

Department of Planning and Budget

2015 Fiscal Impact Statement

1. Bill Number: HB2311

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: Massie

3. Committee: Finance

4. Title: Education improvement scholarships tax credit; reporting requirement.

5. Summary: The proposed legislation would make the required report of contributions qualifying for the credit and scholarships awarded from such contributions a calendar year report. The report currently is based on each scholarship foundation's fiscal year.

The Code of Virginia requires a scholarship foundation to disburse for scholarships an amount at least equal to 90 percent of the value of the donations it receives (for which tax credits were issued) during each 12-month period ending on June 30 by the immediately following June 30. Therefore, the foundations have a two year period to award the funding. However, the required report the scholarship foundation currently must provide only covers the most recent fiscal year and does not contain sufficient information to determine if the threshold has been met.

This change will enable the Department of Education to determine whether a scholarship foundation has complied with the statutory requirements.

6. Budget Amendment Necessary: None.

7. Fiscal Impact Estimates: Preliminary. See Item 8.

8. Fiscal Implications: The bill modifies reporting requirements. It is not anticipated to impact state finances.

9. Specific Agency or Political Subdivisions Affected: Department of Education

10. Technical Amendment Necessary: None.

11. Other Comments: None.

Date: 1/27/2015 dpb/smc

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