

Department of Planning and Budget 2019 Fiscal Impact Statement

1. Bill Number: HB2357

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

2. Patron: Jones, S.C.

3. Committee: Appropriations

4. Title: Commonwealth of Virginia Institutions of Higher Education Bond Act of 2019

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 \$17,500,000 plus financing costs to finance a revenue-producing capital project at Radford University.

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 Estimates: Preliminary. It is expected that this project will generate sufficient nongeneral fund revenues to pay operating expenses and debt service.

8. Fiscal Implications: The affected institution will need a nongeneral fund appropriation 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:

Radford University
Department of the Treasury

10. Technical Amendment Necessary: Yes, technical amendments are needed to conform the amounts listed in House Bill 1700, the Budget Bill, to House Bill 2357.

Page 525, line 3, strike "\$17,850,000" and insert "\$17,500,000".
Page 525, line 4, strike "\$17,850,000" and insert "\$17,500,000".
Page 548, line 16, strike "17,850,000" and insert "\$17,500,000".
Page 548, line 19, strike "\$38,850,000" and insert "\$38,500,000".

11. Other Comments: Senate Bill 1319 is identical to House Bill 2357.