

Department of Planning and Budget

2019 Fiscal Impact Statement

1. Bill Number: SB1319

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

2. Patron: Hanger

3. Committee: Passed Both Houses

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: Final. 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: No.

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