

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING MEANS OF INCREASING THE NUMBER OF CLAIMS FOR CERTAIN INCOME TAX CREDITS THAT SUPPORT CHILDREN.

Prime Sponsors: Representative Rutinel

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Appropriation Items of Note

Appropriation Required/Amendment in Packet

General Fund Impact

Significant Cost Increase in Second Year

Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Revised Fiscal Note (attached) reflects the fiscal impact of the bill as of 03/25/2024.

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
J.001	Staff-prepared appropriation amendment
L.011	Bill Sponsor amendment - changes fiscal impact, does not change appropriation
L.012	Bill Sponsor amendment - does not change appropriation or fiscal impact

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 appropriating a total of \$167,585 General Fund to the Department of Revenue for FY 2024-25.

HB24-1288

JBC Staff Analysis

L.011 Bill Sponsor amendment **L.011** (attached) narrows the scope of the pilot program, eliminates the out-year personnel costs for the Department of Revenue, and significantly reduces the outreach costs identified for FY 2025-26 in the Revised Fiscal Note from \$2.24 million to \$70,000.

L.012 Bill Sponsor amendment **L.012** (attached) expands reporting requirements for the pilot program.

The Committee should adopt **J.001** regardless of whether **L.011** and/or **L.012** is adopted.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2024-25 based on the March 2024 Office of State Planning and Budgeting (OSPB) revenue forecast. The budget package includes \$93.5 million in set-asides for legislation outside of the package (see table below). The budget package accounts for the 15.0 percent reserve associated with the placeholders (a total of \$14.0 million).

General Fund Appropriation Placeholders for Other 2024 Legislation	
Description	FY 2024-25
General Legislative Priorities	\$21,739,130
Legislation for Shared Housing Priorities	42,478,261
Legislation for Shared Workforce and Education Priorities	16,152,110
Legislation for Other Shared Priorities	10,519,130
Legislation for Distributions to Rural Hospitals	2,608,689
TOTAL Placeholders for Other 2024 Legislation	\$93,497,320

This bill requires a General Fund appropriation of \$167,585 for FY 2024-25, reducing the \$93.5 million set aside by the same amount.

Future Fiscal Impact

Though this bill would require a \$167,585 General Fund appropriation in FY 2024-25, it is projected to require a \$2,837,358 General Fund appropriation in FY 2025-26.

Amendment **L.011** eliminates the personnel costs for the Department of Revenue identified in the revised fiscal note dated March 25, 2024, and reduces the necessary appropriation for FY 2025-26 from \$2.24 million to \$70,000.