

## Department of Planning and Budget 2006 Fiscal Impact Statement

**1. Bill Number** HB1187

<b>House of Origin</b>	<input type="checkbox"/> Introduced	<input checked="" type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
<b>Second House</b>	<input checked="" type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

**2. Patron** Landes

**3. Committee** Local Government

**4. Title** Electric authorities.

**5. Summary/Purpose:**

Electric authorities. Amends the Electric Authorities Act. The bill confers on the Town of Elkton the authority to establish a single member authority to distribute electric energy for retail sales to customers within its geographic or certificated area. In addition, the Town of Elkton no longer has to conduct a referendum in order to create a single member authority of which it is the sole member. Furthermore, this single member authority undertaking a project is held to the same state and federal provisions, and to the same extent, that would have applied to the Town of Elkton if the Town of Elkton had directly undertaken the project. The Virginia Personnel Act and the Virginia Public Procurement Act apply to a single member authority to the extent that such provisions would have applied to the authority's single member governmental unit in the exercise of such power directly. The bill further exempts single member authorities from the Virginia Electric Utility Restructuring Act and from paying taxes to the governmental unit that is its sole member.

**6.** No Fiscal Impact on state agencies.

**7. Budget amendment necessary:** No.

**8. Fiscal implications:** None on state agencies.

**9. Specific agency or political subdivisions affected:** Town of Elkton

**10. Technical amendment necessary:**

**11. Other comments:** Senate Bill 406 appears to be related to the same issue; however, the bills are **NOT** identical.

**Date:** 02/16/06 cdw

cc: Secretary of Commerce and Trade