

Department of Planning and Budget
2008 Special Session II
Fiscal Impact Statement

1. Bill Number: SB6001

House of Origin X Introduced Substitute Engrossed
Second House In Committee Substitute Enrolled

2. Patron: Cuccinelli

3. Committee: Senate Finance

4. Title: **Dedication of existing retail sales and use tax revenues to the Transportation Trust Fund.**

- 5. Summary:** The proposed legislation would dedicate to the Transportation Trust Fund revenues generated from one-half percent of the existing retail sales and use tax. The bill does not increase the rate of the sales and use tax, but redirects a portion of the tax which currently supports the general fund. The bill contains an enactment clause, delaying implementation of the bill until July 1, 2010.

The Code of Virginia designates the allocation of Transportation Trust Fund revenues to the four transportation modal agencies: the Department of Aviation, the Department of Rail and Public Transportation, the Department of Transportation, and the Virginia Port Authority. The proposed legislation does not amend the distribution of the funding.

6. Fiscal Impact Estimates:

<i>Fiscal Year</i>	<i>General Fund</i>	<i>Nongeneral Fund</i>
FY 2009	\$0	\$0
FY 2010	\$0	\$0
FY 2011	(\$595,400,000)	\$595,400,000
FY 2012	(\$621,100,000)	\$621,100,000
FY 2013	(\$647,100,000)	\$647,100,000
FY 2014	(\$669,800,000)	\$669,800,000

- 7. Budget Amendment Necessary:** None. The bill does not take effect until next biennium.

- 8. Fiscal Implications:** The bill would redirect general fund appropriation to the Transportation Trust Fund.

The additional funding in the Transportation Trust Fund would be distributed to the four transportation modal agencies. The Department of Aviation would receive 2.4 percent, the Virginia Port Authority would receive 4.2 percent, the Department of Rail and Public Transportation would receive 14.7 percent, and the Department of Transportation would receive the remaining 78.7 percent.

9. Specific Agency or Political Subdivisions Affected: All localities, agencies, and other entities that receive general fund revenues/appropriations as well as localities, mass transit properties, airports, and agencies receiving transportation revenues/appropriations.

10. Technical Amendment Necessary: None.

11. Other Comments: None.

Date: 6/23/2008 dpb/smc

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cc: Secretary of Transportation