

## Department of Planning and Budget 2007 Fiscal Impact Statement

**1. Bill Number** HB1725

<b>House of Origin</b>	<input checked="" 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 type="checkbox"/> Enrolled

**2. Patron** Cole

**3. Committee** House Appropriations

**4. Title** Transportation Bond Act of 2007; created.

**5. Summary/Purpose:** The proposed legislation creates the Transportation Bond Act of 2007, which authorizes the Commonwealth Transportation Board to issue bonds in an amount not to exceed \$550 million to finance the cost of adding an additional lane on both the northbound and southbound lanes of Interstate 95 from Dumfries to Massaponax in Spotsylvania County to expand the regular travel lanes (not the HOV lanes).

**6. Fiscal Impact Estimates are:** Tentative. See Item 8.

**7. Budget amendment necessary:** Yes. Item 447.

**8. Fiscal implications:** The proposed legislation does not specify a funding source for the debt service on the new bonds. If the debt service payments are to come from the Transportation Trust Fund revenue or the general fund, the bonds will constitute tax supported debt.

If the bonds are issued as Commonwealth of Virginia Transportation Investment 10-year Notes, the annual debt service on \$550 million is estimated by the Department of Treasury to be \$68 million.

**9. Specific agency or political subdivisions affected:** Commonwealth Transportation Board, Department of Transportation, Department of Treasury, Treasury Board

**10. Technical amendment necessary:** None.

**11. Other comments:** None.

**Date:** 01/11/07 / smc

**Document:** F:\SMC\GA\FIS 2007\HB1725.Doc

**cc:** Secretary of Finance

Secretary of Transportation