

Department of Planning and Budget 2014 Fiscal Impact Statement

1. Bill Number: SB348

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

2. Patron: Cosgrove

3. Committee: Passed Both Houses.

4. Title: Virginia Real Estate Time-Share Act; alternative purchase.

5. Summary: This bill provides for the registration with the Common Interest Community Board of alternative purchases that are offered to potential purchasers during the developer's sales presentation. The bill also requires the developer to notify the Board within 30 days of any material change in any previously registered alternative purchase.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Final. See item 8, below.

Revenue Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Fund</i>
2014	\$0	n/a
2015	\$10,000	Common Interest Community Mgmt Information Fund/Dedicated Special Revenue
2016	\$10,000	Common Interest Community Mgmt Information Fund/Dedicated Special Revenue
2017	\$10,000	Common Interest Community Mgmt Information Fund/Dedicated Special Revenue
2018	\$10,000	Common Interest Community Mgmt Information Fund/Dedicated Special Revenue
2019	\$10,000	Common Interest Community Mgmt Information Fund/Dedicated Special Revenue
2020	\$10,000	Common Interest Community Mgmt Information Fund/Dedicated Special Revenue

8. Fiscal Implications: This bill increases the administrative and regulatory responsibilities of the Department of Professional and Occupational Regulation (DPOR) by requiring the registration of alternative time-share purchases. DPOR estimates approximately 100 such purchases would be required to be registered.

Expenditure Impact: This legislation will increase the work load of the staff supporting the Common Interest Community Board including payment processing, registration reviews, form design, and system configuration. Current resources can be utilized to complete the additional work load. No other expenditure impact is expected as a result of this legislation.

Revenue Impact: In accordance with the provisions of Section 54.1-113 (Callahan Act), Code of Virginia, licensing fees are established at rates adequate to cover a program's operating costs and a proportionate share of agency support costs. Approximately 100 new alternative purchases are expected to register. The registration fee is expected to be \$100 whereas the application fee for a time-share registration is currently \$1,500. Total additional revenue is estimated to be \$10,000 beginning in FY 2015 and continuing in each subsequent year thereafter.

9. Specific Agency or Political Subdivisions Affected: Department of Professional and Occupational Regulation.

10. Technical Amendment Necessary: No.

11. Other Comments: None.