



Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

Fiscal Note

Drafting Number: LLS 23-0472 Date: May 4, 2023
Prime Sponsors: Sen. Moreno; Simpson Bill Status: Senate Appropriations
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Bill Topic: BUILDINGS IN THE CAPITOL COMPLEX

- Summary of Fiscal Impact:
- State Revenue
- State Expenditure
- State Transfer
- TABOR Refund
- Local Government
- Statutory Public Entity

The bill modifies funding mechanisms for capital construction projects in the Capitol Complex. It increases state expenditures beginning in FY 2023-24.

Appropriation Summary: For FY 2023-24, the bill includes an appropriation of \$20,479,729 to the Department of Personnel and Administration.

Fiscal Note Status: The fiscal note reflects the introduced bill.

Table 1
State Fiscal Impacts Under SB 23-306

Table with 4 columns: Category, Sub-category, Budget Year FY 2023-24, and Out Year FY 2024-25. Rows include Revenue, Expenditures (Capitol Complex Renovation Fund, Total Expenditures), Transfers (CCMP Implementation Fund, Capitol Complex Renovation Fund), and Net Transfer.

Other Budget Impacts

Summary of Legislation

Senate Bill 22-239 established funding mechanisms for certain renovation projects in the Capitol Complex. This bill modifies space use determinations for the Legislative Department in the Capitol Building Annex and the building located at 1525 Sherman. It also updates the following funding mechanisms.

Annual depreciation-lease equivalent payments. For certain capital construction projects, current law requires that funding be appropriated annually as depreciation-lease equivalent payments. For FY 2022-23 through FY 2028-29, SB 22-239 directs those funds to the Capitol Complex Renovation Fund via annual transfers. This bill changes the date of those transfers in each fiscal year from June 30 to the preceding July 1, making this money available to spend about one year earlier.

Capitol Complex Master Plan Implementation Fund. Under current law, the General Assembly sets aside \$20 million to make the annual lease-purchase payment for the National Western Center, and transfers the remainder to the Capitol Complex Master Plan Implementation Fund. For informational purposes, the FY 2023-24 transfer is about \$2.5 million. The bill subsequently transfers that money to the Capitol Complex Renovation Fund each July 1 from 2023 through 2028.

State Transfers

Each year, about \$2.5 million is transferred from the General Fund to the Capitol Complex Master Plan Implementation Fund under current law. The bill subsequently transfers this money to the Capitol Complex Renovation Fund.

State Expenditures

The bill increases cash fund expenditures in the Department of Personnel and Administration in FY 2023-24 by \$20.5 million. This reflects the \$18 million transferred to the Capitol Complex Renovation Fund being available one year earlier than it would be under current law, and by transferring an additional \$2.5 million to the fund. The impact on expenditures in subsequent years depends on the relative size of these transfers. The bill does not impact the overall amount of money available, only the timing of these expenditures, which have been shifted forward by one year into FY 2023-24. An additional \$2.5 million in funding will be available to spend from the Capitol Complex Renovation Fund in future years; however, it is assumed that out-year spending will be addressed through the capital development and annual budget processes.

Effective Date

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

State Appropriations

For FY 2023-24, the bill includes an appropriation of \$20,479,729 from the Capitol Complex Renovation Fund to the Department of Personnel and Administration.

State and Local Government Contacts

Personnel and Administration