

Department of Planning and Budget 2006 Fiscal Impact Statement

1. **Bill Number** HB 1329

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron** O'Bannon

3. **Committee** Appropriations

4. **Title** Virginia Taxpayer Surplus Relief Fund

5. **Summary/Purpose:** The bill would provide that any amounts in the Revenue Stabilization Fund in excess of the constitutional limitation would be deposited in a special nonreverting fund, to be called the Virginia Taxpayer Surplus Relief Fund, and any moneys in this fund must be used by the next session of the General Assembly to provide tax relief for the taxpayers of Virginia. Under current law, any such excess amounts are deposited in the general fund.

6. **Fiscal impact:** DPB cannot estimate the potential fiscal impact associated with the bill. It would depend entirely on the extent to which the constitutional limitation for the Revenue Stabilization Fund is exceeded. To date, the constitutional limitation has not been exceeded. However, the FY 2006 Revenue Stabilization Fund deposits included in Chapter 951 (\$181.9 million) and HB 29/SB 29 (an additional \$402.2 million), along with interest earnings, are projected to exceed the limitation by approximately \$16.3 million on June 30, 2006. (The final excess amount will depend on FY 2006 interest earnings.) This excess, however, is projected to occur in FY 2006 and therefore would not be affected by the bill.

7. **Budget amendment necessary:** See Item 6.

8. **Fiscal implications:** See Item 6.

9. **Specific agency or political subdivisions affected:** Department of Accounts Transfer Payments.

10. **Technical amendment necessary:** No.

11. **Other comments:** None.

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cc: Secretary of Finance