

Department of Planning and Budget

2018 Fiscal Impact Statement

1. Bill Number: HB766

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: Jones, S.C.

3. Committee: Appropriations

4. Title: Commonwealth of Virginia Institutions of Higher Education Bond Act of 2018

5. Summary: Authorizes the Treasury Board to issue bonds pursuant to Article X, Section 9(c) of the Constitution of Virginia in an amount up to \$21,000,000 plus financing costs to finance revenue-producing capital projects at two institutions of higher education.

The bonds are backed by the full faith and credit of the Commonwealth and therefore, constitute tax-supported debt. The bill also declares that an emergency exists and that the bill is effective upon passage.

6. Budget Amendment Necessary: No.

7. Fiscal Impact. Preliminary. It is expected that this project will generate sufficient nongeneral fund revenues to pay operating expenses and debt service.

8. Fiscal Implications: The affected institutions will need nongeneral fund appropriations for debt service once the project is complete and must set rates, fees, and/or charges at levels that will generate sufficient net revenues to retire the debt.

9. Specific Agency or Political Subdivisions Affected:

College of William and Mary
Norfolk State University

10. Technical Amendment Necessary: No.

11. Other Comments: Senate Bill 232 is identical to House Bill 766.