shall be appointed for terms of four years each, except appointments to fill vacancies, which shall be for the unexpired terms. No

182 member shall serve for more than two consecutive four-year terms, except that any member appointed to
183 the unexpired term of another shall be eligible to serve two consecutive four-year terms. Vacancies shall
184 be filled in the manner of the original appointments. The Director of the Department of Historic
185 Resources shall serve a term coincident with his term of office.

186 C. Annually, the Board shall elect a chairman and vice-chairman and may elect such other officers as
187 the Board deems proper from among its membership. A majority of the members of the Board shall
188 constitute a quorum.

189 D. The members of the Board shall serve without compensation, but shall be reimbursed for all
190 reasonable and necessary expenses incurred in the discharge of their duties as provided in § 2.2-2825.

191 E. The Division of Engineering and Buildings of the Department of General Services shall provide
192 assistance to the Board in the undertaking of its responsibilities.

193 F. The Board shall submit a biennial report to the Governor and General Assembly on or before
194 October 1 of each ~~even-numbered~~ *odd-numbered* year.

195 **§ 9.1-167. Calculation of adjusted crime index; use.**

196 By January 1 of each ~~even-numbered~~ *odd-numbered* year, the Department, using the relevant base
197 year data, shall calculate the adjusted crime index for each city and each eligible county. Such
198 calculation shall be used for the succeeding fiscal biennium adjusted for annexation as determined by the
199 Department.

200 **§ 9.1-172. Periodic determination of weights and constants.**

201 Prior to the convening of the General Assembly in each ~~even-numbered~~ *odd-numbered* year, the
202 Department shall determine whether the variables incorporated in the equation used in the distribution
203 formula are statistically acceptable for such computation, and to determine whether any other variables
204 would be better predictors of crime. If, as a result of this research, the Department determines that the
205 variables used in the equation should be changed, it shall recommend to the General Assembly
206 appropriate legislation to accomplish this change.

207 **§ 10.1-1322. Permits.**

208 A. Pursuant to regulations adopted by the Board and subject to § 10.1-1322.01, permits may be
209 issued, amended, revoked or terminated and reissued by the Department and may be enforced under the
210 provisions of this chapter in the same manner as regulations and orders. Failure to comply with any
211 condition of a permit shall be considered a violation of this chapter and investigations and enforcement
212 actions may be pursued in the same manner as is done with regulations and orders of the Board under
213 the provisions of this chapter. To the extent allowed by federal law, any person holding a permit who is
214 intending to upgrade the permitted facility by installing technology, control equipment, or other
215 apparatus that the permittee demonstrates to the satisfaction of the Director will result in improved
216 energy efficiency, will reduce the emissions of regulated air pollutants, and meets the requirements of
217 Best Available Control Technology shall not be required to obtain a new, modified, or amended permit.
218 The permit holder shall provide the demonstration anticipated by this subsection to the Department no
219 later than 30 days prior to commencing construction.

220 B. The Board by regulation may prescribe and provide for the payment and collection of annual
221 permit program fees for air pollution sources. Annual permit program fees shall not be collected until (i)
222 the federal Environmental Protection Agency approves the Board's operating permit program established
223 pursuant to Title V of the federal Clean Air Act or (ii) the Governor determines that such fees are
224 needed earlier to maintain primacy over the program. The annual fees shall be based on the actual
225 emissions (as calculated or estimated) of each regulated pollutant, as defined in § 502 of the federal
226 Clean Air Act, in tons per year, not to exceed 4,000 tons per year of each pollutant for each source. The
227 annual permit program fees shall not exceed a base year amount of \$25 per ton using 1990 as the base
228 year, and shall be adjusted annually by the Consumer Price Index as described in § 502 of the federal
229 Clean Air Act. Permit program fees for air pollution sources who receive state operating permits in lieu
230 of Title V operating permits shall be paid in the first year and thereafter shall be paid biennially. The
231 fees shall approximate the direct and indirect costs of administering and enforcing the permit program,
232 and of administering the small business stationary source technical and environmental compliance
233 assistance program as required by the federal Clean Air Act. The Board shall also collect permit
234 application fee amounts not to exceed \$30,000 from applicants for a permit for a new major stationary
235 source. The permit application fee amount paid shall be credited towards the amount of annual fees
236 owed pursuant to this section during the first two years of the source's operation. The fees shall be
237 exempt from statewide indirect costs charged and collected by the Department of Accounts.

238 C. When adopting regulations for permit program fees for air pollution sources, the Board shall take
239 into account the permit fees charged in neighboring states and the importance of not placing existing or
240 prospective industry in the Commonwealth at a competitive disadvantage.

241 D. On or before January 1 of every ~~even-numbered~~ *odd-numbered* year, the Department shall make
242 an evaluation of the implementation of the permit fee program and provide this evaluation in writing to
243 the Senate Committee on Agriculture, Conservation and Natural Resources, the Senate Committee on

Finance, the House Committee on Appropriations, the House Committee on Agriculture, Chesapeake and Natural Resources, and the House Committee on Finance. This evaluation shall include a report on the total fees collected, the amount of general funds allocated to the Department, the Department's use of the fees and the general funds, the number of permit applications received, the number of permits issued, the progress in eliminating permit backlogs, and the timeliness of permit processing.

E. To the extent allowed by federal law and regulations, priority for utilization of permit fees shall be given to cover the costs of processing permit applications in order to more efficiently issue permits.

F. Fees collected pursuant to this section shall not supplant or reduce in any way the general fund appropriation to the Department.

G. The permit fees shall apply to permit programs in existence on July 1, 1992, any additional permit programs that may be required by the federal government and administered by the Board, or any new permit program required by the Code of Virginia.

H. The permit program fee regulations promulgated pursuant to this section shall not become effective until July 1, 1993.

I. [Expired.]

§ 10.1-1402.1. Permit fee regulations.

Regulations promulgated by the Board which establish a permit fee assessment and collection system pursuant to subdivisions 15a, 15b and 16 of § 10.1-1402 shall be governed by the following:

1. Permit fees charged an applicant shall reflect the average time and complexity of processing a permit in each of the various categories of permits and permit actions. No fees shall be charged for minor modifications or minor amendments to such permits. For purposes of this subdivision, "minor permit modifications" or "minor amendments" means specific types of changes, defined by the Board, that are made to keep the permit current with routine changes to the facility or its operation and that do not require extensive review. A minor permit modification or amendment does not substantially alter permit conditions, increase the size of the operation, or reduce the capacity of the facility to protect human health or the environment.

2. When promulgating regulations establishing permit fees, the Board shall take into account the permit fees charged in neighboring states and the importance of not placing existing or prospective industries in the Commonwealth at a competitive disadvantage.

3. On January 1, 1993, and January 1 of every ~~even-numbered~~ *odd-numbered* year thereafter, the Board shall evaluate the implementation of the permit fee program and provide this evaluation in writing to the Senate Committees on Agriculture, Conservation and Natural Resources, and Finance; and the House Committees on Appropriations, Agriculture, Chesapeake and Natural Resources, and Finance. This evaluation shall include a report on the total fees collected, the amount of general funds allocated to the Department, the Department's use of the fees and the general funds, the number of permit applications received, the number of permits issued, the progress in eliminating permit backlogs, and the timeliness of permit processing.

4. Fees collected pursuant to subdivisions 15a, 15b or 16 of § 10.1-1402 shall not supplant or reduce in any way the general fund appropriation to the Board.

5. These permit fees shall be collected in order to recover a portion of the agency's costs associated with (i) the processing of an application to issue, reissue, amend or modify permits, which the Board has authority to issue for the purpose of more efficiently and expeditiously processing and maintaining permits and (ii) the inspections necessary to assure the compliance of large quantity generators of hazardous waste. The fees shall be exempt from statewide indirect costs charged and collected by the Department of Accounts.

§ 10.1-2202.3. Stewardship of state-owned historic properties.

A. In order to consider the broad public interest and protect the financial investment in state-owned historic assets, the Department shall develop, on a biennial basis, a report on the stewardship of state-owned properties. The report shall include, but not be limited to, a priority list of the Commonwealth's most significant state-owned properties that are eligible for but not designated on the Virginia Landmarks Register pursuant to § 10.1-2206.1. The report shall also provide a priority list of significant state-owned properties, designated on or eligible for the Virginia Landmarks Register, which are threatened with the loss of historic integrity or functionality. In developing the report, the Department shall, in addition to significance and threat, take into account other public interest considerations associated with landmark designation and the provision of proper care and maintenance of property. These considerations shall include: (i) potential financial consequences to the Commonwealth associated with failure to care for and maintain property, (ii) significant public educational potential, (iii) significant tourism opportunities, and (iv) community values and comments. The report shall be forwarded to all affected state agencies, including institutions of higher learning, the Governor, the Secretary of Administration, the Secretary of Natural Resources, the Secretary of Finance, and the General Assembly. All agencies of the Commonwealth shall assist and support the development of the

report by providing information and access to property as may be requested.

B. Each agency that owns property included in the report required by subsection A shall initiate consultation with the Department within 60 days of receipt of the report and make a good faith effort to reach a consensus decision on designation of an unlisted property and on the feasibility, advisability, and general manner of addressing property needs in the case of a threatened historic property.

C. The Department shall prepare a biennial status report summarizing actions, decisions taken, and the condition of properties previously identified as priorities. The status report, which may be combined with the report required pursuant to subsection A, shall be forwarded to all affected state agencies, including institutions of higher learning, as well as to the Governor, the Secretary of Administration, the Secretary of Natural Resources, the Secretary of Finance, and the General Assembly.

D. The reports required in subsections A and C shall be completed and distributed as required no later than May 1 of each ~~odd-numbered~~ *even-numbered* year, so that information contained therein is available to the agencies, the Secretary of Finance, the Secretary of Administration, and the Governor, as well as the General Assembly, during budget preparation.

§ 10.1-2212. Listing of certain historical societies receiving appropriations.

A. At the direction of the Director, the Comptroller of the Commonwealth is instructed and empowered to draw annual warrants upon the State Treasurer, as provided in the general appropriations act, in favor of the treasurers of certain historical societies, museums, foundations, and associations for use in caring for and maintaining collections, exhibits, sites, and facilities owned by such historical organizations, specified as follows:

1. Virginia Historical Society. For aid in maintaining Battle Abbey at Richmond.
 2. Confederate Museum at Richmond. For the care of Confederate collections and maintenance of the Virginia Room.
 3. Valentine Museum at Richmond. For providing exhibits to the public schools of Virginia.
 4. Woodrow Wilson Birthplace Foundation, Incorporated. To aid in restoring and maintaining the Woodrow Wilson home at Staunton.
 5. Robert E. Lee Memorial Association, Incorporated. To aid in further development of "Stratford" in Westmoreland County.
 6. Poe Foundation, Incorporated. To aid in maintaining the Poe Shrine at Richmond.
 7. Patrick Henry Memorial Foundation at Brookneal. To aid in maintaining home.
 8. Hanover County Branch, Association for the Preservation of Virginia Antiquities. To aid in maintaining the Patrick Henry home at "Scotchtown" in Hanover County.
 9. Historic Lexington Foundation. To aid in restoration and maintenance of the Stonewall Jackson home at Lexington.
 10. "Oatlands," Incorporated. To aid in maintaining "Oatlands" in Loudoun County.
 11. Montgomery County Branch, Association for the Preservation of Virginia Antiquities. To aid in maintaining Smithfield Plantation House.
 12. The Last Capitol of the Confederacy. For the preservation of the Last Capitol of the Confederacy in Danville.
 13. Association for the Preservation of Virginia Antiquities. For assistance in maintaining certain historic landmarks throughout the Commonwealth.
 14. The Corporation for Jefferson's "Poplar Forest." To aid in restoring, maintaining, and operating "Poplar Forest," Thomas Jefferson's Bedford County home.
 15. Belle Grove, Incorporated. To aid in providing educational programs for Virginia students.
 16. George Washington's Fredericksburg Foundation. To aid in the restoration and perpetuation of "Ferry Farm," George Washington's boyhood home.
 17. Montpelier National Trust for Historic Preservation. To aid in restoring, maintaining, and operating Montpelier, the lifelong home of President James Madison, in Orange County.
 18. Eastern Shore of Virginia Historical Society. To aid in restoring, maintaining and operating Kerr Place in Accomack County.
 19. New Town Improvement and Civic Club, Inc. To aid in restoring, maintaining and operating Little England Chapel, a landmark to Hampton's first generation of freedmen, in the City of Hampton.
 20. Woodlawn Plantation. To aid in the preservation and maintenance of Woodlawn Plantation.
 21. Friends of Historic Huntley. To support the research and preservation of Historic Huntley Mansion.
 22. Menokin Foundation, Incorporated. To aid in further development of Menokin, home of Francis Lightfoot Lee.
 23. Historic Gordonsville, Inc., the owner of the Gordonsville Exchange Hotel. To aid in maintaining the Gordonsville Exchange Hotel and in providing educational programs for Virginia's students.
- B. Organizations receiving state funds as provided for in this section shall certify to the satisfaction of the Department that matching funds from local or private sources are available in an amount at least equal to the amount of the request in cash or in kind contributions which are deemed acceptable to the

Department.

C. Requests for funding of historical societies or like organizations as set forth in subsection A shall be considered by the Governor and the General Assembly only in ~~even-numbered~~ *odd-numbered* years.

§ 10.1-2213. Procedure for appropriation of state funds for historic preservation.

A. No state funds, other than for the maintenance and operation of those facilities specified in § 10.1-2211 or 10.1-2212 and for the purchase of property for preservation of historical resources by the Virginia Land Conservation Foundation as provided in Chapter 10.2 (§ 10.1-1017 et seq.) of this title, shall be appropriated or expended for or to organizations, whether localities or private entities, as set forth in the general appropriations act for: (i) the maintenance of collections and exhibits; (ii) the maintenance, operation, and interpretation of historic sites and facilities owned or operated by such organizations; or (iii) operational and educational activities pursuant to subsection C unless:

1. A request and completed application for state aid is filed by the organization with the Department, on forms prescribed by the Department, on or before October 1 prior to each regular session of the General Assembly in an ~~even-numbered~~ *odd-numbered* year. Requests shall be considered by the Governor and the General Assembly only in ~~even-numbered~~ *odd-numbered* years. The Department shall review each application made by an organization for state aid prior to consideration by the General Assembly. The Department shall provide a timely review of any amendments proposed by members of the General Assembly to the chairmen of the House Appropriations and Senate Finance Committees. The review shall examine the merits of each request, including data showing the percentage of federal, local, or private funds raised by the organization for the proposed project. The review and analysis provided by the Department shall be strictly advisory. The Department shall forward to the Department of Planning and Budget any application that is not for the maintenance of collections and exhibits or for the maintenance, operation, and interpretation of historic sites and facilities. Such applications shall be governed by the procedures identified in § 2.2-1505.

2. Any such private organization shall certify to the satisfaction of the Department that matching funds from federal, local, or private sources are available in an amount at least equal to the amount of the request in cash or in kind contributions which are deemed acceptable to the Department. These matching funds must be concurrent with the project for which the state grant is requested. Contributions received and spent prior to the state grant shall not be considered in satisfying the requirements of this subdivision.

3. Any such private organization shall provide documentation of its tax exempt status under § 501(c)(3) of the United States Internal Revenue Code.

4. Such organization shall certify that the applicant has read and acknowledged all information and requirements regarding how the grants will be administered and how funds will be disbursed.

5. Such organization shall state in its application the purpose of the grant. The grant recipient must justify and request in writing approval by the Department for changes in the scope of the project prior to implementing those changes. If grant funds are used for something other than the purpose for which they were requested without prior review and approval by the Department, then all state funds must be returned.

6. Such organization shall submit documentation on match funding and approved expenditures shall be submitted with all requests for disbursement.

7. Such organization shall provide progress reports as prescribed by the Department. At a minimum such reports shall be submitted with reimbursement requests and a final report at the conclusion of the project.

8. Such organization receiving the state grant shall comply with applicable state procurement requirements pursuant to the Virginia Public Procurement Act (§ 2.2-4300 et seq.).

9. In the case of new construction or ground disturbing activities funded by state grants, the organization shall afford the Department an opportunity to review the potential impact on any historic resources. Such review shall be provided by the Department within 15 days of receipt of completed information.

10. For all state grants for capital projects, whether for new construction, rehabilitation, restoration, or reconstruction, funds shall be disbursed only as reimbursement for approved activities.

For the purposes of this section, no grant shall be approved for private institutions of higher education or religious organizations.

B. In addition to the requirements of subsection A of this section, no state funds other than for those facilities specified in § 10.1-2211 or 10.1-2212 shall be appropriated or expended for the rehabilitation, restoration, or reconstruction of any historic site unless:

1. The property is designated as a historic landmark by the Board and is located on the register prepared by the Department pursuant to § 10.1-2202 or has been declared eligible by the Board for such designation but has not actually been placed on the register of buildings and sites provided for in § 10.1-2202;

2. The organization owning such property and any organization managing such property, if different from the owner, enter into an agreement with the Department that the property will be open to the public for at least 100 days per year for no less than five years following completion of the project for which state funds are received;

3. The organization owning the property and any organization managing the project, if different from the owner, submit the plans and specifications of the project to the Department for review and approval to ensure that the project meets generally accepted standards for historic preservation; and

4. The organization owning the property grants to the Commonwealth a perpetual easement placing restrictions on alterations to, or development of, the property satisfactory to the Board, if the organization has received \$50,000 or more within a four-year period pursuant to this section. The easement shall be for the purpose of preserving those features of the property which led to its designation as a historic landmark.

Nothing contained in this subsection shall prohibit any organization from charging a reasonable admission fee during the five-year period required in subdivision 2 herein if the fee is comparable to fees charged at similar facilities in the area.

C. The Department shall be responsible for the administration of this section and §§ 10.1-2211 and 10.1-2212 and the disbursement of all funds appropriated thereto.

State funds appropriated for the operation of historical societies, museums, foundations, associations, or other such organizations shall be expended for historical facilities, reenactments, meetings, conferences, tours, seminars, or other general operating expenses as may be specified in the general appropriations act. Funds appropriated for these purposes shall be distributed annually to the treasurers of any such organizations. The appropriations act shall clearly designate that all such funds are to be used for the operating expenses of such organization.

§ 16.1-309.4. Statewide plan for juvenile services.

It shall be the duty of the Department of Juvenile Justice to devise, develop and promulgate a statewide plan for the establishment and maintenance of a range of institutional and community-based, diversion, predispositional and postdispositional services to be reasonably accessible to each court. The Department shall be responsible for the collection and dissemination of the required court data necessary for the development of the plan. The plan shall utilize the information provided by local plans submitted under § 16.1-309.3. The plan shall be submitted to the Board on or before July 1 in ~~odd-numbered~~ *even-numbered* years. The plan shall include a biennial forecast with appropriate annual updates as may be required of future juvenile correctional center and detention home needs.

§ 22.1-18.01. Biennial review of the standards of quality required; budget estimates.

A. To ensure the integrity of the standards of quality, the Board of Education shall, in ~~even-numbered~~ *odd-numbered* years, exercise its constitutional authority to determine and prescribe the standards, subject to revision only by the General Assembly, by reviewing the standards and either (i) proposing amendments to the standards or (ii) making a determination that no changes are necessary.

B. In any ~~odd-numbered~~ *even-numbered* year following the year in which the Board proposes changes to the standards of quality, the budget estimates that are required to be reported pursuant to § 2.2-1504 shall take into consideration the Board's proposed standards of quality.

§ 22.1-253.13:6. Standard 6. Planning and public involvement.

A. The Board of Education shall adopt a statewide comprehensive, unified, long-range plan based on data collection, analysis, and evaluation. Such plan shall be developed with statewide participation. The Board shall review the plan biennially and adopt any necessary revisions. The Board shall post the plan on the Department of Education's website if practicable, and, in any case, shall make a hard copy of such plan available for public inspection and copying.

This plan shall include the objectives of public education in Virginia, including strategies for first improving student achievement, particularly the achievement of educationally at-risk students, then maintaining high levels of student achievement; an assessment of the extent to which these objectives are being achieved; a forecast of enrollment changes; and an assessment of the needs of public education in the Commonwealth. In the annual report required by § 22.1-18, the Board shall include an analysis of the extent to which these Standards of Quality have been achieved and the objectives of the statewide comprehensive plan have been met. The Board shall also develop, consistent with, or as a part of, its comprehensive plan, a detailed comprehensive, long-range plan to integrate educational technology into the Standards of Learning and the curricula of the public schools in Virginia, including career and technical education programs. The Board shall review and approve the comprehensive plan for educational technology and may require the revision of such plan as it deems necessary.

B. Each local school board shall adopt a divisionwide comprehensive, unified, long-range plan based on data collection, an analysis of the data, and how the data will be utilized to improve classroom instruction and student achievement. The plan shall be developed with staff and community involvement and shall include, or be consistent with, all other divisionwide plans required by state and federal laws and regulations. Each local school board shall review the plan biennially and adopt any necessary

revisions. Prior to the adoption of any divisionwide comprehensive plan or revisions thereto, each local school board shall post such plan or revisions on the division's Internet website if practicable, and, in any case, shall make a hard copy of the plan or revisions available for public inspection and copying and shall conduct at least one public hearing to solicit public comment on the divisionwide plan or revisions.

The divisionwide comprehensive plan shall include, but shall not be limited to, (i) the objectives of the school division, including strategies for first improving student achievement, particularly the achievement of educationally at-risk students, then maintaining high levels of student achievement; (ii) an assessment of the extent to which these objectives are being achieved; (iii) a forecast of enrollment changes; (iv) a plan for projecting and managing enrollment changes including consideration of the consolidation of schools to provide for a more comprehensive and effective delivery of instructional services to students and economies in school operations; (v) an evaluation of the appropriateness of establishing regional programs and services in cooperation with neighboring school divisions; (vi) a plan for implementing such regional programs and services when appropriate; (vii) a technology plan designed to integrate educational technology into the instructional programs of the school division, including the school division's career and technical education programs, consistent with, or as a part of, the comprehensive technology plan for Virginia adopted by the Board of Education; (viii) an assessment of the needs of the school division and evidence of community participation, including parental participation, in the development of the plan; (ix) any corrective action plan required pursuant to § 22.1-253.13:3; and (x) a plan for parent and family involvement to include building successful school and parent partnerships that shall be developed with staff and community involvement, including participation by parents.

A report shall be presented by each school board to the public by November 1 of each ~~odd-numbered~~ *even-numbered* year on the extent to which the objectives of the divisionwide comprehensive plan have been met during the previous two school years.

C. Each public school shall also prepare a comprehensive, unified, long-range plan, which the relevant school board shall consider in the development of its divisionwide comprehensive plan.

D. The Board of Education shall, in a timely manner, make available to local school boards information about where current Virginia school laws, Board regulations and revisions, and copies of relevant Opinions of the Attorney General of Virginia may be located online.

§ 22.1-289.1. Teacher compensation; biennial review required.

It is a goal of the Commonwealth that its public school teachers be compensated at a rate that is competitive in order to attract and keep highly qualified teachers. The Director of Human Resource Management shall conduct a biennial review of the compensation of teachers and other occupations requiring similar education and training and shall consider the Commonwealth's compensation for teachers relative to member states in the Southern Regional Education Board. The results of these reviews shall be reported to the Governor, the General Assembly and the Board of Education by June 1 of each ~~odd-numbered~~ *even-numbered* year.

§ 23-19. Amount of bonds; purposes; resolutions; Treasury Board to be paying agent and to approve terms and structure; payment or purchase by institution; no personal liability.

(a) Every institution shall have power and is hereby authorized and empowered from time to time to execute its bonds in such aggregate principal amount as may be determined upon by its board and approved by the Governor. All such bonds shall be approved by the Treasury Board pursuant to § 2.2-2416, and the Treasury Board is hereby designated the paying agent of such institutions under this chapter. The Treasury Board's duties shall include the approval of the terms and structure of such bonds. Such aggregate principal amount may include without limitation any costs associated with the development and management of the project or legal or accounting expenses incurred by the institution in connection with the project for the erection of which such bonds are issued, and the cost of issuance of the bonds, including printing, engraving, advertising, legal and other similar expenses.

(b) Such bonds shall be authorized by resolution of the board, approved by the Governor, and may be issued in one or more series, shall bear such date or dates, mature at such time or times, bear interest at such rate not exceeding the rate specified in § 23-30.03 payable at such time or times, be in such denominations, be in such form, either coupon or registered, carry such registration privileges, be executed in such manner, be payable in such medium of payment, at such place or places, be subject to such terms of redemption, with or without premium, as such resolution or resolutions may provide. Such bonds may be sold at public or private sale for such price or prices as the board with the approval of the Governor shall determine, provided that the interest cost to maturity of the money received for any issue of such bonds shall not exceed the rate specified in § 23-30.03; however, prior to the issuance of bonds to finance any "project," the approval of the General Assembly must be obtained; and provided further, that biennially on or before the first day of September in the ~~odd-numbered~~ *even-numbered* years, each educational institution shall submit to the Governor any project or projects and the estimated

551 cost of each separate project such educational institution desires to have financed under the provisions of
552 this chapter, and the Governor shall consider such projects and make his recommendation to the General
553 Assembly in the budget submitted in accordance with the provisions of § 2.2-1508. Each educational
554 institution is authorized to finance only those projects approved by the General Assembly in the
555 appropriations act for the biennium covered by such appropriations act, which projects need not be
556 limited to the projects recommended by the Governor.

557 (c) Such bonds may be issued to finance all or a portion of the cost of any project plus amounts to
558 fund issuance costs, reserve funds, capitalized interest for a period not to exceed one year following
559 completion of the project and for the corporate purpose or purposes of the institution specified by
560 § 23-17 hereof or to carry out the powers conferred on the institution by § 23-18 hereof.

561 (d) Any resolution or resolutions authorizing such bonds may contain a provision or provisions which
562 shall be part of the contract with the holders of such bonds as to:

563 (1) Fixing, revising, charging and collecting fees, rents and charges for or in connection with the use,
564 occupation or services of the project and pledging the same and any increases in revenues to be derived
565 from any existing facilities at such institution resulting from any increase in the fees, rents or charges
566 for or in connection with the use, occupation or services of any such existing facilities to the payment of
567 the principal of and the interest on such bonds;

568 (2) Fixing, revising, charging and collecting fees, rents and charges for or in connection with the use,
569 occupation or services of any existing facilities at such institution and pledging the same to the payment
570 of the principal of and the interest on such bonds;

571 (3) Fixing, revising, charging and collecting student building fees and other student fees from
572 students enrolled at such institution and pledging the same in whole or in part to the payment of the
573 principal of and the interest on such bonds;

574 (4) Pledging to the payment of the principal of and the interest on such bonds any moneys available
575 for the use of such institution, including, but not limited to, and subject to Treasury Board guidelines
576 and approval pursuant to § 2.2-2416, moneys appropriated to such institution from the general fund of
577 the Commonwealth or from nongeneral funds, without regard to the source of such moneys, and which
578 are not required by law or by previous binding contract to be devoted to some other purpose;

579 (5) Paying the cost of operating and maintaining any project and any such existing facilities from
580 any one or more of the revenue sources mentioned in subdivisions (1), (2), (3) and (4) of this subsection
581 creating reserves for such purposes and providing for the use and application thereof;

582 (6) Creating sinking funds for the payment of the principal of and the interest on such bonds,
583 creating reserves for such purposes and providing for the use and application thereof;

584 (7) Limiting the right of the institution to restrict and regulate the use, occupation and services of the
585 project and such other existing facilities or the services rendered therein;

586 (8) Limiting the purposes to which the proceeds of sale of any issue of bonds then or thereafter to be
587 issued may be applied;

588 (9) Limiting the issuance of additional bonds;

589 (10) Setting forth the procedure, if any, by which the terms of any contract with the holders of such
590 bonds may be amended or abrogated and the manner in which such consent of such holders to any such
591 amendment or abrogation may be given; and

592 (11) Setting forth such other condition or conditions as may be required by the United States of
593 America or any federal agency as a condition precedent to or a requirement in connection with the
594 obtaining of a direct grant or grants of money for or in aid of the erection of any project, or to defray
595 or to partially defray the cost of labor and material employed in the erection of any project, or to obtain
596 a loan or loans of money for or in aid of the erection of any project from the United States of America
597 or any federal agency, provided that such other condition or conditions are approved by the Governor.

598 (e) The power and obligation of an institution to pay any bonds issued under this chapter shall be
599 limited. Such bonds shall be payable only from any one or more of the revenue sources mentioned in
600 subdivisions (1), (2), (3) and (4) of subsection (d) of this section and pledged therefor pursuant to a
601 resolution adopted under said subsection (d). Such bonds shall in no event constitute an indebtedness of
602 the institution, except to the extent of the collection of such revenues and such institution shall not be
603 liable to pay such bonds or the interest thereon from any other funds; and no contract entered into by
604 the institution pursuant to subsection (b) of this section shall be construed to require the costs or
605 expenses of operation and maintenance of the project for the erection of which the bonds are issued and
606 any such other existing facilities to be paid out of any funds other than the revenues derived from the
607 sources mentioned in subdivisions (1), (2), (3) and (4) of subsection (d) of this section and pledged
608 therefor. Any provision of the general laws to the contrary notwithstanding, any bonds issued pursuant
609 to the authority of this chapter shall be fully negotiable within the meaning and for all the purposes of
610 Title 8.3A.

611 (f) Neither the Governor nor the members of the board nor any person executing such bonds shall be
612 liable personally on the bonds or be subject to any personal liability or accountability by reason of the

issuance thereof.

(g) The institution shall have power out of any funds available therefor to purchase any bonds issued by it at a price not more than the principal amount thereof and the accrued interest. All bonds so purchased shall be cancelled unless purchased as an endowment fund investment. This paragraph shall not apply to the redemption of bonds.

(h) In any case in which an institution shall have obtained a loan for or in aid of the erection of any project from the United States of America or any federal agency, which loan requires the establishment of a debt service reserve, the institution, with the consent of the Governor, may deposit securities in a separate collateral account in an amount equal to the required debt service reserve, which securities shall be pledged to meet the debt service requirements only if the revenues derived from any one or more of the sources mentioned in subdivisions (1), (2), (3) and (4) of subsection (d) of this section and pledged for the payment of such loan become insufficient for such purpose. The face value of United States government securities and the market value of all other securities shall be deemed to be the value of any securities so deposited. Nothing herein shall be construed as prohibiting repayment of any portion of such loan from income derived from the securities so deposited. No securities shall be deposited in any such collateral account unless the same shall have been purchased with funds, the use of which is in nowise limited or restricted or shall have been donated to such institution for the purpose of establishing such debt service reserve.

§ 23-38.87:13. Calculation of state general fund share of an institution's basic operations and instruction funding need; cost of education.

A. Following consultation with each institution and the Higher Education Advisory Committee described in § 23-38.87:20, the Council shall calculate each institution's basic operations and instruction funding need as provided in subsection B for each year of the next biennium and shall make that calculation available to the Governor, the General Assembly, and all public institutions of higher education. Each institution's basic operations and instruction funding need, and the Commonwealth's funding split policy by which 67 percent of an institution's cost of education for Virginia students is funded from the state general fund and 33 percent from funds other than the state general fund, shall be taken into account by the Governor during the preparation of his proposed biennial budget bill recommending the appropriation act for the next biennium and by the General Assembly in enacting that act. Between these biennial recalculations, an institution's appropriated basic operations and instruction funding may be increased or decreased for (i) an increase or decrease in Virginia undergraduate student enrollment as provided in § 23-38.87:14, (ii) meeting or not meeting targeted financial incentives listed in § 23-38.87:16, and (iii) any other purpose deemed appropriate by the General Assembly.

B. An institution's basic operations and instruction funding need for each fiscal year of the biennium shall be the sum of (i) the institution's cost of education for the total enrollment of students who actually attended that institution during the fiscal year that ended on June 30 of each ~~odd-numbered~~ *even-numbered* year, which shall be determined using a cost-based funding policy that consists of a set of formulas for calculating educational cost based on faculty-student ratios by discipline and level, and the educational and general programs of instruction, academic support, student services, institutional support, and operation and maintenance of physical plant, with adjustments to the funding policy based on particular state policies or specific institutional missions or conditions, (ii) the amount required to reach the Commonwealth's faculty salary goal of the 60th percentile of the most recently reported average faculty salaries paid by that institution's peer institutions, and (iii) such other funding for educational and general services as the General Assembly may appropriate.

C. State general funds shall be allocated and appropriated to institutions in a fair and equitable manner such that, to the extent practicable, the percentage of the cost of education for Virginia students enrolled at an institution to be funded from state general funds is the same for each institution. To the extent that the percentages differ among institutions, that fact shall be taken into account as the Governor deems appropriate in his budget bill and by the General Assembly as it deems appropriate in the appropriation act.

§ 23-38.87:17. Institutional six-year plans.

A. The governing board of each public institution of higher education shall develop and adopt biennially and amend or affirm annually a six-year plan for the institution and shall submit that plan to the Council, the Governor, and the Chairs of the House Committee on Appropriations and the Senate Committee on Finance no later than July 1 of each ~~odd-numbered~~ *even-numbered* year, and shall submit amendments to or an affirmation of that plan no later than July 1 of each ~~even-numbered~~ *odd-numbered* year or at any other time permitted by the Governor or General Assembly.

B. The Secretary of Finance, Secretary of Education, Director of the Department of Planning and Budget, Executive Director of the Council, Staff Director of the House Committee on Appropriations, and Staff Director of the Senate Committee on Finance, or their designees, shall review each institution's plan or amendments and provide comments to the institution on that plan by September 1 of the

relevant year. Each institution shall respond to any such comments by October 1 of that year.

C. Each plan shall be structured in accordance with, and be consistent with, the purposes of this chapter set forth in § 23-38.87:10 and the criteria developed pursuant to § 23-38.87:20, and shall be in a form and manner prescribed by the Council, in consultation with the Secretary of Finance, Secretary of Education, Director of the Department of Planning and Budget, Executive Director of the Council, Staff Director of the House Committee on Appropriations, and Staff Director of the Senate Committee on Finance, or their designees.

D. Each plan shall address the institution's academic, financial, and enrollment plans, to include the number of Virginia and out-of-state students, for the six-year period and shall include:

1. Financial planning reflecting the institution's anticipated level of general fund, tuition, and other nongeneral fund support for each year of the next biennium. The plan also shall include the institution's anticipated annual tuition and educational and general fee charges required by (i) degree level and (ii) domiciliary status, as provided in § 23-38.87:18, and shall indicate the planned use of any projected increase in general fund, tuition, or other nongeneral fund revenues. The plan shall be based upon any assumptions provided by the Council, following consultation with the Department of Planning and Budget and the staffs of the House Committee on Appropriations and the Senate Committee on Finance, for funding related to state general fund support pursuant to §§ 23-38.87:13, 23-38.87:14, 23-38.87:15, and 23-38.87:16, and shall be aligned with the institution's six-year enrollment projections;

2. Plans for providing financial aid to help mitigate the impact of tuition and fee increases on low-income and middle-income students and their families as described in § 23-38.87:15, including the projected mix of grants and loans;

3. Degree conferral targets for Virginia undergraduate students;

4. Plans for optimal year-round use of the institution's facilities and instructional resources;

5. Plans for the development of an instructional resource sharing program with other institutions of higher education in the Commonwealth;

6. Plans with regard to any other incentives set forth in § 23-38.87:16 or to any other matters the institution deems appropriate; and

7. The identification of (i) new programs or initiatives including quality improvements and (ii) institution-specific funding based on particular state policies or institution-specific programs, or both, as provided in subsection C of § 23-38.87:18.

E. In developing such plans, each public institution of higher education shall give consideration to potential future impacts of tuition increases on the Virginia College Savings Plan (§ 23-38.75 et seq.) and shall discuss such potential impacts with the Virginia College Savings Plan. The chief executive officer of the Virginia College Savings Plan shall provide to each institution the Plan's assumptions underlying the contract pricing of the program.

§ 33.1-23.02. Definition of the terms "maintenance" and "asset management."

A. For the purpose of this title, unless otherwise explicitly provided, the term "maintenance" shall include (i) ordinary maintenance, (ii) maintenance replacement, (iii) operations that include, but are not limited to, traffic signal synchronization, incident management, other intelligent transportation system functions, and (iv) any other categories of maintenance which may be designated by the Commissioner.

B. 1. For the purposes of this title, unless otherwise explicitly provided, the term "asset management" shall mean a systematic process of operating and maintaining the state system of highways by combining engineering practices and analysis with sound business practices and economic theory to achieve cost-effective outcomes.

2. The Department shall develop asset management practices in the operation and maintenance of the state system of highways.

3. The Commissioner shall advise the Board, on or before June 30 of ~~even-numbered~~ *odd-numbered* years, of performance targets and outcomes that are expected to be achieved, based upon the funding identified for maintenance, over the biennium beginning July 1 of that year. In addition, not later than September 30 of ~~even-numbered~~ *odd-numbered* years, the Commissioner shall advise the Board on the Department's accomplishments relative to the expected outcomes and budget expenditures for the biennium ending June 30 of that year and also advise the Board as to the methodology used to determine maintenance needs and the justification as to the maintenance funding by source.

§ 46.2-1503.5. Biennial report.

The Board shall submit a biennial report to the Governor and General Assembly on or before November 1 of each ~~even-numbered~~ *odd-numbered* year. The biennial report shall contain, at a minimum, the following information: (i) a summary of the Board's fiscal affairs, (ii) a description of the Board's activities, (iii) statistical information regarding the administrative hearings and decisions of the Board, and (iv) a general summary of all complaints received against licensees and the procedures used to resolve the complaints.

§ 51.1-145. Employer contributions.

A. The total annual employer contribution for each employer, expressed as a percentage of the

annual membership payroll, shall be determined in a manner so as to remain relatively level from year to year. Each employer shall contribute an amount equal to the sum of the normal contribution, any accrued liability contribution, and any supplementary contribution. The contribution rates for each employer shall be determined after each valuation and shall remain in effect until a new valuation is made. All contribution rates shall be computed in accordance with recognized actuarial principles on the basis of methods and assumptions approved by the Board.

B. The normal employer contribution for any period shall be determined as a percentage, equal to the normal contribution rate, of the total covered compensation of the members employed during the period.

C. The normal contribution rate for any employer shall be determined as the percentage represented by the ratio of (i) the annual normal cost to provide the benefits of the retirement system with respect to members employed by the employer in excess of the members' contributions to (ii) the total annual compensation of the members.

D. The accrued liability contribution for any employer for any period shall be determined as a percentage, equal to the accrued liability contribution rate, of the total compensation of the members during the period.

E. The accrued liability contribution rate for any employer shall be a percentage of the total annual compensation of the members, determined so that a continuation of annual contributions by the employer at the same percentage of total annual compensation over a period of 40 years will be sufficient to amortize the unfunded accrued liability with respect to the employer.

F. The unfunded accrued liability with respect to any employer as of any valuation date shall be determined as the excess of (i) the then present value of the benefits to be provided under the retirement system in the future to members and former members over (ii) the sum of the assets of the retirement system then currently in the members' contribution account and in the employer's retirement allowance account, plus the then present value of the stipulated contributions to be made in the future by the members, plus the then present value of the normal contributions expected to be made in the future by the employer.

G. The supplementary contribution for any employer for any period shall be determined as a percentage, equal to the supplementary contribution rate, of the total compensation of the members employed during the period.

H. Until July 1, 1997, the supplementary contribution rate for any employer shall be determined as the percentage represented by the ratio of (i) the average annual amount of post-retirement supplements, as provided for in this chapter, which is anticipated to become payable during the period to which the rate will be applicable with respect to former members to (ii) the total annual compensation of the members.

I. The Board shall certify to each employer the applicable contribution rate and any changes in the rate.

J. The employer contribution for the year shall be increased to the extent necessary to overcome any insufficiency if the contributions for any employer, when combined with the amount of the retirement allowance account of the employer, are insufficient to provide the benefits payable during the year.

K. The appropriation bill which is submitted to the General Assembly by the Governor prior to each regular session that begins in an ~~even-numbered~~ *odd-numbered* year shall include the contributions which will become due and payable to the retirement allowance account from the state treasury during the following biennium. The amount of the contributions shall be based on the contribution rates certified by the Board pursuant to subsection I of this section that are applicable to the Commonwealth as an employer and the anticipated compensation during the biennium of the members of the retirement system on behalf of whom the Commonwealth is the employer.

K1. The General Assembly shall set contribution rates that are at least equal to the following percentage of the contribution rates certified by the Board pursuant to subsection I:

1. For members who are state employees as defined in § 51.1-124.3 and who are participating in a retirement plan established pursuant to Chapter 1 (§ 51.1-124.1 et seq.), (i) 67.02 percent for fiscal years beginning July 1, 2012, and July 1, 2013, (ii) 78.02 percent for fiscal years beginning July 1, 2014, and July 1, 2015, (iii) 89.01 percent for fiscal years beginning July 1, 2016, and July 1, 2017, and (iv) 100 percent for fiscal years beginning on or after July 1, 2018;

2. For members who are teachers as defined in § 51.1-124.3 and who are participating in a retirement plan established pursuant to Chapter 1 (§ 51.1-124.1 et seq.), (i) 69.53 percent for fiscal years beginning July 1, 2012, and July 1, 2013, (ii) 79.69 percent for fiscal years beginning July 1, 2014, and July 1, 2015, (iii) 89.84 percent for fiscal years beginning July 1, 2016, and July 1, 2017, and (iv) 100 percent for fiscal years beginning on or after July 1, 2018;

3. For members participating in a retirement plan established pursuant to Chapter 2 (§ 51.1-200 et seq.), (i) 75.84 percent for fiscal years beginning July 1, 2012, and July 1, 2013, (ii) 83.90 percent for fiscal years beginning July 1, 2014, and July 1, 2015, (iii) 91.95 percent for fiscal years beginning July

1, 2016, and July 1, 2017, and (iv) 100 percent for fiscal years beginning on or after July 1, 2018;

4. For members participating in a retirement plan established pursuant to Chapter 2.1 (§ 51.1-211 et seq.), (i) 75.82 percent for fiscal years beginning July 1, 2012, and July 1, 2013, (ii) 83.88 percent for fiscal years beginning July 1, 2014, and July 1, 2015, (iii) 91.94 percent for fiscal years beginning July 1, 2016, and July 1, 2017, and (iv) 100 percent for fiscal years beginning on or after July 1, 2018; and

5. For members participating in a retirement plan established pursuant to Chapter 3 (§ 51.1-300 et seq.), (i) 83.98 percent for fiscal years beginning July 1, 2012, and July 1, 2013, (ii) 89.32 percent for fiscal years beginning July 1, 2014, and July 1, 2015, (iii) 94.66 percent for fiscal years beginning July 1, 2016, and July 1, 2017, and (iv) 100 percent for fiscal years beginning on or after July 1, 2018.

L. In the case of all teachers whose compensation is paid exclusively out of funds derived from local revenues and appropriations from the general fund of the state treasury, the Commonwealth shall contribute to the extent specified in the appropriations act. In the case of any teacher whose compensation is paid out of funds derived in whole or in part from any special fund or from a contributor other than the Commonwealth or a political subdivision thereof, contributions shall be paid out of the special fund or by the other contributor in proportion to that part of the compensation derived therefrom. In the case of all state employees whose compensation is paid exclusively by the Commonwealth out of the general fund of the state treasury, the Commonwealth shall be the sole contributor, and all contributions shall be paid out of the general fund. In the case of a state employee whose compensation is paid in whole or in part out of any special fund or by any contributor other than the Commonwealth, contributions on behalf of the employee shall be paid out of the special fund or by the other contributor in proportion to that part of the employee's compensation derived therefrom. The governing body of each political subdivision is hereby authorized to make appropriations from the funds of the political subdivision necessary to pay its proportionate share of contributions on behalf of every state employee whose compensation is paid in part by the political subdivision. In the case of each person who has elected to remain a member of a local retirement system, the Commonwealth shall reimburse the local employer an amount equal to the product of the compensation of the person and the employer contribution rate as used to determine the employer contribution for state employees under this section. Each employer shall keep such records and periodically furnish such information as the Board may require and shall inform new employees of their duties and obligations in connection with the retirement system.

M. The employer contribution rate established for each employer may include the cost to administer any defined contribution plan administered by the Virginia Retirement System and available to the employer. The portion of such contribution designated to cover administrative costs of the defined contribution plans shall not be deposited into the trust fund established for the defined benefit plans but shall be separately accounted for and used solely to defray the administrative costs associated with the various defined contributions plans. This provision shall supplement the authority of the Board under §§ 51.1-124.22 and 51.1-602 to charge and collect administrative fees to employers whose employees have available the various defined contribution plans administered by the Virginia Retirement System.

N. Notwithstanding the foregoing, the total employer contribution for each employer authorized to participate in the hybrid retirement program described in § 51.1-169 for any period, expressed as a percentage of the employer's payroll for such period, shall be established as the contribution rate payable by such employer with respect to its employees enrolled in the defined benefit plan established under this chapter. The employer's contribution shall be first applied to the defined contribution component of the hybrid retirement program described in § 51.1-169, and the remainder shall be deposited in the employer's retirement allowance account. Institutions of higher education shall also pay contributions to the employer's retirement allowance account in amounts representing the difference between the contribution rate payable with respect to employees enrolled in the defined benefit plan under this chapter and the employer contributions paid to any optional retirement plan it offers on behalf of any of its nonfaculty Covered Employees, as described in Article 6 (§ 23-38.114 et seq.) of Chapter 4.10 of Title 23. The employer contribution rate established for each employer may include the annual rate of contribution payable by such employer with respect to employees enrolled in the optional defined contribution retirement plans established under §§ 51.1-126, 51.1-126.1, 51.1-126.3, and 51.1-126.4.

§ 53.1-82.3. Budgeting schedule for jail projects.

A. Any city or county or any combination of cities or counties requesting state financial assistance pursuant to §§ 53.1-80, 53.1-81 or § 53.1-82 shall, on or before March 1 biennially in the ~~odd-numbered~~ *even-numbered* years, submit to the Governor, in a format prescribed by the Department of Corrections for such purpose, a community-based corrections plan and specifications, including detailed cost estimates of any facility construction. On or before July 1 in the ~~odd-numbered~~ *even-numbered* years, such localities shall also submit to the Governor, in a format prescribed for such purpose by the Department of the Treasury, the expected financing costs for any such facility construction in accordance with § 53.1-82.2. The Governor shall submit his recommendations for funding such projects as part of the budget bill on or before December 20 of the year immediately prior

to the beginning of each regular session held in an ~~even-numbered~~ *odd-numbered* year of the General Assembly. Requests for appropriations of such funds shall be considered by the General Assembly only in ~~even-numbered~~ *odd-numbered* years.

B. In the event that the state share of reimbursable costs of the jail facility is estimated to be less than or equal to \$1,000,000, such localities shall be exempt from submitting to the Governor, in a format prescribed for such purpose by the Department of the Treasury, the expected financing costs for any such facility construction in accordance with subsection A above, unless such localities seek reimbursement of financial costs associated with such facility construction.

§ 54.1-114. Biennial report.

The Board of Bar Examiners, the Department of Professional and Occupational Regulation and the Department of Health Professions shall submit biennial reports to the Governor and General Assembly on or before November 1 of each ~~even-numbered~~ *odd-numbered* year. The biennial report shall contain at a minimum the following information for the Board of Bar Examiners and for each board within the two Departments: (i) a summary of the board's fiscal affairs, (ii) a description of the board's activities, (iii) statistical information regarding the administrative hearings and decisions of the board, (iv) a general summary of all complaints received against licensees and the procedures used to resolve the complaints, and (v) a description of any action taken by the board designed to increase public awareness of board operations and to facilitate public participation. The Department of Health Professions shall include, in those portions of its report relating to the Board of Medicine, a compilation of the data required by § 54.1-2910.1.

§ 54.1-118. Definitions.

As used in this article, unless the context requires a different meaning:

"Act" means the Virginia Contractor Transaction Recovery Act.

"Biennium" means a two-year period beginning on July 1 of an ~~even-numbered~~ *odd-numbered* year and continuing through June 30 of the next ~~even-numbered~~ *odd-numbered* year.

"Claimant" means any person with an unsatisfied judgment involving residential construction against a regulant, who has filed a verified claim under this Act.

"Fund" means the Contractor Transaction Recovery Fund.

"Improper or dishonest conduct" includes only the wrongful taking or conversion of money, property or other things of value which involves fraud, material misrepresentation or conduct constituting gross negligence, continued incompetence, or intentional violation of the Uniform Statewide Building Code (§ 36-97 et seq.). The term "improper or dishonest conduct" does not include mere breach of contract.

"Judgment" includes an order of a United States Bankruptcy Court (i) declaring a claim against a regulant who is in bankruptcy to be a "Debt Nondischargeable in Bankruptcy" or (ii) extinguishing a claim against a regulant who is in bankruptcy and for which claim no distribution was made from the regulant's bankruptcy estate but excluding any such claim disallowed by order of the bankruptcy court.

"Regulant" means any individual, person, firm, corporation, association, partnership, joint venture or any other legal entity licensed by the Board for Contractors. "Regulant" shall not include contractors holding only the commercial building contractor classification or individuals licensed or certified in accordance with Article 3 (§ 54.1-1128 et seq.) or Article 4 (§ 54.1-1140 et seq.).

"Verified claim" means a completed application, on a form designed by the Board, the truthfulness of which has been attested to by the claimant before a notary public, along with all required supporting documentation, which has been properly received by the Department in accordance with this chapter.

§ 54.1-2113. Establishment and maintenance of fund, duty of Director, assessments of regulants.

A. Each initial regulant at the time of licensure shall be assessed \$20, which shall be specifically assigned to the fund. Initial payments may be incorporated in any application fee payment and transferred to the fund by the Director within 30 days.

B. All assessments, except initial assessments, for the fund shall be deposited, within three work days after their receipt by the Director, in one or more federally insured banks, savings and loan associations or savings banks located in the Commonwealth. Funds deposited in banks, savings and loan associations or savings banks, to the extent in excess of insurance afforded by the Federal Deposit Insurance Corporation or other federal insurance agency, shall be secured under the Security for Public Deposits Act (§ 2.2-4400 et seq.). The deposit of these funds in federally insured banks, savings institutions or savings banks located in the Commonwealth shall not be considered investment of such funds for purposes of this section. Funds maintained by the Director may be invested in securities that are legal investments for fiduciaries under the provisions of § 64.2-1502. The Director shall maintain in his office an accurate record of all transactions involving the fund, which records shall be open for inspection and copying by the public during the normal business hours of the Director.

C. The minimum balance of the fund shall be \$400,000. Whenever the Director determines that the balance of the fund is or will be less than such minimum balance, the Director shall immediately inform the Board. At the same time, the Director may recommend that the Board transfer a fixed amount of

920 interest earnings to the fund to bring the balance of the fund to the amount required by this subsection.
921 Such transfer of interest shall be considered by the Board within 30 days of the notification of the
922 Director.

923 D. If available interest earnings are insufficient to bring the balance of the fund to the minimum
924 amount required by this section, or if a transfer of available interest earnings to the fund has not
925 occurred, the Board shall assess each regulant within 30 days of notification by the Director, a sum
926 sufficient to bring the balance of the fund to the required minimum amount. The Board may order an
927 assessment of regulants at any time in addition to any required assessment. No regulant shall be assessed
928 a total amount of more than \$20 during any biennial license period or part thereof, the biennial period
929 expiring on June 30 of each ~~even-numbered~~ *odd-numbered* year. Assessments of regulants made
930 pursuant to this subsection may be issued by the Board (i) after a determination made by it or (ii) at the
931 time of license renewal.

932 E. At the close of each fiscal year, whenever the balance of the fund exceeds \$2 million, the amount
933 in excess of \$2 million shall be transferred to the Virginia Housing Trust Fund established pursuant to
934 Chapter 9 (§ 36-141 et seq.) of Title 36. Except for transfers pursuant to this subsection, there shall be
935 no transfers out of the fund, including transfers to the general fund, regardless of the balance of the
936 fund.

937 F. If the Board determines that all regulants will be assessed concurrently, notice to the regulants of
938 such assessments shall be by first-class mail, and payment of such assessments shall be made by
939 first-class mail to the Director within 45 days after the mailing to regulants of such notice.

940 If the Board determines that all regulants will be assessed in conjunction with license renewal, notice
941 to the regulants may be included with the license renewal notice issued by the Board. The assessment
942 shall be due with the payment of the license renewal fees. No license shall be renewed or reinstated
943 until any outstanding assessments are paid.

944 G. If any regulant fails to remit the required payment mailed in accordance with subsection F within
945 45 days of the mailing, the Director shall notify the regulant by first-class mail at the latest address of
946 record filed with the Board. If no payment has been received by the Director within 30 days after
947 mailing the second notice, the license shall be automatically suspended. The license shall be restored
948 only upon the actual receipt by the Director of the delinquent assessment.

949 H. The costs of administering the act shall be paid out of interest earned on deposits constituting the
950 fund. The remainder of the interest, at the discretion of the Board, may (i) be used for providing
951 research and education on subjects of benefit to real estate regulants or members of the public, (ii) be
952 transferred to the Virginia Housing Trust Fund, or (iii) accrue to the fund in accordance with subsection
953 C.

954 **§ 54.1-4421. Biennial report.**

955 The Board shall submit a biennial report to the Governor and General Assembly on or before
956 November 1 of each ~~even-numbered~~ *odd-numbered* year. The biennial report shall contain, at a
957 minimum, the following information : (i) a description of the Board's activities, (ii) a report on the audit
958 of the Board's financial statements for the biennium, (iii) statistical information regarding the
959 administrative hearings and decisions of the Board, and (iv) a general summary of all complaints
960 received against persons and firms and the procedures used to resolve the complaints.

961 **§ 58.1-1011. Qualification for permit to affix Virginia revenue stamps; penalty.**

962 Only manufacturers, wholesale dealers and retail dealers may be permitted as stamping agents. It
963 shall be unlawful for any person to purchase, possess or affix Virginia revenue stamps without first
964 obtaining a permit to do so from the Department. Every manufacturer, wholesale dealer or retail dealer
965 who desires to qualify as a stamping agent with the Department shall make application to the
966 Department on forms prescribed for this purpose, which shall be supplied upon request. The application
967 forms will require such information relative to the nature of business engaged in by the applicant as the
968 Department deems necessary to the qualifying of the applicant as a stamping agent. The Department
969 shall conduct a background investigation, to include a Virginia Criminal History Records search, and
970 fingerprints of the applicant, or its responsible principals, managers, and other persons engaged in
971 handling and stamping cigarettes at the licensable locations, that shall be submitted to the Federal
972 Bureau of Investigation if the Department determines a National Criminal Records search is necessary,
973 on applicants for licensure as cigarette tax stamping agents. The Department may refuse to issue a
974 stamping permit or may suspend, revoke or refuse to renew a stamping permit issued to any person,
975 partnership, corporation, limited liability company or business trust, if it determines that the principals,
976 managers, and other persons engaged in handling and stamping cigarettes at the licensable location of
977 the applicant has been (i) found guilty of any fraud or misrepresentation in any connection, (ii)
978 convicted of robbery, extortion, burglary, larceny, embezzlement, fraudulent conversion, gambling,
979 perjury, bribery, treason, or racketeering, or (iii) convicted of a felony. Anyone who knowingly and
980 willfully falsifies, conceals or misrepresents a material fact or knowingly and willfully makes a false,
981 fictitious or fraudulent statement or representation in any application for a stamping permit to the

Department shall be guilty of a Class 1 misdemeanor. The Department may establish an application or renewal fee not to exceed \$750 to be retained by the Department to be applied to the administrative and other costs of processing stamping agent applications, conducting background investigations and issuing stamping permits. Any application or renewal fees collected pursuant to this section in excess of such costs as of June 30 in ~~even numbered~~ *odd-numbered* years shall be reported to the State Treasurer and deposited into the state treasury. If the Department after review of his application, believes the manufacturer, wholesale dealer or retail dealer to be qualified, the Department shall issue to the applicant a permit qualifying him as a stamping agent, as defined in this chapter, and he shall be allowed the discount on purchases of Virginia revenue stamps as set out herein for stamping agents purchasing stamps for their individual use. Such stamping agent shall be authorized to affix Virginia revenue stamps, and in addition, if the applicant qualifies as a wholesale dealer, that shall be so noted on the permit issued by the Department. Permits issued pursuant to this section shall be valid for a period of three years from the date of issue unless revoked by the Department in the manner provided herein. The Department shall not sell Virginia revenue stamps to any person or entity unless and until the Department has issued that person or entity a permit to affix Virginia revenue stamps. The Department may promulgate regulations governing the issuance, suspension and revocation of stamping agent permits. The Department may at any time revoke the permit issued to any stamping agent as herein provided who is not in compliance with any of the provisions of this chapter, or any of the rules of the Department adopted and promulgated under authority of this chapter.

§ 58.1-1021.04:1. Distributor's license; penalty.

A. No person shall engage in the business of selling or dealing in tobacco products as a distributor in the Commonwealth without first having received a separate license from the Department for each location or place of business. Each application for a distributor's license shall be accompanied by a fee to be prescribed by the Department. Every application for such license shall be made on a form prescribed by the Department and the following information shall be provided on the application:

1. The name and address of the applicant. If the applicant is a firm, partnership or association, the name and address of each of its members shall be provided. If the applicant is a corporation, the name and address of each of its principal officers shall be provided;
2. The address of the applicant's principal place of business;
3. The place or places where the business to be licensed is to be conducted; and
4. Such other information as the Department may require for the purpose of the administration of this article.

B. A person outside the Commonwealth who ships or transports tobacco products to retailers in the Commonwealth, to be sold by those retailers, may make application for license as a distributor, be granted such a license by the Department, and thereafter be subject to all the provisions of this article. Once a license is granted pursuant to this section, such person shall be entitled to act as a licensed distributor and, unless such person maintains a registered agent pursuant to Chapter 9, 10, 12 or 14 of Title 13.1 or Chapter 2.1 or 2.2 of Title 50, shall be deemed to have appointed the Clerk of the State Corporation Commission as the person's agent for the purpose of service of process relating to any matter or issue involving the person and arising under the provisions of this article.

The Department shall conduct a background investigation, to include a Virginia Criminal History Records search, and fingerprints of the applicant, or the responsible principals, managers, and other persons engaged in handling tobacco products at the licensable locations, that shall be submitted to the Federal Bureau of Investigation if the Department deems a National Criminal Records search necessary, on applicants for licensure as tobacco products distributors. The Department may refuse to issue a distributor's license or may suspend, revoke or refuse to renew a distributor's license issued to any person, partnership, corporation, limited liability company or business trust, if it determines that the principals, managers, and other persons engaged in handling tobacco products at the licensable location of the applicant have been (i) found guilty of any fraud or misrepresentation in any connection; (ii) convicted of robbery, extortion, burglary, larceny, embezzlement, fraudulent conversion, gambling, perjury, bribery, treason, or racketeering; or (iii) convicted of a felony. Anyone who knowingly and willfully falsifies, conceals or misrepresents a material fact or knowingly and willfully makes a false, fictitious or fraudulent statement or representation in any application for a distributor's license to the Department, shall be guilty of a Class 1 misdemeanor. The Department may establish an application or renewal fee not to exceed \$750 to be retained by the Department to be applied to the administrative and other costs of processing distributor's license applications, conducting background investigations and issuing distributor's licenses. Any amount collected pursuant to this section in excess of such costs as of June 30 in ~~even numbered~~ *odd-numbered* years shall be reported to the State Treasurer and deposited into the state treasury.

C. Upon receipt of an application in proper form and payment of the required license fee, the Department shall, unless otherwise provided by this article, issue to the applicant a license, which shall

1043 permit the licensee to engage in business as a distributor at the place of business shown on the license.
 1044 Each license, or a copy thereof, shall be prominently displayed on the premises covered by the license.
 1045 No license shall be transferable to any other person. Distributor's licenses issued pursuant to this section
 1046 shall be valid for a period of three years from the date of issue unless revoked by the Department in the
 1047 manner provided herein. The Department may at any time revoke the license issued to any distributor
 1048 who is found guilty of violating or noncompliance with any of the provisions of this chapter, or any of
 1049 the rules of the Department adopted and promulgated under authority of this chapter.

1050 D. The Department shall compile and maintain a current list of licensed distributors. The list shall be
 1051 updated on a monthly basis, and published on the Department's official Internet website, available to any
 1052 interested party.

1053 **§ 62.1-44.15:6. Permit fee regulations.**

1054 A. The Board shall promulgate regulations establishing a fee assessment and collection system to
 1055 recover a portion of the State Water Control Board's, the Department of Game and Inland Fisheries' and
 1056 the Department of Conservation and Recreation's direct and indirect costs associated with the processing
 1057 of an application to issue, reissue, amend or modify any permit or certificate, which the Board has
 1058 authority to issue under this chapter and Chapters 24 (§ 62.1-242 et seq.) and 25 (§ 62.1-254 et seq.) of
 1059 this title, from the applicant for such permit or certificate for the purpose of more efficiently and
 1060 expeditiously processing permits. The fees shall be exempt from statewide indirect costs charged and
 1061 collected by the Department of Accounts. The Board shall have no authority to charge such fees where
 1062 the authority to issue such permits has been delegated to another agency that imposes permit fees.

1063 B1. Permit fees charged an applicant for a Virginia Pollutant Discharge Elimination System permit or
 1064 a Virginia Pollution Abatement permit shall reflect the average time and complexity of processing a
 1065 permit in each of the various categories of permits and permit actions. However, notwithstanding any
 1066 other provision of law, in no instance shall the Board charge a fee for a permit pertaining to a farming
 1067 operation engaged in production for market or for a permit pertaining to maintenance dredging for
 1068 federal navigation channels or other Corps of Engineers- or Department of the Navy-sponsored dredging
 1069 projects or for the regularly scheduled renewal of an individual permit for an existing facility. Fees shall
 1070 be charged for a major modification or reissuance of a permit initiated by the permittee that occurs
 1071 between permit issuance and the stated expiration date. No fees shall be charged for a modification or
 1072 amendment made at the Board's initiative. In no instance shall the Board exceed the following amounts
 1073 for the processing of each type of permit/certificate category:

Type of Permit/Certificate Category	Maximum Amount
1. Virginia Pollutant Discharge Elimination System	
Major Industrial	\$24,000
Major Municipal	\$21,300
Minor Industrial with nonstandard limits	\$10,300
Minor Industrial with standard limits	\$ 6,600
Minor Municipal greater than 100,000 gallons per day	\$7,500
Minor Municipal 10,001-100,000 gallons per day	\$6,000
Minor Municipal 1,000-10,000 gallons per day	\$5,400
Minor Municipal less than 1,000 gallons per day	\$2,000
General-industrial stormwater management	\$ 500
General-stormwater management-phase I land clearing	\$ 500
General-stormwater management-phase II land clearing	\$ 300
General-other	\$ 600
2. Virginia Pollution Abatement	
Industrial/Wastewater 10 or more inches per year	\$15,000
Industrial/Wastewater less than 10 inches per year	\$10,500
Industrial/Sludge	\$ 7,500

1102	Municipal/Wastewater	\$13,500
1103	Municipal/Sludge	\$ 7,500
1104	General Permit	\$ 600
1105	Other	\$ 750

1106 The fee for the major modification of a permit or certificate that occurs between the permit issuance
 1107 and expiration dates shall be 50 percent of the maximum amount established by this subsection. No fees
 1108 shall be charged for minor modifications or minor amendments to such permits. For the purpose of this
 1109 subdivision, "minor modifications" or "minor amendments" means specific types of changes defined by
 1110 the Board that are made to keep the permit current with routine changes to the facility or its operation
 1111 that do not require extensive review. A minor permit modification or amendment does not substantially
 1112 alter permit conditions, increase the size of the operation, or reduce the capacity of the facility to protect
 1113 human health or the environment.

1114 B2. Each permitted facility shall pay a permit maintenance fee to the Board by October 1 of each
 1115 year, not to exceed the following amounts:

1116	Type of Permit/Certificate Category	Maximum Amount
1117	1. Virginia Pollutant Discharge Elimination System	
1118	Major Industrial	\$4,800
1119	Major Municipal greater than 10	\$4,750
1120	million gallons per day	
1121	Major Municipal 2-10 million gallons	\$4,350
1122	per day	
1123	Major Municipal less than 2 million	\$3,850
1124	gallons per day	
1125	Minor Industrial with nonstandard	\$2,040
1126	limits	
1127	Minor Industrial with standard limits	\$1,320
1128	Minor Industrial water treatment system	\$1,200
1129	Minor Municipal greater than 100,000	\$1,500
1130	gallons per day	
1131	Minor Municipal 10,001-100,000 gallons	\$1,200
1132	per day	
1133	Minor Municipal 1,000-10,000 gallons	\$1,080
1134	per day	
1135	Minor Municipal less than 1,000	\$ 400
1136	gallons per day	
1137	2. Virginia Pollution Abatement	
1138	Industrial/Wastewater 10 or more	\$3,000
1139	inches per year	
1140	Industrial/Wastewater less than 10	\$2,100
1141	inches per year	
1142	Industrial/Sludge	\$3,000
1143	Municipal/Wastewater	\$2,700
1144	Municipal/Sludge	\$1,500

1145 An additional permit maintenance fee of \$1,000 shall be collected from facilities in a toxics
 1146 management program and an additional permit maintenance fee shall be collected from facilities that
 1147 have more than five process wastewater discharge outfalls. Permit maintenance fees shall be collected
 1148 annually and shall be remitted by October 1 of each year. For a local government or public service
 1149 authority with permits for multiple facilities in a single jurisdiction, the permit maintenance fees for
 1150 permits held as of April 1, 2004, shall not exceed \$20,000 per year. No permit maintenance fee shall be
 1151 assessed for facilities operating under a general permit or for permits pertaining to a farming operation
 1152 engaged in production for market.

1153 B3. Permit application fees charged for Virginia Water Protection Permits, ground water withdrawal
 1154 permits, and surface water withdrawal permits shall reflect the average time and complexity of
 1155 processing a permit in each of the various categories of permits and permit actions and the size of the
 1156 proposed impact. Only one permit fee shall be assessed for a water protection permit involving elements
 1157 of more than one category of permit fees under this section. The fee shall be assessed based upon the
 1158 primary purpose of the proposed activity. In no instance shall the Board charge a fee for a permit
 1159 pertaining to maintenance dredging for federal navigation channels or other U.S. Army Corps of

1160 Engineers- or Department of the Navy-sponsored dredging projects, and in no instance shall the Board
 1161 exceed the following amounts for the processing of each type of permit/certificate category:

1162	Type of Permit	Maximum Amount
1163	1. Virginia Water Protection	
1164	Individual-wetland impacts	\$2,400 plus
1165		\$220 per 1/10
1166		acre of impact
1167		over two acres,
1168		not to exceed \$60,000
1169	Individual-minimum	
1170	instream flow	\$25,000
1171	Individual-reservoir	\$35,000
1172	Individual-nonmetallic mineral mining	\$7,500
1173	General-less than 1/10 acre impact	\$0
1174	General-1/10 to 1/2 acre impact	\$600
1175	General-greater than 1/2 to one acre	
1176	impact	\$1,200
1177	General-greater than one acre	
1178	to two acres of impact	\$120 per 1/10
1179		acre of impact
1180	2. Ground Water Withdrawal	\$6,000
1181	3. Surface Water Withdrawal	\$12,000

1182 No fees shall be charged for minor modifications or minor amendments to such permits. For the
 1183 purpose of this subdivision, "minor modifications" or "minor amendments" means specific types of
 1184 changes defined by the Board that are made to keep the permit current with routine changes to the
 1185 facility or its operation that do not require extensive review. A minor permit modification or amendment
 1186 does not substantially alter permit conditions, increase the size of the operation, or reduce the capacity
 1187 of the facility to protect human health or the environment.

1188 C. When promulgating regulations establishing permit fees, the Board shall take into account the
 1189 permit fees charged in neighboring states and the importance of not placing existing or prospective
 1190 industries in the Commonwealth at a competitive disadvantage.

1191 D. Beginning January 1, 1998, and January 1 of every ~~even-numbered~~ *odd-numbered* year thereafter,
 1192 the Board shall make a report on the implementation of the water permit program to the Senate
 1193 Committee on Agriculture, Conservation and Natural Resources, the Senate Committee on Finance, the
 1194 House Committee on Appropriations, the House Committee on Agriculture, Chesapeake and Natural
 1195 Resources and the House Committee on Finance. The report shall include the following: (i) the total
 1196 costs, both direct and indirect, including the costs of overhead, water quality planning, water quality
 1197 assessment, operations coordination, and surface water and ground water investigations, (ii) the total fees
 1198 collected by permit category, (iii) the amount of general funds allocated to the Board, (iv) the amount of
 1199 federal funds received, (v) the Board's use of the fees, the general funds, and the federal funds, (vi) the
 1200 number of permit applications received by category, (vii) the number of permits issued by category,
 1201 (viii) the progress in eliminating permit backlogs, (ix) the timeliness of permit processing, and (x) the
 1202 direct and indirect costs to neighboring states of administering their water permit programs, including
 1203 what activities each state categorizes as direct and indirect costs, and the fees charged to the permit
 1204 holders and applicants.

1205 E. Fees collected pursuant to this section shall not supplant or reduce in any way the general fund
 1206 appropriation to the Board.

1207 F. Permit fee schedules shall apply to permit programs in existence on July 1, 1992, any additional
 1208 permits that may be required by the federal government and administered by the Board, or any new
 1209 permit required pursuant to any law of the Commonwealth.

1210 G. The Board is authorized to promulgate regulations establishing a schedule of reduced permit fees
 1211 for facilities that have established a record of compliance with the terms and requirements of their
 1212 permits and shall establish criteria by regulation to provide for reductions in the annual fee amount
 1213 assessed for facilities accepted into the Department's programs to recognize excellent environmental
 1214 performance.

1215 2. That, except as provided in the third enactment of this act, the provisions of this act shall
 1216 become effective on May 1, 2016.

1217 3. That, on or before December 20, 2015, the Governor shall submit to the presiding officer of
 1218 each house of the General Assembly a one-year executive budget and a tentative bill for all
 1219 proposed appropriations of such budget covering the period beginning July 1, 2016, and ending

1220 June 30, 2017, inclusive. Such executive budget and such tentative bill for all proposed
1221 appropriations of such budget submitted by the Governor in 2015, as required under subsection A
1222 of § 2.2-1508 of the Code of Virginia and subsection A of § 2.2-1509 of the Code of Virginia,
1223 respectively, shall not be for a biennial period; rather, such executive budget and such tentative
1224 bill required under such subsections for the year 2015 shall cover only the period beginning July
1225 1, 2016, and ending June 30, 2017, inclusive.

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SB187