

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING A STATE INCOME TAX DEDUCTION FOR AMOUNTS EARNED ON THE INVESTMENT OF MONEY IN A FIRST-TIME HOME BUYER SAVINGS ACCOUNT.

Prime Sponsors: Reps. Duran and Salazar
Sens. Scheffel and Martinez Humenik
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Date Prepared: May 9, 2016

Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Revised Fiscal Note (attached) reflects the fiscal impact of the bill as of 05/05/16.

XXX	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>
	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 adopted amendments to the bill on Second Reading, however, Legislative Council Staff and JBC Staff agree that the amendments do not change the fiscal impact of the bill.

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
None.	

Current Appropriations Clause in Bill

The bill neither requires nor contains an appropriation clause for FY 2016-17.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2016-17 based on the March 2016 Legislative Council Staff revenue forecast. The budget package allocates a total of \$3.2 million General Fund for 2016 legislation that is not accounted for in the budget package, including \$3.0 million to be available for appropriations plus \$0.2 million for the associated 6.5 percent statutory reserve. If this amount is not used to fund legislation, it will remain in the General Fund reserve.

HB16-1467

JBC Staff Analysis

Future Fiscal Impact

Although this bill would not require a General Fund appropriation for FY 2016-17, it is projected to require General Fund appropriations of \$120,672 in FY 2017-18 and \$36,179 in FY 2018-19. In addition, this bill is projected to reduce General Fund revenues by \$85,554 in FY 2017-18, \$161,379 in FY 2018-19, and by increasing amounts in each subsequent fiscal year. In any fiscal years in which the State does not collect money above the TABOR limit, this will reduce the amount of General Fund available for other purposes.