

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE HIGHER EDUCATION REVENUE BOND INTERCEPT PROGRAM.

Prime Sponsors: Senator Lambert
Representative Rankin

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Phone: 303-866-2061
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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 04/28/16.

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

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
L.002	Bill Sponsor amendment - does not changes fiscal impact

Current Appropriations Clause in Bill

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

Description of Amendments in This Packet

L.002 Bill Sponsor amendment **L.002** (attached):

- adds definitions and changes references throughout the existing statute and bill so that it is clear which provisions apply to all governing board debt and which provisions apply solely to intercept debt;
- allows an institution which does not currently qualify for the intercept program due to an insufficient coverage ratio or credit rating to refinance other debt into the intercept program or to extend years of repayment for intercept debt, subject to a recommendation from the Treasurer and approval by the Capital Development Committee (CDC) and the Joint Budget Committee (JBC);
- clarifies that the State Treasurer shall develop and issue guidelines that detail how the State Treasurer will determine whether a refunding bond results in cost savings for purposes of

analyzing intercept refunding bond requests;

- clarifies that the CDC shall develop instructions on the format for requests for approval to issue intercept bonds. The guidelines are to be developed in consultation with the JBC, the Colorado Commission on Higher Education, and the Office of State Planning and Budgeting and, for requests not related to new construction, capital renewal, or controlled maintenance, may allow the governing board to submit the request directly to the CDC.
- clarifies that the State Treasurer may make recommendations to the governing board, the CDC, and the JBC related to a governing board's intercept debt.
- clarifies that for intercept requests received prior to September 1, 2016, the CDC may request that the Treasurer issue an early pre-approval certificate for intercept debt.

The amendment does not change the bill's fiscal impact. Legislative Council Staff concurs with this analysis.

Points to Consider

None.