

Department of Planning and Budget 2019 Fiscal Impact Statement

1. Bill Number: HB2347

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

2. Patron: Herring

3. Committee: Passed Both Houses

4. Title: Small Business Investment Grant Fund; recapture of awards.

5. Summary: This bill provides that if an eligible investor is awarded a grant from the Small Business Investment Grant Fund and the small business in which the investment was made (i) relocates outside of the Commonwealth within two years of the award of the grant or (ii) closes within two years of the award of the grant as a result of a criminal conviction on the part of any officer, director, manager, or general partner of such business relating to his involvement with the business, such investor shall forfeit the grant and refund such moneys to the Virginia Small Business Financing Authority.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Final, see item 8.

8. Fiscal Implications: It is anticipated that this bill may result in an increased workload for the Department of Small Business and Supplier Diversity, which administers the Fund. However, it is also anticipated that any such increased workload can be absorbed within existing resources.

Also, this bill extends the date by which an eligible investor must make a qualified investment in order to be eligible for a grant to January 1, 2022. Currently, such an investment must be have occurred between July 1, 2016, and January 1, 2019. Chapter 2, Special Session I, 2018 Acts of Assembly, and the Introduced Budget Bill, HB1700, contain \$819,753 from the General Fund in each year for the Fund.

9. Specific Agency or Political Subdivisions Affected: Department of Small Business and Supplier Diversity.

10. Technical Amendment Necessary: No.

11. Other Comments: None.