

## Department of Planning and Budget 2015 Fiscal Impact Statement

**1. Bill Number:** SB1006

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

**2. Patron:**        Watkins

**3. Committee:** Agriculture, Conservation and Natural Resources

**4. Title:**         Virginia Marine Resources Commission; submerged lands; permit fees.

**5. Summary:** Clarifies the requirement of a permit application to the Virginia Marine Resources Commission (Commission) for the placement of certain piers and provides that certain applications for permits to use state-owned submerged lands shall be accompanied by a nonrefundable processing fee of \$100. The bill raises the existing fees for the issuance of such a permit from \$25 to \$100 for small projects and from \$100 to \$300 for projects costing more than \$10,000. The bill establishes a permit fee of \$600 for projects costing \$500,000 or more. The bill also increases the range of royalties for removal of each cubic yard of bottom material from \$0.20 nor more than \$0.60 to \$0.40 nor more than \$0.80.

**6. Budget Amendment Necessary:** No.

**7. Fiscal Impact Estimates:** Preliminary. See Item 8, below.

**7a. Expenditure Impact:** None.

**7b. Revenue Impact:**

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Fund</i>
2015	\$0	Marine Habitat and Waterways Improvement (0916)
2016	\$232,817	Marine Habitat and Waterways Improvement (0916)
2017	\$232,817	Marine Habitat and Waterways Improvement (0916)
2018	\$232,817	Marine Habitat and Waterways Improvement (0916)
2019	\$232,817	Marine Habitat and Waterways Improvement (0916)
2020	\$232,817	Marine Habitat and Waterways Improvement (0916)
2021	\$232,817	Marine Habitat and Waterways Improvement (0916)

**8. Fiscal Implications:** The revenue, which would be deposited into the Marine Habitat and Waterways Improvement Fund (0916), is the sum of the following calculations for an annual total of \$232,817:

\$100 application fee (new): \$96,200 (based on 456 pier applications and 506 subaqueous permit applications received during 2013.) Sum of total applications received in 2013 is 962, and 962 is then multiplied by \$100 for a total of \$96,200.

\$100 permit fee, increase: \$13,275 (based on 177 projects under \$10,000 in value during 2013 and a net increase of \$75 per permit as the current permit fee is \$25.) 177 is then multiplied by \$75 for a total of \$13,275.

\$300 permit fee, increase: \$49,200 (based on 246 projects over \$10,000 but less than \$500,000 in value during 2013 and a net increase of \$200 per permit as the current permit fee is \$100.) 246 is then multiplied by \$200 for a total of \$49,200.

\$600 permit fee, increase: \$32,000 (based on 64 projects over \$500,000 in value during 2013 and a net increase of \$500 per permit as the current permit fee is \$100.) 64 is then multiplied by \$500 for a total of \$32,000.

\$0.20 dredging fee, increase: \$42,142 (based on an average increase of \$0.20 times the 210,710 cubic yards which were authorized to be dredged in 2013 and were subject to a dredging royalty.) 210,710 is then multiplied by \$0.20 to arrive at \$42,142.

**9. Specific Agency or Political Subdivisions Affected:** Marine Resources Commission.

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** None.