

Department of Planning and Budget 2022 Fiscal Impact Statement

1. Bill Number: SB93

House of Origin Introduced Substitute Engrossed
Second House In Committee Substitute Enrolled

2. Patron: Howell

3. Committee: Passed Both Houses

4. Title: Commonwealth of Virginia Higher Educational Institutions Bond Act of 2022, created.

5. Summary: Authorizes issuance of bonds in an amount up to \$100,869,000 for revenue-producing capital projects at James Madison University and Virginia Polytechnic Institute and State University. The bill contains an emergency clause.

6. Budget Amendment Necessary: No.

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

8. Fiscal Implications: It is expected that these projects will generate sufficient nongeneral fund revenues to pay operating expenses and debt service, offsetting any impact to the state's debt capacity. In future budgets, the affected institutions will need a nongeneral fund appropriation for debt service once the projects are 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: James Madison University, Virginia Polytechnic Institute and State University

10. Technical Amendment Necessary: No.

11. Other Comments: Identical to HB 165.