

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING A STUDY REGARDING STANDARDS FOR THE REMEDIATION OF RESIDENTIAL PREMISES AFTER A PROPERTY HAS BEEN DAMAGED IN A FIRE, AND, IN CONNECTION THEREWITH, STUDYING PROPERTIES DAMAGED BY SMOKE, SOOT, ASH, AND OTHER CONTAMINANTS AS A RESULT OF THE FIRE AND MAKING AN APPROPRIATION.

Prime Sponsors: Reps. Brown and Amabile
Senator Cutter

JBC Analyst: Kelly Shen
Phone: 303-866-5434
Date Prepared: May 3, 2024

Appropriation Items of Note

Appropriation Already Added to Bill, No 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 02/29/24.

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 reengrossed bill includes amendments adopted on second reading in the House (04/29/24), 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 that appropriates \$219,909 cash funds from the Division of Insurance Cash Fund to the Department of Regulatory Agencies for FY 2024-25. Of this amount, up to \$200,000 not expended prior to July 1, 2025, may be expended in FY 2025-26. This provision

also states that the appropriation is based on the assumption that the Department will require an additional 0.2 FTE.

Points to Consider*General Fund Impact*

Pursuant to Section 10-3-209 (4), C.R.S., taxes on insurance premiums are credited to the Division of Insurance Cash Fund (with a maximum transfer of five percent of premium tax collections) to cover appropriations made by the General Assembly. Any increase in appropriations reduces the amount of tax revenue deposited in the General Fund, thereby reducing the amount of General Fund available for other purposes.

The Joint Budget Committee has proposed a budget package for FY 2024-25 based on the March 2024 Office of State Planning and Budgeting (OSP) revenue forecast. The budget package includes \$63.1 million in set-asides for legislation outside of the package. This bill is anticipated to reduce General Fund revenues by \$219,909 in FY 2024-25 and \$12,086 in FY 2025-26, reducing the amount available for appropriation by the same amount.