

Department of Planning and Budget 2007 Fiscal Impact Statement

1. Bill Number HB2942

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Miller, J.H.

3. Committee House Finance

4. Title Transportation Trust Fund; dedication of certain recordation tax revenue.

5. Summary/Purpose: The proposed legislation would dedicate to the Transportation Trust Fund the additional recordation tax revenue generated by the recordation tax increase enacted during the 2004 Special Session I.

6. Fiscal Impact Estimates are: Preliminary. See Item 8.

<i>Fiscal Year</i>	<i>General Fund</i>
FY 2008	(\$197,500,000)
FY 2009	(\$197,800,000)
FY 2010	(\$213,700,000)
FY 2011	(\$224,400,000)
FY 2012	(\$225,000,000)
FY 2013	(\$226,400,000)

<i>Fiscal Year</i>	<i>Nongeneral Fund</i>
FY 2008	\$197,500,000
FY 2009	\$197,800,000
FY 2010	\$213,700,000
FY 2011	\$224,400,000
FY 2012	\$225,000,000
FY 2013	\$226,400,000

7. Budget amendment necessary: Yes. Item 437, Item 443, Item 453, and Item 428. The significant reduction in general fund revenues may require that there be reductions in general fund appropriations for some programs or agencies.

8. Fiscal implications: The proposed legislation would transfer to the Transportation Trust Fund the additional revenue generated from changes to the recordation tax enacted by the General Assembly during the 2004 Special Session I. This portion of the recordation tax currently supports the general fund. The legislation passed during the 2004 Special Session I increased the recordation tax from \$0.15 per \$100 of value to \$0.25 per \$100 of value.

The revenue would be transferred to the Transportation Trust Fund and distributed according to formulas in the Code of Virginia. The formulas distribute 2.4 percent to the

Commonwealth Airport Fund, 4.2 percent to the Commonwealth Port Fund, 14.7 percent to the Mass Transit Fund and 78.7 percent for highway construction purposes.

9. Specific agency or political subdivisions affected: Department of Transportation, Department of Rail and Public Transportation, Department of Aviation, Virginia Port Authority, Department of Taxation

10. Technical amendment necessary: None.

11. Other comments: None.

Date: 01/27/07 / smc

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cc: Secretary of Finance

Secretary of Transportation