



Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

Fiscal Note Memorandum

TO: Senate Local Government and Housing Committee

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Fiscal Assessment of L.002 to SB26-040

This memorandum is an assessment of the fiscal impact of the attached proposed amendment L.002 to Senate Bill 26-040. This fiscal assessment is for the impact of the bill with inclusion of this amendment only. Any other added amendment could influence the fiscal impact.

Summary of Proposed Amendment

Amendment L.002 removes the requirement that the Division of Housing in the Department of Local Affairs develop guidance and a process to consider a local affordability mechanism when determining affordability criteria for project approval.

Fiscal Impact of Amendment

The amendment removes approximately 275 hours of workload annually for the division to engage stakeholder, create new templates and contracts, and to evaluate proposed affordability mechanisms.

Bill's Revised Fiscal Impact with Amendment

The amendment reduces overall workload for the division below the equivalent of 0.1 FTE, thus eliminating the need for an appropriation to the Department of Local Affairs. The department and local governments will have a minimal workload impact to implement the bill. Table 1 shows the impact of the bill with the adoption of Amendment L.002.



Table 1
State Fiscal Impacts with Amendment L.002

Type of Impact	Budget Year FY 2025-26	Out Year FY 2026-27
State Revenue	\$0	\$0
State Expenditures	\$0	\$0
Transferred Funds	\$0	\$0
Change in TABOR Refunds	\$0	\$0
Change in State FTE	0.0 FTE	0.0 FTE