

## Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

# **Revised Fiscal Note**

(replaces fiscal note dated April 5, 2023)

Drafting Number:LLS 23-0848Date:April 17, 2023Prime Sponsors:Rep. Brown; MabreyBill Status:House AppropriationsFiscal Analyst:Matt Bishop | 303-866-4796matt.bishop@coleg.gov

**Bill Topic:** HABITABILITY OF RESIDENTIAL PREMISES Summary of □ TABOR Refund **Fiscal Impact:** □ Local Government ☐ State Transfer ☐ Statutory Public Entity The bill creates habitability standards for rental units following environmental events. It may increase state revenue and expenditures beginning in FY 2023-24. **Appropriation** No appropriation is required. **Summary: Fiscal Note** This revised fiscal note reflects the introduced bill, as amended by the House Status: Transportation, Housing, and Local Government Committee.

### **Summary of Legislation**

A landlord violates the warranty of habitability if any environmental contaminants are at unsafe levels following an environmental public health event, as determined by certain national standards. The bill updates the methods a tenant may use to notify their landlord of an unsafe condition and requires the landlord to remediate any habitability issues. A tenant may terminate the lease if they have notified the landlord of a habitability issue, the landlord fails to remediate the issue, and the landlord cannot provide adequate alternative housing during the remediation.

### State Revenue and Expenditures

To the extent that habitability issues lead to disputes between landlords and tenants, state revenue and expenditures may increase in the Judicial Department as a result of increased civil case filings with the trial courts. The fiscal note assumes that the number of additional cases will be minimal and no change in appropriations is required. If an environmental public health event drives a significant number of cases, additional resources will be requested through the annual budget process. Filing fees are subject to TABOR.

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## HB 23-1254

#### **Effective Date**

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

#### **State and Local Government Contacts**

Information Technology Judicial Law

Local Affairs Public Health and Environment