



Legislative Council Staff
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Final Fiscal Note

Drafting Number: LLS 22-1055 Date: August 15, 2022
Prime Sponsors: Rep. Herod; Titone Bill Status: Signed into Law
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Bill Topic: COMMUNITY REVITALIZATION GRANT PROGRAM FUNDING

- Summary of Fiscal Impact:
State Revenue (unchecked)
State Expenditure (checked)
State Transfer (checked)
TABOR Refund (unchecked)
Local Government (unchecked)
Statutory Public Entity (unchecked)

The bill transfers \$20.0 million from the Economic Recovery and Relief Cash Fund to the Community Revitalization Fund. The bill includes a state transfer and increases state expenditures on an ongoing basis.

Appropriation Summary: No appropriation is required. The Community Revitalization Fund is continuously appropriated to the Department of Local Affairs.

Fiscal Note Status: The fiscal note reflects the enacted bill.

Table 1
State Fiscal Impacts Under HB 22-1409

Table with 4 columns: Category, Sub-category, Budget Year FY 2022-23, and Out Year FY 2023-24. Rows include Revenue, Expenditures (Cash Funds, Total Expenditures), Transfers (Economic Recovery & Relief CF, Cash Funds, Net Transfer), and Other Budget Impacts.

## **Summary of Legislation**

On July 1, 2022, the bill transfers \$20.0 million from the Economic Recovery and Relief Cash Fund to the Community Revitalization Fund. It also includes provisions for reporting and accounting of the federal funds used for the program, and limits community revitalization grants to public entities and nonprofit organizations, beginning on the bill's effective date.

## **Background**

The Community Revitalization Grant Program provides grants to create or revitalize mixed-use commercial centers, including projects that would combine revitalized or new commercial spaces with public or community spaces. The program is administered by the Division of Local Government in the Department of Local Affairs (DOLA). Money transferred to fund for the program is continuously appropriated to DOLA, and must be used for grants, with up to four percent for administrative costs.

## **State Transfers**

In FY 2022-23, the bill transfers \$20.0 million from the Economic Recovery and Relief Cash Fund to the Community Revitalization Fund.

## **State Expenditures**

The bill increases expenditures in DOLA by \$20.0 million from the Community Revitalization Fund. Up to four percent of that amount, or up to \$800,000, may be used for administrative expenses; however, DOLA, in collaboration with the Office of Economic Development and International Trade, is expected to distribute the money as grants within current resources.

## **Effective Date**

The bill was signed into law by the Governor and took effect on June 3, 2022.

## **State and Local Government Contacts**

Local Affairs

Office of Economic Development and International Trade