

Department of Planning and Budget

2007 Fiscal Impact Statement

1. Bill Number SB 1216

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

2. Patron Hanger

3. Committee Finance

4. Title Economic Development for Virginians with Disabilities Grant Program

5. Summary/Purpose: Creates a grant fund for distribution to nonprofit organizations that sell donated goods and spend at least 75 percent of their revenues employing or training people with disabilities or people with a workplace disadvantage. The term “people with a workplace disadvantage” means people who have had felony convictions or past alcohol or substance abuse problems. The grant funds are to assist with capital costs associated with construction of retail stores and other employment facilities. The Secretary of Health and Human Resources shall administer the program. This bill is contingent upon the appropriation of funds.

6. Fiscal impact estimates are preliminary.

Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2008	\$67,000	-	General Fund
2009	\$64,500	-	General Fund
2010	\$64,500	-	General Fund
2011	\$64,500	-	General Fund
2012	\$64,500	-	General Fund
2013	\$64,500	-	General Fund

7. Budget amendment necessary: Yes. The provisions of this bill would not become effective unless a general fund appropriation is provided in the Appropriations Act passed by the 2007 Session of the General Assembly.

8. Fiscal implications: If funds are appropriated, this legislation would require the Secretary of Health and Human Resources to implement and administer a new grant program for Virginians with disabilities. It is estimated that the Office of the Secretary of Health and Human Resources will require funding for at least 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:

Office of the Secretary of Health and Human Resources

10. Technical amendment necessary: No

11. Other comments: None

Date: 01/16/07

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cc: Secretary of Health and Human Resources