

## Department of Planning and Budget 2014 Fiscal Impact Statement

**1. Bill Number:** HB115

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

**2. Patron:** Hodges

**3. Committee:** Counties, Cities and Towns

**4. Title:** Enterprise Zone Designation

**5. Summary:** This bill removes the requirement that a locality contiguous to an existing multi-locality, joint enterprise zone must have lost at least 900 jobs in a 12-month period to be eligible to join the pre-existing joint enterprise zone. It also removes the restriction limiting existing multi-locality enterprise zones to two localities.

**6. Budget Amendment Necessary:** No.

**7. Fiscal Impact Estimates:** Preliminary, see item 8.

**8. Fiscal Implications:** It is anticipated that this bill will not have a fiscal impact on program expenditures performed by the Department of Housing and Community Development (DHCD). The department will need to update the program regulations to conform to changes in the statute; however, this can be accomplished within existing agency resources.

**9. Specific Agency or Political Subdivisions Affected:** Department of Housing and Community Development; counties, cities and towns eligible for enterprise zone designations.

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** HB30/SB30 includes \$14.1 million in FY 2015 and \$14.1 million in FY 2016 from the general fund for payments under the Enterprise Zone Grant Program. In the event that demand for grants under the program exceeds the amount of available funding, DHCD is authorized to prorate payouts of program benefits. The last year in which the department prorated payments was 2009.