



Legislative
Council Staff

Nonpartisan Services for Colorado's Legislature

HB 19-1012

**FINAL
FISCAL NOTE**

Drafting Number:	LLS 19-0495	Date:	May 8, 2019
Prime Sponsors:	Rep. Beckman; Valdez A. Sen. Fields	Bill Status:	Signed into Law
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Bill Topic: DPA FLEX ADMINISTRATION OF CONTROLLED MAINTENANCE PAYMENTS

Summary of Fiscal Impact:

<input type="checkbox"/> State Revenue	<input type="checkbox"/> TABOR Refund
<input checked="" type="checkbox"/> State Expenditure	<input type="checkbox"/> Local Government
<input type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

Summary of Fiscal Impact: This bill extends the authority to the Office of the State Architect to manage controlled maintenance projects.

Appropriation Summary: No appropriation required.

Fiscal Note Status: This fiscal note reflects the final bill, as recommended by the Capital Development Committee.

Summary of Legislation

Under current law, the State Architect, within the Department of Personnel and Administration, has the authority to move funding between appropriated controlled maintenance projects in order to use savings from one project to address cost overruns or emergent maintenance issues on another appropriated project or projects. This bill extends this authority to the controlled maintenance projects funded through a certificates of participation (COP) issuance authorized under Senate Bill 17-267.

Background

In 2017, the state authorized a multi-year issuance of COPs beginning in FY 2018-19 for capital construction and transportation projects through SB 17-267. The Office of the State Treasurer issued \$500 million in COPs plus \$45 million in premiums in late September 2018 to finance about \$120 million for capital projects and \$425 million for transportation projects. The capital projects include 4 regular capital construction projects at higher education institutions and 93 controlled maintenance projects included in the regular FY 2017-18 controlled maintenance submission.

State Expenditures

To the extent that moneys are moved between controlled maintenance projects as authorized under this bill, some agencies may see modest increases and decreases to the total amount allocated to a project or projects. This fiscal note assumes that any adjustments to total project

funding will not occur until a project nears completion, and because agencies have several years to complete projects no impact is anticipated until FY 2020-21. This bill will not change the overall amount of controlled maintenance funded through SB 17-267.

Effective Date

The bill was signed into law by the Governor and took effect on March 11, 2019.

State and Local Government Contacts

Personnel