

Department of Planning and Budget 2011 Fiscal Impact Statement

1. Bill Number: SB779

House of Origin	<input type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> Enrolled

2. Patron: Lucas

3. Committee: Passed Both Houses

4. Title: Joint enterprise zone; authorizes the Department of Housing and Community Development (DHCD) to expand an existing zone consisting of two localities, etc.

5. Summary: Redesignation of joint enterprise zones. Authorizes DHCD to expand an existing joint enterprise zone consisting of two localities to include an additional locality provided (i) all the local governing bodies of all the localities in which the proposed redesignated zone submit to the Department resolutions supporting the proposed redesignation and applications for the redesignation and (ii) the area of the additional locality that will be included in the redesignated zone is contiguous to the existing joint enterprise zone and includes a revenue-sharing district that has experienced the loss of 900 permanent full-time positions within a 12-month period.

6. Budget Amendment Necessary: No.

7. Fiscal impact estimates are final. See item 8, below.

8. Fiscal Implications: The fiscal impact of the bill is indeterminate. However, DHCD anticipates that the provisions of the bill may encourage more participation from eligible entities, but would not have a significant fiscal impact. HB1500/SB800 includes \$13.2 million in FY 2012, from the general fund, for payments under the Virginia Enterprise Zone Program. In the event demand for grants under the program exceeds the amount of available funding, the Department is authorized to prorate payouts, or program benefits.

9. Specific Agency or Political Subdivisions Affected: Department of Housing and Community Development.

10. Technical Amendment Necessary: No.

11. Other Comments: HB2131 also addresses the redesignation of joint enterprise zones.

Date: 2/18/11