

Department of Planning and Budget 2011 Fiscal Impact Statement

1. Bill Number: SB1397

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

2. Patron: Colgan

3. Committee: Transportation

4. Title: Allocations to certain homeowners' associations; highway maintenance and maintenance replacement.

5. Summary: The proposed legislation would require the Commonwealth Transportation Board (CTB) to annually set aside \$50 million from all funds available for highway maintenance and construction which is to be distributed among homeowners' associations within the Commonwealth for use exclusively for highway maintenance and maintenance replacement. The funding is to be distributed only to those homeowners' associations which have been in uninterrupted existence for at least 25 years. The CTB may use its discretion in allocating the funding among eligible associations.

6. Budget Amendment Necessary: Yes. \$50 million will need to be shifted from the construction program, Item 452, to the maintenance program, Item 453. Revisions may also be necessary among the subprograms in Item 452.

7. Fiscal Impact Estimates: Preliminary. See Item 8.

8. Fiscal Implications: The bill requires \$50 million in transportation funding to be allocated among certain homeowners' associations for the maintenance of their roads. The bill would increase the Commonwealth's maintenance need, which currently outstrips available funding and requires a transfer of funding from the construction program. Any additional funding in the maintenance program will increase the amount of the transfer, which totaled \$511.0 million in FY 2011 and is estimated to be \$448.9 million in FY 2012.

9. Specific Agency or Political Subdivisions Affected: Department of Transportation

10. Technical Amendment Necessary: None.

11. Other Comments: None.

Date: 1/27/2011 dpb/smc

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