

Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

Final Fiscal Note

Drafting Number: LLS 23-0746 **Date:** May 25, 2023 Rep. Taggart; Young **Prime Sponsors:** Bill Status: Signed into Law Sen. Kolker; Pelton R. Fiscal Analyst: Colin Gaiser | 303-866-2677 colin.gaiser@coleg.gov **Bill Topic:** PUBLIC AIRPORT AUTHORITY ACT MODERNIZATION Summary of ☐ State Revenue ☐ TABOR Refund **Fiscal Impact:** ☐ State Transfer ☐ Statutory Public Entity The bill makes various changes to the public airport authority code. Beginning in FY 2023-24, the bill may affect state and local government workload and local expenditures on an ongoing basis. **Appropriation** No appropriation is required. **Summary: Fiscal Note** The fiscal note reflects the enacted bill. Status:

Summary of Legislation

This bill amends the public airport authority (PAA) code in a number of ways. Significantly, this bill:

- requires a local government that terminates a PAA to assume all outstanding financial and contractual obligations, assume the operations and maintenance of the airport, and take full fee title ownership;
- clarifies that members of a PAA board of commissioners do not receive compensation;
- requires a majority vote of a PAA board of commissioners to authorize expenditures greater than \$250,000;
- authorizes a PAA to remove hazards and encroachments, impose fees on airport users, and regulate commercial activities conducted within a PAA;
- allows a PAA to request a county or municipality to levy a tax for the authority's benefit;
- clarifies that tenants or users of a PAA airport are not entitled to the tax exemptions that apply to airport authorities; and
- modifies the definition of "local government official" to include a member of the board of commissioners of any PAA.

State Expenditures

The Department of Local Affairs may have a workload impact under the bill. Currently, PAAs are required terminations with the Division of Local Government. This bill removes that requirement, which will require the division to update its inventory of local governments without that notification.

Local Government

Beginning in FY 2023-24, the bill may increase revenue to PAAs that request a tax be levied on a county or municipality. The bill also eliminates any current expenditure involving compensation of PAA board members. In the event that a county or municipality terminates a PAA, that county or municipality could see an increase in workload and expenditure as a result of taking on the debt, obligations, and fee title of a PAA.

Effective Date

The bill was signed into law by the Governor on April 10, 2023, and takes effect on August 7, 2023, assuming no referendum petition is filed.

State and Local Government Contacts

Counties Judicial Local Affairs
Law Municipalities Special Districts

Transportation Information Technology