

Department of Planning and Budget 2008 Fiscal Impact Statement

1. Bill Number: HB689

House of Origin	<u>X</u>	Introduced	<u> </u>	Substitute	<u> </u>	Engrossed
Second House	<u> </u>	In Committee	<u> </u>	Substitute	<u> </u>	Enrolled

2. Patron: Valentine

3. Committee: Appropriations

4. Title: Combined Sewer Overflow Fund

5. Summary: The bill designates funds to be deposited in the Combined Sewer Overflow Fund for use by the Cities of Lynchburg and Richmond for the completion of their combined sewer overflow projects in certain years when direct general fund appropriations to the fund are less than \$5 million. Deposits shall neither exceed \$5 million per year nor \$50 million over 10 years. Any funds shall be divided equally between the Cities of Lynchburg and Richmond.

6. Fiscal Impact Estimates: Indeterminate. See item 8.

7. Budget Amendment Necessary: Yes, Item 368 of House Bill 30.

8. Fiscal Implications: The bill provides for a guaranteed payment to the Combined Sewer Overflow Fund by designating funds to be deposited when direct appropriations fall below \$5 million each year. The designated funds may come from up to three percent of the general fund revenue collections that are in excess of the official estimates and up to three percent of any unreserved balance at the close of the fiscal year. The bill further provides for bonds to be issued by the Virginia Public Building Authority when funding is not available for the fund from either surplus revenue collections or unreserved balances. The Department of Planning and Budget cannot estimate either the amount or timing of appropriations that may be needed to make debt service payments on the bonds.

9. Specific Agency or Political Subdivisions Affected: City of Lynchburg, City of Richmond.

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: 1/24/2008 dpbkbs

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cc: Secretary of Natural Resources