

#### **Legislative Council Staff**

Nonpartisan Services for Colorado's Legislature

# Fiscal Note Memorandum

**TO:** Members of the Senate Judiciary Committee

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### Fiscal Assessment of L.001 to SB25-075

This memorandum is an assessment of the fiscal impact of the attached proposed amendment L.001 to SB25-075. This fiscal assessment is for the impact of the bill with inclusion of this amendment only. Any other added amendment could influence the fiscal impact.

#### **Summary of Proposed Amendment**

The amendment removes language requiring the Motor Vehicle Dealer Board to make determinations regarding an applicant or licensee's rehabilitation and risk to public safety when considering their criminal history. It also removes language regarding the board's ability to deny or revoke an application or license solely based on an applicant's criminal history.

#### **Fiscal Impact of Amendment**

Amendment L.001 removes the state expenditure impact identified in the fiscal note dated February 3, 2024, by eliminating the need for the Motor Vehicle Dealer Board to further investigate applicants and licensees with a criminal history to make required determinations.

## **Bill's Revised Fiscal Impact with Amendment**

With Amendment L.001, the bill increases state revenue to the Auto Dealers License Fund by approximately \$75,000 in FY 2025-26 and \$90,000 in FY 2026-27 and ongoing. This revenue results from an assumed 10 percent increase in applications from the population of newly eligible applicants for motor vehicle sales-related licenses, with the first-year impact prorated for the bill's effective date. License fees are subject to TABOR.



The Motor Vehicle Dealer Board will update its processes and materials to indicate the change from a 10-year to a 3-year criminal history disqualifying applicants and licensees. This workload impact is assumed to be minimal and no change in appropriation is required.

Table 1
State Fiscal Impacts with Amendment L.001

Type of Impact	Budget Year FY 2025-26	Out Year FY 2026-27
State Expenditures	\$0	\$0
Transferred Funds	\$0	\$0
Change in TABOR Refunds	\$75,000	\$90,000
Change in State FTE	0.0 FTE	0.0 FTE