

Department of Planning and Budget 2016 Fiscal Impact Statement

1. Bill Number: HB1114e

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

2. Patron: Cox

3. Committee: Engrossed by the House.

4. Title: Charter; City of Colonial Heights.

5. Summary: The bill clarifies that the city's director of finance is responsible for the collection of all local taxes, fees, and charges. The city treasurer is to collect all tax returns, assessments, and charges imposed by the state or payable to the Commonwealth. Certain duties related to the sale of tax-delinquent property are shifted from the city treasurer to the director of finance.

6. Budget Amendment Necessary: Yes; Item #75.

7. Fiscal Impact Estimates: Preliminary.

7a. Expenditure Impact:

| <i>Fiscal Year</i> | <i>Dollars</i> | <i>Positions</i> | <i>Fund</i> |
|--------------------|----------------|------------------|----------------|
| 2016 | \$0 | 0.0 | |
| 2017 | \$0 | 0.0 | |
| 2018 | \$0 | 0.0 | |
| 2019 | \$10,055 | 0.0 | (General Fund) |
| 2020 | \$10,055 | 0.0 | (GF) |
| 2021 | \$10,055 | 0.0 | (GF) |
| 2022 | \$10,055 | 0.0 | (GF) |

8. Fiscal Implications:

The Compensation Board provides reimbursements to localities for constitutional (elected) officers and related staff (appointed) positions that may perform the same duties as constitutional officers, depending on the structure of government in the locality. This bill would impact Compensation Board reimbursements to the City of Colonial Heights for the office of the elected Treasurer based on statutory duties assigned.

Should the locality's Treasurer's office no longer be responsible for the collection of locally imposed revenues by shifting these responsibilities to the office of the Finance Director, the amount the Compensation Board will reimburse the locality will increase by \$10,055 each year. This is due to a shift in which expenses are reimbursed by the Commonwealth based on

duties assigned. When the responsibilities of locally imposed revenue collection are no longer part of the office of the Treasurer, a larger percentage of their operational expenses are reimbursed by the Commonwealth as they are performing fewer local duties.

Language in the bill limits the Compensation Board from changing the reimbursement for the Treasurer's salary during fiscal years 2017 and 2018. The fiscal impact reflected in Item 7a commences in FY 2019.

9. Specific Agency or Political Subdivisions Affected: Compensation Board.

10. Technical Amendment Necessary: None.

11. Other Comments: None.

Date: 2/17/2016- HB1114e.docx(NCS)