

Department of Planning and Budget 2012 Fiscal Impact Statement

1. Bill Number: HB767

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

2. Patron: Landes, R. S.

3. Committee: General Laws

4. Title: Small Business Jobs Grant Fund; requirements.

5. Summary: This bill requires a small business to be organized under Virginia law or maintain a principal place of business in Virginia in order to qualify for a grant under the Small Business Jobs Grant Fund. The bill also requires that a new full-time position must employ a Virginia resident in order to qualify for the grant. In addition, the bill provides that the criteria established by the Virginia Department of Business Assistance for the fund include provisions that (i) prohibit receiving more than one grant for the same position, (ii) require the employee to be employed in the new full-time position for at least 90 days prior to the award of the grant, and (iii) require the small business to submit a taxpayer identification number and certification Form W-9 with each grant application.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Preliminary.

8. Fiscal Implications: It is anticipated that this bill will have no fiscal impact on the Department of Business Assistance.

9. Specific Agency or Political Subdivisions Affected: Virginia Department of Business Assistance.

10. Technical Amendment Necessary: No.

11. Other Comments: According to the Department of Business Assistance, the criteria codified in this proposed legislation are similar to current qualification guidelines adopted by the department. While it is indeterminate how many businesses will apply for grants, it is anticipated that similar businesses to those that currently qualify will continue to qualify under this bill.

Date: 1/31/12

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