A BILL FOR AN ACT

CONCERNING A TEMPORARY REDUCTION IN THE GENERAL FUND
RESERVE.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov/.)

Joint Budget Committee. Under current law, the general fund reserve requirement is equal to 7.25% of the amount appropriated for expenditure from the general fund for the fiscal year. The bill reduces the percentage used to determine the general fund reserve as follows:

- 3.44% for fiscal year 2019-20; and
- 3.83% for fiscal years 2020-21 and 2021-22.

Capital letters or bold & italic numbers indicate new material to be added to existing statute. Dashes through the words indicate deletions from existing statute.
Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. In Colorado Revised Statutes, 24-75-201.1, amend (1)(d)(XIV), (1)(d)(XVIII), and (1)(d)(XIX); and add (1)(d)(XVIII.5), (1)(d)(XX), (1)(d)(XXI), and (1)(d)(XXII) as follows:

24-75-201.1. Restriction on state appropriations - legislative declaration - definitions. (1) (d) For each fiscal year, unrestricted general fund year-end balances must be retained as a reserve in the following amounts:

(XIV) For the fiscal years 2014-15 and 2017-18, six and one-half percent of the amount appropriated for expenditure from the general fund for that fiscal year;

(XVIII) For the fiscal year 2016-17, six percent of the amount appropriated for expenditure from the general fund for that fiscal year; and

(XVIII.5) For the fiscal year 2017-18, six and one-half percent of the amount appropriated for expenditure from the general fund for that fiscal year;

(XIX) For the fiscal year 2018-19, and each fiscal year thereafter, seven and twenty-five one-hundredths percent of the amount appropriated for expenditure from the general fund for that fiscal year;

(XX) For the fiscal year 2019-20, three and forty-four one-hundredths percent of the amount appropriated for expenditure from the general fund for that fiscal year;

(XXI) For the fiscal years 2020-21 and 2021-22, three and eighty-three one-hundredths percent of the amount appropriated for expenditure from the general fund for that fiscal year;
FISCAL YEAR; AND

(XXII) For the fiscal year 2022-23 and each fiscal year thereafter, seven and twenty-five one-hundredths percent of the amount appropriated for expenditure from the general fund for that fiscal year.

SECTION 2. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, or safety.