



Legislative  
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*Nonpartisan Services for Colorado's Legislature*

HB 20-1161

# FINAL FISCAL NOTE

<b>Drafting Number:</b>	LLS 20-0541	<b>Date:</b>	July 28, 2020
<b>Prime Sponsors:</b>	Rep. Bird Sen. Winter; Tate	<b>Bill Status:</b>	Signed into Law
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**Bill Topic:** PRIVATE ACTIVITY BOND ALLOCATION

<b>Summary of Fiscal Impact:</b>	<input checked="" type="checkbox"/> State Revenue	<input type="checkbox"/> TABOR Refund
	<input checked="" type="checkbox"/> State Expenditure	<input type="checkbox"/> Local Government
	<input type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

The bill eliminates the Bond Allocation Committee and removes current restrictions on fee revenue in the Department of Local Affairs.

**Appropriation Summary:** No appropriation is required.

**Fiscal Note Status:** This final fiscal note reflects the enacted bill.

## Summary of Legislation

The bill eliminates the Bond Allocation Committee. Under current law, the committee reviews and makes recommendations to the executive director of the Department of Local Affairs (DOLA) regarding statewide priorities for the allocation of bonding authority. The bill instead requires that The State Housing Board conduct the review and make the recommendations. The bill also eliminates a requirement that DOLA limit the amount of the direct allocation fee paid by bond issuers to no more than 30 percent of department costs related to private activity bond allocation, and eliminates the executive director's authority to promulgate rules to implement the statutes that govern private activity bond allocation.

## State Revenue

The bill potentially affects cash fund revenue to the DOLA. The DOLA may set a fee for administering direct allocations of bonding authority, but must not collect more than thirty percent of expenses from this fee. Removing this requirement allows the department to balance the cost of the private activity bond program more evenly between the direct allocation fee and other revenue sources. The bill does not directly require a change in the fees charged.

## **State Expenditures**

The bill shifts workload from a The Bond Allocation Committee, which meets only intermittently, to The State Housing Board, which meets regularly. This workload does not require additional appropriations to the DOLA.

## **Effective Date**

The bill was signed into law by the Governor on March 20, 2020, and takes effect September 14, 2020, assuming no referendum petition is filed.

## **State and Local Government Contacts**

Local Affairs