

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE ADOPTION OF THE COSMETOLOGY LICENSURE COMPACT, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Prime Sponsors: Reps. Martinez and Wilson
Senator Pelton B.

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Appropriation Items of Note

Appropriation Already Added to Bill, No Amendment in Packet

TABOR Impact

Significant Cost Increase in Third Year

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 02/07/24.

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 House Appropriations Committee Report (04/05/24), adopted on second reading in the House (04/05/24), includes amendments to the bill, however, Legislative Council Staff and JBC Staff agree that the committee amendments do not change the fiscal impact of the bill.

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
None.	

Current Appropriations Clause in Bill

The bill includes an appropriation clause appropriating \$104,620 cash funds from the Division of Professions and Occupations Cash Fund to the Department of Regulatory Agencies for FY 2024-25. Of that amount, \$35,000 is reappropriated to the Office of Information Technology within the Office

of the Governor. This provision also states that the appropriation is based on the assumption that the Department of Regulatory Agencies will require an additional 1.0 FTE.

Points to Consider*Future Fiscal Impact*

The bill is projected to require increased cash fund appropriations of \$140,642 in FY 2025-26 and \$336,345 in FY 2026-27.

TABOR/Excess State Revenues Impact

The March 2024 Office of State Planning and Budgeting (OSPB) revenue forecast projects a TABOR surplus liability of \$1.8 billion for FY 2025-26 to be refunded to taxpayers out of the General Fund. Legislation that increases non-exempt revenue (such as cash funds) will increase the TABOR refund from the General Fund.

The bill is estimated to increase cash fund revenues by \$301,875 in FY 2025-26 and ongoing, which will reduce the available General Fund in each fiscal year by an equal amount.