

Department of Planning and Budget
2007 Fiscal Impact Statement

1. Bill Number SB760

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Stosch

3. Committee General Laws and Technology

4. Title General fund revenue; year-end surplus use thereof.

5. Summary/Purpose: Use of year-end general fund balance. Provides that any fiscal year-end general fund balance that is not otherwise reserved or designated shall be designated by the Comptroller in the amount of 50 percent for nonrecurring, non-transportation expenditures and 50 percent for deposit into the Highway Maintenance and Operating Fund. The bill provides that the Comptroller make such designation only after amounts have been reserved and set aside for the Revenue Stabilization Fund, the Virginia Water Quality Improvement Fund, and other required designations. The also requires the Governor to recommend appropriations in the budget bill that would be consistent with the Comptroller's designations for nonrecurring, non-transportation expenditures and for deposits into the Highway Maintenance and Operating Fund.

6. Fiscal Impact Estimates are: Preliminary see Item 8

7. Budget amendment necessary: No

8. Fiscal implications: The bill dedicates 50 percent of the general fund year-end balance not otherwise designated or reserved (The Comptroller's designations would include amounts set aside or reserved for the Revenue Stabilization Fund, the Water Quality Improvement Fund and other required designations.)

In effect, the only portion of the general fund balance that would be subject to the provisions of this proposal would be any unreserved, undesignated fund balance defined as that balance remaining from operations of the current and prior years, net of any amounts established as reserved and designated fund balance. (The last undesignated fund balance recorded was in FY1999)

9. Specific agency or political subdivisions affected: Executive branch agencies

10. Technical amendment necessary: No

11. Other comments: None

Date: 1/18/07 mtb

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c: Secretary of Finance