

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE CREATION OF INCOME TAX CREDITS FOR NONPUBLIC EDUCATION.

Prime Sponsors: Senator Lundberg
Representative Ransom

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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 04/05/18.

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
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 reducing the General Fund appropriation to the Department of Education for the state share of districts' total program funding for FY 2018-19 by \$51,800,000.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2018-19 based on the March 2018 Office of State Planning and Budgeting revenue forecast. The budget package leaves approximately \$40.8 million General Fund unallocated. This bill is anticipated to reduce General Fund revenues by \$37.3 million. Amendment **J.001** reduces General Fund appropriations for the state share of districts' total program funding by \$51.8 million. The total change in revenues and appropriations would increase the the excess General Fund reserve by \$14.5 million.

SB18-083**JBC Staff Analysis***Future Fiscal Impact*

The bill requires a General Fund appropriation of \$380,395 and 3.2 FTE in FY 2019-20 and \$720,993 and 10.0 FTE in FY 2020-21 for the Department of Revenue as outlined in the Legislative Council Staff Revised Fiscal Note. The bill is anticipated to reduce General Fund revenue by \$108.9 million in FY 2019-20, by \$175.0 million in FY 2020-21, and by larger amounts in subsequent years. When fully phased in, the bill is anticipated to reduce General Fund revenue by \$692.1 million in FY 2030-31.