

Department of Planning and Budget 2006 Fiscal Impact Statement

1. Bill Number HB926H1

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

2. Patron Landes, R. Steven

3. Committee Finance

4. Title Economic Development for Virginians with Disabilities Grant Program.

5. Summary/Purpose: Economic Development for Virginians with Disabilities Grant Program. Creates a grant fund to be distributed to nonprofit organizations that sell donated goods and spend at least 75% of their revenues employing or training people with disabilities or people with a workplace disadvantage. The grant funds are to assist with capital costs associated with construction of retail stores and other employment facilities. The program shall be administered by the Department of Rehabilitative Services. The bill is contingent on funding in the appropriation act.

6. Fiscal impact is final.

Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2006-07	\$67,000	-	General Fund
2007-08	\$64,500	-	General Fund
2008-09	\$64,500	-	General Fund
2009-10	\$64,500	-	General Fund
2010-11	\$64,500	-	General Fund
2011-12	\$64,500	-	General Fund

7. Budget amendment necessary: As amended, the provisions of this bill would not become effective unless a general fund appropriation is provided in the Appropriations Act passed by the 2006 Session of the General Assembly.

8. Fiscal implications: If funds are appropriated, this legislation would require the Department of Rehabilitative Services (DRS) to implement and administer a new grant program for Virginians with disabilities. It is estimated that DRS will require funding for one additional position to carry out the requirements of this bill. The new position would be responsible for adopting the necessary procedures to administer the grant program as well as certifying and assisting appropriate organizations. Using a mid-range salary of \$49,500 for pay band 4, salaries and benefits would total about \$62,000. Funds to cover the routine operating costs (supplies, travel, equipment etc.) and external contracts are estimated at \$9,000 (includes one-time equipment purchase) the first year and \$2,500 per year thereafter.

9. Specific agency or political subdivisions affected: Department of Rehabilitative Services.

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 02/20/06

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cc: Secretary of Health and Human Resources