

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING THE MODIFICATION OF TRANSPORTATION FUNDING MECHANISMS, AND, IN CONNECTION THEREWITH, DELAYING FROM THE NOVEMBER 2020 GENERAL ELECTION UNTIL THE NOVEMBER 2021 STATEWIDE ELECTION THE REQUIREMENT THAT A BALLOT ISSUE SEEKING APPROVAL FOR THE ISSUANCE OF TRANSPORTATION REVENUE ANTICIPATION NOTES BE SUBMITTED TO THE VOTERS OF THE STATE, AMENDING THE BALLOT ISSUE TO REDUCE THE AMOUNT OF NOTES AUTHORIZED TO BE ISSUED, ELIMINATING SPECIFIED SCHEDULED GENERAL FUND TRANSFERS TO THE STATE HIGHWAY FUND, REDUCING THE AMOUNT OF GENERAL FUND MONEY DEDICATED TO MAKE LEASE-PURCHASE AGREEMENT PAYMENTS DUE DURING STATE FISCAL YEARS 2020-21 AND 2021-22, AND REPEALING DEPARTMENT OF TRANSPORTATION RULE-MAKING AND REPORTING REQUIREMENTS RELATING TO MOTOR VEHICLES USED FOR CERTAIN TYPES OF COMMERCIAL PURPOSES.

Prime Sponsors: Reps. Esgar and McCluskie
Sens. Zenzinger and Rankin

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Date Prepared: May 28, 2020

Appropriation Items of Note

Appropriation Required, Amendment in Packet

General Fund Impact

Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 05/26/20.

XXX	No Change: Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill
	Update: Fiscal impact has changed due to <i>new information or technical issues</i>
	Update: Fiscal impact has changed due to <i>amendment adopted</i> after LCS Fiscal Note was prepared
	Non-Concurrence: JBC Staff and Legislative Council Staff disagree about the fiscal impact of the bill

The Fiscal Note correctly describes the bill's fiscal impact, however it incorrectly states that no appropriation is required because it assumed that the introduced Long Bill would contain the \$12.0 million lower General Fund appropriation and the \$12.0 million higher cash fund appropriation that is enabled by the bill. The \$12.0 million funding switch is being made in this bill, H.B. 20-1376, rather than in the Long Bill to assure that the Long Bill appropriation for *S.B. 17-267 Collateralization Lease Purchase Payments* in the Department of the Treasury is consistent with existing law and makes all required payments if this bill, H.B. 20-1376, does not become law. JBC

staff is responsible for the incomplete communication with LCS staff.

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
J.001	Staff-prepared appropriation amendment

Current Appropriations Clause in Bill

The bill requires but does not contain an appropriation clause.

Description of Amendments in This Packet

J.001 Staff has prepared amendment **J.001** (attached) to add a provision decreasing the General Fund appropriation to the Department of the Treasury for *S.B. 17-267 Collateralization Lease Purchase Payments* by \$12,000,000 and increasing the cash funds appropriation for *S.B. 17-267 Collateralization Lease Purchase Payments* by \$12,000,000. The cash funds come from the Department of Transportation.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2020-21 based on the following:

- the May 20, 2020 Office of State Planning and Budgeting updated revenue forecast;
- a school finance bill placeholder for a reduction of \$723.8 million General Fund;
- a placeholder for the reduction of \$202.0 million General Fund through one or more non-JBC package bills; and
- an adjusted statutory General Fund reserve percentage of 3.84 percent equal to \$402.0 million.

The JBC has included as part of its FY 2018-19 budget package the \$12.0 General Fund expenditure decrease that would result from the passage of this bill.