

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING THE REGULATION OF FANTASY CONTESTS.

Prime Sponsors: Reps. Duran and Wist
Sens. Cooke and Guzman

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Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 04/04/16.

	No Change: Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill
	Update: Fiscal impact has changed due to <i>new information or technical issues</i>
XXX	Update: Fiscal impact has changed due to <i>amendment adopted</i> after LCS Fiscal Note was prepared
	Non-Concurrence: JBC Staff and Legislative Council Staff disagree about the fiscal impact of the bill

The House Finance Committee Report (04/20/16) amends the bill to require the Director of the Division of Professions and Occupations in the Department of Regulatory Agencies to make rules for and oversee the registration of small fantasy contest operators. Furthermore, the Committee Report places additional eligibility requirements for large fantasy contest operators, makes changes to consumer protections, and gives the Department authority to issue cease and desist orders to large fantasy contest operators. Finally, the Committee Report adds an applicability clause providing that the bill applies to conduct on or after July 1, 2017. As amended by the Finance Committee, the bill requires an expenditure of \$78,073 cash funds for FY 2016-17. The following table summarizes the updated fiscal impact of the bill.

Fiscal Impact Summary	FY 2016-2017	FY 2017-2018
State Revenue	<u>\$125,790</u>	<u>up to \$220,790</u>
General Fund	0	up to 10,000
Cash Funds*	125,790	210,790
State Expenditures	<u>\$89,701</u>	<u>\$235,925</u>
Cash Funds	78,073	208,005
Centrally Appropriated Costs	11,628	27,920
TABOR Impact	up to \$125,445	up to \$210,445
FTE Position Change	0.9 FTE	2.4 FTE
Appropriation Required: \$78,073 - Multiple agencies (FY 2016-17).		
Future Year Impacts: Ongoing state revenue and expenditure impact.		

*A portion of these are pass through moneys to the federal government, treated as reappropriated funds.

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
J.001	Staff-prepared appropriation amendment

Current Appropriations Clause in Bill

The bill requires but does not contain an appropriation clause.

Description of Amendments in This Packet

J.001 Staff has prepared amendment **J.001** (attached) to add a provision appropriating a total of \$77,546 cash funds from the Division of Professions and Occupations Cash Fund to the Department of Regulatory Agencies for FY 2016-17. This provision also states that the appropriation is based on the assumption that the Department will require an additional 0.9 FTE. Additionally, this provision provides \$9,501 reappropriated funds to the Department of Law for the provision of legal services. Finally, this provision provides \$527 cash funds from the Colorado Bureau of Investigation Identification Unit Fund to the Department of Public Safety for FY 2016-17.

Points to Consider

None.