

Department of Planning and Budget 2010 Fiscal Impact Statement

1. Bill Number: HB1016

House of Origin	<u>X</u>	Introduced	<u> </u>	Substitute	<u> </u>	Engrossed
Second House	<u> </u>	In Committee	<u> </u>	Substitute	<u> </u>	Enrolled

2. Patron: Hugo

3. Committee: Education

4. Title: Abolish the State Council of Higher Education for Virginia (SCHEV)

5. Summary: Abolishes the State Council of Higher Education for Virginia and transfers its duties, responsibilities, and functions to the successor in interest to the Council.

6. Fiscal Impact Estimates: Preliminary, see item 8.

7. Budget Amendment Necessary: Yes, Items 137-141.

8. Fiscal Implications: Of the \$87 million in SCHEV's budget, \$83,445,528 is grant or pass-through funding. Thus, only approximately \$3.7 million of general fund support is associated with agency operations (i.e. staff and operating costs.) It is uncertain at this time which functions of SCHEV should be retained. For every staff position eliminated, it is estimated that approximately \$60,000 to \$120,000 could be saved.

9. Specific Agency or Political Subdivisions Affected: State Council of Higher Education for Virginia, Department of General Services, Department of Planning and Budget, Virginia Department of Education, and the Secretary of Education and Workforce, Department of Accounts.

10. Technical Amendment Necessary: No.

11. Other Comments: None.