



**Colorado
Legislative
Council
Staff**

HB16-1053

**FINAL
FISCAL NOTE**

FISCAL IMPACT: State Local Statutory Public Entity Conditional No Fiscal Impact

Drafting Number: LLS 16-0483
Prime Sponsor(s): Rep. Kraft-Tharp
Sen. Hill

Date: June 16, 2016
Bill Status: Signed into Law
Fiscal Analyst: Marc Carey (303-866-4102)

BILL TOPIC: RETAIL HYDROGEN FUEL SYSTEMS REGULATION

Fiscal Impact Summary	FY 2016-2017	FY 2017-2018
State Revenue	Potential Increase	
State Expenditures	Potential Increase	
TABOR Impact	Potential Increase	
FTE Position Change		
Appropriation Required: None.		
Future Year Impacts: Ongoing potential increase in state revenue and expenditures.		

Summary of Legislation

This bill requires the Division of Oil and Public Safety in the Department of Labor and Employment to promulgate rules concerning the retail sale of hydrogen fuel for vehicles by January 1, 2017. The rules must establish minimum design, construction, location, installation, and operation standards, conforming to the minimum standards prescribed in the National Fire Protection Association's national fire code. The rules may also establish fees to offset the administrative costs incurred by the division. The division is required to begin enforcing the rules on July 1, 2017.

State Revenue

The bill provides for the division to establish fees to cover the administrative costs which the division incurs. While this fiscal note assumes that fees will be necessary, future administrative costs are currently unknown and will depend on the number of fueling stations established.

TABOR Impact

The bill increases state cash fund revenue from new fees established by the division, which will increase the amount of money required to be refunded under TABOR. TABOR refunds are paid out of the General Fund.

State Expenditures

Department of Labor and Employment, Division of Oil and Public Safety. The bill requires the division to promulgate rules for the retail sale of hydrogen fuel for vehicles. It is anticipated that costs associated with the rule promulgation will be minimal and that the rulemaking can be accomplished within existing appropriations.

Depending on the number of fueling stations established in the future, the division may need additional resources to cover operating expenses, calibration equipment, etc. These expenses would be addressed through the annual budget process and covered with fee revenue.

Effective Date

The bill was signed into law by the Governor and took effect on March 9, 2016.

State and Local Government Contacts

Labor Information Technology