

Department of Planning and Budget 2004 Fiscal Impact Statement

1. Bill Number HB148

House of Origin Introduced Substitute Engrossed
Second House In Committee Substitute Enrolled

2. Patron Hargrove

3. Committee

4. Title Public-Private Education Facilities and Infrastructure Act of 2002.

5. Summary/Purpose:

Amends the Public-Private Education Facilities and Infrastructure Act of 2002 by requiring the private entity to submit a letter from its surety company evidencing the ability of the private entity to bond the project(s) if it enters into a comprehensive agreement. In addition, the bill requires local public entities proceeding under the Act to hire a qualified professional to provide an independent analysis of the advantages, disadvantages, and the short- and long-term costs of the proposal of the private entity, unless the governing body of the public entity determines that the public entity can perform the analysis with its own employees.

6. No fiscal impact (see Item 11)

7. Budget amendment necessary: No

8. Fiscal implications: None for state agencies

9. Specific agency or political subdivisions affected: Department of General Services, Auditor of Public Accounts, local governmental agencies

10. Technical amendment necessary: No

11. Other comments: The bill requires local public entities to hire a qualified professional to provide an independent analysis of the private entity's proposal unless qualified resources are available in-house. This could increase the project costs for the local governments.

Date: 02/13/04 / amk

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cc: Secretary of Administration