

## Department of Planning and Budget 2023 Fiscal Impact Statement

1. **Bill Number:** HB2238

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:** Cherry

3. **Committee:** Appropriations

4. **Title:** Precision Plastic Manufacturing Grant Fund; established.

5. **Summary:** Establishes the Precision Plastic Manufacturing Grant Fund to provide up to \$56 million in grants between July 1, 2027, and July 1, 2035, to a qualified company that engages in the manufacture and distribution of precision plastic products in an eligible county and that between June 1, 2022, and December 31, 2035, is expected to make a capital investment of at least \$1 billion and create at least 1,761 new full-time jobs related to or supportive of its business.

6. **Budget Amendment Necessary:** No, not in the current biennium.

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

**7a. Expenditure Impact:**

<i>Fiscal Year</i>	<i>Dollars</i>
2028	\$5,939,900
2029	\$7,482,600
2030	\$6,159,600

8. **Fiscal Implications:** This bill establishes the Precision Plastic Manufacturing Grant Fund for payment of a grant not to exceed an aggregate of \$56.0 million. The actual amount of grants paid from the Fund are subject to appropriation by the General Assembly and will be contingent upon the company meeting the performance requirements set forth in the memorandum of understanding. Payments are anticipated to begin in fiscal year (FY) 2028 and occur through FY 2036 but may be extended.

The Fund will be administered by the Virginia Economic Development Partnership and the Secretary of Commerce and Trade. It is anticipated that any costs to administer the program may be absorbed in current resources.

9. **Specific Agency or Political Subdivisions Affected:** Virginia Economic Development Partnership; Secretary of Commerce and Trade.

10. **Technical Amendment Necessary:** No.

**11. Other Comments:** SB1134 is identical to this bill.