



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

SENATE BILL NO. 905

PRINTERS NO. 1399

PRIME SPONSOR: Browne

AS AMENDED BY: A04175 and A04315

Project Types	Fund	Debt Financed Authorizations	Current Revenues Authorizations
Public Improvement	Capital Facilities	\$8,635,663,000	
Furniture and Equipment	Capital Facilities	\$504,155,000	
Transportation Assistance	Capital Facilities	\$375,483,000	
Redevelopment Assistance	Capital Facilities	\$10,590,650,000	
Flood Control	Capital Facilities	\$36,280,000	
Pennsylvania Fish & Boat Commission	Fish Fund and Boat Fund	\$500,000	
Department of Corrections	Manufacturing Fund		\$21,000,000
	Totals:	\$20,142,231,000	\$21,000,000
Debt Financed and Current Revenues:		\$500,000	
Total Authorizations:		\$20,163,731,000	

SUMMARY: Provides for the Capital Budget Project Itemization Act of 2019-20. The Capital Facilities Debt Enabling Act provides the framework for the capital budget process in Pennsylvania, including the itemization of projects under the Capital Budget Project Itemization Act and setting of annual debt limits under the Capital Budget Act.

ANALYSIS: Senate Bill 905 is the Capital Budget Project Itemization Act of FY 2019-2020. It establishes the categories under which capital projects may be funded, in part or in whole, through the issuance of general obligation debt or current revenue. The types of projects in Senate Bill 905 are: Public Improvement projects, Furniture and Equipment projects, Transportation Assistance projects, Redevelopment Assistance projects, Flood Control projects, Pennsylvania Fish and Boat Commission projects, and Manufacturing Fund projects.

FISCAL IMPACT: This legislation itemizes capital projects in the aggregate amount of \$20,163,731,000. Of this amount, \$20,142,231,000 would be funded from debt, \$21,000,000 would be funded from current revenues, and \$500,000 would be funded from debt or current revenues. Debt service for debt-funded projects would be paid from the General Fund or applicable special fund in the form of annual appropriations to the Treasury for general obligation debt service.

Capital projects included in this bill that are debt financed are financed by the sale of bonds. In addition to the amortization of the bonds, an additional cost to the Commonwealth is the interest on the bonds that are sold. The cost to the General Fund cannot be determined at this time because the size of any future bond issue is dependent on the dollar amount of capital projects released for funding by the Governor and dependent on the interest rate at the time of the sale of such bonds.

PREPARED BY: Thomas Gwinn
House Appropriations Committee (R)

DATE: December 16, 2019

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.