

Department of Planning and Budget 2012 Fiscal Impact Statement

1. Bill Number: SB31

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

2. Patron: Colgan

3. Committee: Finance

4. Title: Higher Educational Institutions Bond Act of 2012

5. Summary: Authorizes the Treasury Board to issue bonds pursuant to Article X, Section 9 (c) of the Constitution of Virginia in an amount up to \$130,781,359 plus financing costs to finance revenue-producing capital projects at five institutions of higher education.

The bonds are backed by the full faith and credit of the Commonwealth and therefore, constitute tax-supported debt. The bill also declares that an emergency exists and that the bill is effective upon passage.

6. Budget Amendment Necessary: No.

7. Fiscal Impact: Preliminary. The projects listed in this bill are included in Senate Bill 30 or in the Governor's Executive Amendments to the budget. It is expected that these projects will generate sufficient nongeneral fund revenues to pay operating expenses and debt service.

8. Fiscal implications: Institutions will need nongeneral fund appropriations for debt service once the projects are complete. Institutions of higher education affected by the bill must set rates, fees, and/or charges at levels that will generate sufficient net revenues to retire the debt.

9. Specific Agency or Political Subdivisions Affected:

George Mason University
James Madison University
Radford University
The College of William and Mary
Treasury Board
Department of the Treasury

10. Technical Amendment Necessary: Yes. It is recommended that the amounts for two projects be rounded to the nearest \$1,000:

Institution	Project Code	Current Amount	Recommended Change
Old Dominion University	17945	\$23,575,260	\$23,576,000
Radford University	17948	\$5,518,099	\$5,519,000

11. Other Comments: Senate Bill 30 is identical to House Bill 54.

Date: 01/18/12

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