

**Department of Planning and Budget**  
**2006 Fiscal Impact Statement**

**1. Bill Number** SB203 ER

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

**2. Patron** Blevins

**3. Committee** Passed Both Houses

**4. Title** Virginia Public School Authority; pass-through of bond refunding savings.

**5. Summary/Purpose:**

Authorizes the Virginia Public School Authority to implement a pass-through of refunding savings to a locality without requiring any further local legislative action on the part of the locality.

**6. Fiscal Impact Estimates are:** See Item 8.

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

**8. Fiscal implications:** This legislation proposes to amend Section 22.1-267.1 of the *Code of Virginia*, by removing any requirements placed on school divisions when the Virginia Public School Authority (VPSA) defeases a bond. This amendment could generate a savings in the form of cost avoidance for local governments related to actions currently taken in the defeasance of local school bonds.

**9. Specific agency or political subdivisions affected:** Local school divisions.

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

**11. Other comments:** None.

**Date:** 3/8/06 / SHD

**Document:** G:\FIS\2006 Session\SB203ER.DOC