

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE REALLOCATION OF THE LIMITED GAMING TAX REVENUES FOR FISCAL YEARS FOLLOWING A SIGNIFICANT DECREASE IN THE REVENUES, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Prime Sponsors: Sens. Hansen and Zenzinger
Reps. Herod and McCluskie

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Appropriation Items of Note

Appropriation Already Added to Bill, Amendment in Packet

General Fund/TABOR Impact

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 04/21/22.

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 technical amendment - does not change fiscal impact or appropriation

Current Appropriations Clause in Bill

The bill includes an appropriation clause that provides the following appropriations to History Colorado in the Department of Higher Education for FY 2022-23:

- \$1,500,000 cash funds from the State Historical Society Strategic Initiatives Fund for programs and activities that strengthen History Colorado's financial position; and
- \$800,000 cash funds from the Museum and Preservation Operations Account of the State Historical Fund for increases to various line items.

Description of Amendments in This Packet

J.001 Staff has prepared amendment **J.001** (attached) to ensure consistent terminology is used to describe History Colorado in the appropriation clause.

Points to Consider*General Fund Revenue/TABOR Impact*

The Joint Budget Committee (JBC) has proposed a budget package for FY 2022-23 based on the March 2022 Legislative Council Staff revenue forecast. The JBC included as part of its FY 2022-23 budget package a net *increase* in available General Fund of \$26.8 million as a result of this bill. The impact of the bill as introduced is an increase in available General Fund of an estimated \$23.9 million. This amount includes three components:

- This bill is estimated to decrease state cash fund revenues subject to TABOR by \$24.4 million in FY 2021-22 and by \$24.6 million in FY 2022-23, which will increase the available General Fund in each fiscal year by an equal amount. This bill reduces the TABOR refund made out of the General Fund by \$49.0 million for FY 2022-23 (including both FY 2021-22 and FY 2022-23 impacts).
- This bill is *also* estimated to decrease General Fund revenues by \$10.9 million in FY 2021-22 and by \$11.2 million in FY 2023-24, which will partially offset the impact above.
- Finally, the bill includes a one-time diversion of \$3.0 million that would otherwise be deposited in the General Fund to the newly created Historical Society Strategic Initiatives Fund.

The impact of the bill on available General Fund is projected to be \$13.6 million in FY 2023-24.