

## Department of Planning and Budget 2016 Fiscal Impact Statement

**1. Bill Number:** SB61

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

**2. Patron:** Hanger

**3. Committee:** Passed Both Houses

**4. Title:** Commonwealth of Virginia Institutions of Higher Education Bond Act of 2016

**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 \$40,987,000 plus financing costs to finance revenue-producing capital projects at four 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:** Yes. All but one project listed in this bill is included in House Bill 30/Senate Bill 30. The James Madison University – Renovate Phillips Hall project was added in the Senate substitute and should be included in any capital amendments to the budget bill.

**7. Fiscal Impact.** Final. The projects listed in this bill are included in Senate Bill 30, as amended. It is expected that these projects will generate sufficient nongeneral fund revenues to pay operating expenses and debt service.

**8. Fiscal Implications:** The affected institutions will need nongeneral fund appropriations for debt service once the project is complete and 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:**

Norfolk State University  
Richard Bland College  
College of William and Mary  
James Madison University

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

**11. Other Comments:** House Bill 1063 and Senate Bill 61 are identical.

