

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING A REQUIREMENT THAT THE STATE MAKE A DIRECT DISTRIBUTION TO THE PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION IN ADDITION TO A PREVIOUS ADDITIONAL DIRECT DISTRIBUTION TO FULLY RECOMPENSE THE ASSOCIATION FOR THE CANCELLATION OF THE JULY 1, 2020, DIRECT DISTRIBUTION.

Prime Sponsors: Senator Kolker
Representative Bird

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Date Prepared: April 14, 2023

Appropriation Items of Note

Appropriation Not 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 01/20/23.

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

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
L.002	Bill Sponsor amendment - changes fiscal impact

Current Appropriations Clause in Bill

The bill neither requires nor contains an appropriation clause for FY 2023-24.

Description of Amendments in This Packet

L.002 Bill Sponsor amendment **L.002** (attached) amends the bill to require a payment of the balance of the PERA Payment Cash Fund, identified as \$4,455,499 in the LCS Fiscal Note, and \$10.0 million from the General Fund. Legislative Council Staff and JBC Staff agree that this reduces the General Fund impact for FY 2023-24 identified in the LCS Fiscal Note from

SB23-056**JBC Staff Analysis**

\$30.6 million to \$10.0 million.

Points to Consider
General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2023-24 based on the March 2023 Office of State Planning and Budgeting (OSPB) revenue forecast. The budget package includes two set-asides for legislation outside of the package: (1) \$30.0 million General Fund for bills that create ongoing obligations; and (2) \$469.0 million for bills that create one-time obligations for FY 2023-24 (see table below).

General Fund Appropriation Placeholders for Other 2023 Legislation	
Description	FY 2023-24
Legislation with Ongoing Fiscal Impacts	\$30,000,000
Legislation with One-time Fiscal Impacts	
Workforce-related legislation, including free credentials, math scholarships, adult education, and concurrent enrollment	103,000,000
Housing-related legislation, including property tax relief, land use, and public-private partnerships	221,000,000
Legislation related to topics other than workforce and housing, including rural opportunity, line of duty loss, and Proposition 122 implementation	145,000,000
Subtotal	\$469,000,000
TOTAL Placeholders for Other 2023 Legislation	\$499,000,000

The budget package accounts for the 15.0 percent reserve associated with the above placeholders (a total of \$74.9 million).

This bill creates a one-time obligation and requires a payment from the General Fund of \$30.6 million for FY 2023-24, reducing the \$469.0 million set aside by that amount.

As amended by L.002, the bill creates a one-time obligation and requires a payment from the General Fund of \$10.0 million for FY 2023-24, reducing the \$469.0 million set aside by that amount.