

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING AN EXPANSION TO THE AFFORDABLE HOUSING TAX CREDIT.

Prime Sponsors: Representative Bird

JBC Analyst: Madison Kaemerer

Phone: 303-866-2062

Date Prepared: April 29, 2024

Appropriation Items of Note

Appropriation Not Required, No Amendment in Packet

General Fund/TABOR Impact

Significant Cost Increase in Second 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 04/09/24.

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

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
L.001	Bill Sponsor amendment - does not change fiscal impact

Current Appropriations Clause in Bill

The bill neither requires nor contains an appropriation clause for FY 2024-25.

Description of Amendments in This Packet

L.001 Bill Sponsor amendment **L.001** (attached) includes a legislative declaration which allows the authority to determine the amount of the credit that will be received by an owner of qualifying property. Legislative Council Staff and JBC Staff agree that this amendment does not change the fiscal impact of the bill.

Points to Consider

TABOR/ Excess State Revenues Impact

The March 2024 Office of State Planning and Budgeting (OSPB) revenue forecast projects a TABOR surplus liability of \$1.3 billion for FY 2024-25 and \$1.8 billion for FY 2025-26 to be refunded to taxpayers out of the General Fund. These sums must be refunded to taxpayers out of the General Fund. This bill is estimated to decrease General Fund revenues by \$6.3 million in FY 2024-25 and by \$48.8 million in FY 2025-26, which will result in a decrease in the TABOR surplus liability of equal amounts.

Future Fiscal Impact

This bill will reduce General Fund revenues by an estimated \$88.7 million in FY 2026-27, reducing the amount of General Fund available for other purposes.