

Department of Planning and Budget 2018 Fiscal Impact Statement

1. Bill Number: SB31

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

2. Patron: Stanley

3. Committee: Appropriations

4. Title: Interstate 73 Corridor Development Fund and Program; created.

5. Summary: Establishes the Interstate 73 Corridor Development Fund and Program and reallocates to the I-73 Fund the \$40 million from state recordation taxes that is currently allocated annually to the U.S. Route 58 Corridor Development Fund and Program. All provisions of the bill are contingent upon construction of and payments for Route 58 being completed.

6. Budget Amendment Necessary: No.

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

8. Fiscal Implications: According to the Virginia Department of Transportation, the Route 58 Corridor Program has outstanding debt requirements through 2026 on debt previously issued. Chapter 296 (HB 1953), 2013 Acts of Assembly, authorizes an additional \$595.7 million in debt to be issued in the future for the Crooked Oak Section, the Vesta Section, and the Lover's Leap Section of the Route 58 Corridor Development Program. None of this additional debt has been issued. This legislation is also tied Chapter 766 (HB 2313), 2013 Acts of Assembly. Chapter 766 includes an enactment clause that requires the deposit of \$20 million from the highway construction share of the Transportation Trust Fund into the Route 58 Corridor Development Fund beginning in Fiscal Year 2020. These additional funds will support the issuance of the additional bonds. The additional bonds are expected to require debt obligations through fiscal year 2046. Enactment clause 3 of SB 31 repeals this dedicated funding.

If SB 31 is adopted, the bill will not impact outstanding bonds or any proposed refunding of Route 58 Bonds. It would not adversely affect the security and source of payment for the Route 58 Bonds. The Commissioner of Highways has the ability to determine when the U.S. Route 58 Corridor Development Program is complete.

9. Specific Agency or Political Subdivisions Affected: Virginia Department of Transportation, Virginia Department of the Treasury, Commonwealth Transportation Board, Secretary of Finance.

10. Technical Amendment Necessary: No.

11. Other Comments: None.