



**Colorado
Legislative
Council
Staff**

HB16-1460

FISCAL NOTE

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

Drafting Number: LLS 16-1277	Date: May 4, 2016
Prime Sponsor(s): Rep. Becker K.; Vigil Sen. Baumgardner	Bill Status: House Agriculture Fiscal Analyst: Kori Donaldson (303-866-4976)

BILL TOPIC: DOA AUTHORITY TO SELL & BUY PROPERTY FOR CONSOLIDATION

Fiscal Impact Summary	FY 2016-2017	FY 2017-2018
State Revenue Cash Funds	One-time increase.	
State Expenditures Cash Funds	One-time increase.	
Appropriation Required: None.		
Future Year Impacts: None.		

Summary of Legislation

The bill gives the Colorado Department of Agriculture (CDA), in consultation with the Office of the State Architect (OSA) within the Department of Personnel and Administration, the authority to sell and acquire real property specified in the bill. The bill directs the proceeds from the sale of the real property to be deposited in the Agriculture Management Fund and allows the proceeds to be spent for expenses related to CDA's ongoing office consolidation.

Background

During the 2013 legislative session, CDA was authorized to issue certificates of participation (COPs) to finance the purchase and retrofit of a new office building. The new building was intended to consolidate the department's Denver Metro offices in a single facility. The new CDA headquarters, located in Broomfield, houses all the divisions of the department, with the exception of the Colorado State Fair and the Inspection and Consumer Services Division. CDA plans to dispose of a warehouse and use the proceeds of this sale toward the acquisition of new property adjacent to the existing headquarters building. It also plans to submit a future capital request to construct a building on the newly acquired land to house the Inspection and Consumer Services.

State Revenue

The bill is expected to increase cash fund revenue to the Agriculture Management Fund from the proceeds of the sale of the warehouse. The terms of this transaction and the associated impact on revenue have not yet been identified. This fiscal note assumes the sale will occur during FY 2016-17.

State Expenditures

The bill is expected to increase cash fund expenditures from the Agriculture Management Fund for the acquisition of real property adjacent to the existing headquarters facility. The terms of this transaction and the associated impact on expenditures have not yet been identified. This fiscal note assumes the acquisition will occur during FY 2016-17, following the sale of the warehouse.

There may be an increase in workload in the OSA as a result of the bill, but this increase can be accomplished within existing appropriations. OSA will review the proposed disposition and acquisition in its capacity as a statewide planning office. The Real Estate Programs offices within OSA will provide technical assistance.

Effective Date

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

State and Local Government Contacts

Agriculture

Personnel