



Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

Final Fiscal Note

Drafting Number:	LLS 24-0955	Date:	July 12, 2024
Prime Sponsors:	Sen. Baisley	Bill Status:	Postponed Indefinitely
		Fiscal Analyst:	Colin Gaiser 303-866-2677 colin.gaiser@coleg.gov

Bill Topic: MOTOR VEHICLE INSURANCE & REGISTRATION ENFORCEMENT

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

The bill would have created the Insurance and Registration Reform Task Force to study motor vehicle insurance requirements and enforcement. It would have increased state and local expenditures in FY 2024-25 only.

Appropriation Summary: For FY 2024-25, the bill would have required an appropriation of \$65,633 to the Department of Revenue.

Fiscal Note Status: The final fiscal note reflects the introduced bill. This bill was postponed indefinitely by Senate Transportation and Energy Committee on February 26, 2024; therefore, the impacts identified in this analysis do not take effect.

**Table 1
State Fiscal Impacts Under SB 24-133**

		Budget Year FY 2024-25	Out Year FY 2025-26
Revenue		-	-
Expenditures	General Fund	\$65,633	-
	Centrally Appropriated	\$4,916	-
	Total Expenditures	\$70,549	-
	Total FTE	0.3 FTE	-
Transfers		-	-
Other Budget Impacts	General Fund Reserve	\$9,845	-

Summary of Legislation

The bill creates the Insurance and Registration Reform Task Force to study motor vehicle insurance requirements and enforcement. The task force is composed of five members representing the Department of Revenue (DOR), the Colorado State Patrol, district attorneys, the motor vehicle insurance industry, and the public. The task force will hold its first meeting by September 15, 2024, will meet at least once every month, and will issue a final report to relevant legislative committees by January 3, 2025.

State Expenditures

The bill increases General Fund expenditures in the DOR by \$71,000 in FY 2024-25 only. Expenditures are shown in Table 2 and detailed below.

Table 2
Expenditures Under SB 24-133

	FY 2024-25	FY 2025-26
Department of Revenue		
Personal Services	\$15,633	-
Contract Facilitator	\$50,000	-
Centrally Appropriated Costs ¹	\$4,916	-
Total	\$70,549	-
Total FTE	0.3 FTE	-

¹ Centrally appropriated costs are not included in the bill's appropriation.

Department of Revenue. The DOR requires \$70,549 in FY 2024-25 to hire a contract facilitator and oversight staff. It is estimated that \$50,000 is required to contract with a consultant to coordinate task force meetings, communicate work products expected of task force members and their supporting colleagues, facilitate discussions during meetings, and design and draft the task force report. In addition, the DOR requires 0.3 FTE for administrative staff to procure the facilitation consultant, attend all meetings related to the task force, and review the work products of the consultants so they fulfill the legislative intent of the task force. This staff is required from September 2024 to February 2025.

There may also be an increase in workload for the DOR for a staff member to represent the DOR on the task force. It is assumed this work can be accomplished within existing resources.

Department of Public Safety. The Colorado State Patrol will have a minimal workload increase to participate on the task force. This work can be accomplished within existing appropriations.

Centrally appropriated costs. Pursuant to a Joint Budget Committee policy, certain costs associated with this bill are addressed through the annual budget process and centrally appropriated in the Long Bill or supplemental appropriations bills, rather than in this bill. These costs, which include employee insurance and supplemental employee retirement payments, are shown in Table 2.

Other Budget Impacts

General Fund reserve. Under current law, an amount equal to 15 percent of General Fund appropriations must be set aside in the General Fund statutory reserve. Based on this fiscal note, the bill is expected to increase the amount of General Fund held in reserve by the amounts shown in Table 1, decreasing the amount of General Fund available for other purposes.

Local Government

The bill increases district attorney workload by a minimal amount to serve on the task force.

Effective Date

The bill takes effect 90 days following adjournment of the General Assembly sine die, assuming no referendum petition is filed.

State Appropriations

For FY 2024-25, the bill requires a General Fund appropriation of \$65,633 to the Department of Revenue, and 0.3 FTE.

State and Local Government Contacts

Judicial
Regulatory Agencies

Legislative Council Staff
Revenue

Public Safety
Transportation

The revenue and expenditure impacts in this fiscal note represent changes from current law under the bill for each fiscal year. For additional information about fiscal notes, please visit the [General Assembly website](#).