

Department of Planning and Budget 2007 Fiscal Impact Statement

1. **Bill Number** HB 2136

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron** Cline

3. **Committee** Committee Referral Pending

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

5. **Summary/Purpose:** The bill would provide that any excess funds deposited into the Revenue Stabilization Fund would be deposited into a Virginia Taxpayer Surplus Relief Fund to be used exclusively (by the next session) for tax relief for the taxpayers of Virginia. Currently such excess funds are transferred back to the general fund.

6. **Fiscal impact:** The following table details the excess Revenue Stabilization Fund deposit transferred back to the general fund in FY 2006 as well as projected transfers from FY 2007 through FY 2009:

Fiscal Year	Amount
2006 (actual)	\$19,103,708
2007 (projected)	\$36,903,516
2008 (projected)	\$120,389,652
2009 (projected)	\$94,865,191

Under the provisions of the bill, excess deposits in FY 2008 and FY 2009 would be earmarked for tax relief and would not be available for appropriation from the general fund for the operation of state government. Therefore, the \$120.4 million in FY 2008 projected transfer amounts could be considered to be a cost to the general fund. (The Governor's introduced budget bill included the FY 2007 and FY 2008 transfers as a general fund resource). DPB does not project any such excess deposits after FY 2009.

7. **Budget amendment necessary:** Yes.

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