



Fiscal Note

Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

HB 26-1399: ELIM GEN FUND TRANSFER TO MULTIMODAL TRANSP FUND

Prime Sponsors:

Rep. Brown; Taggart
Sen. Amabile; Kirkmeyer

Fiscal Analyst:

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Bill Outcome: Signed into Law

Drafting number: LLS 26-0850

Version: Final Fiscal Note

Date: July 17, 2026

Fiscal note status: This final fiscal note reflects the enacted bill.

Summary Information

Overview. The bill eliminates the transfer of \$10.5 million from the General Fund to the Multimodal Transportation and Mitigation Options Fund scheduled on July 1, 2026.

Types of impacts. The bill is projected to affect the following areas on an ongoing basis:

- State Expenditures
- State Transfers
- Local Government

Appropriations. For FY 2026-27, the bill requires and includes a reduction of \$10.5 million in appropriations from the Multimodal Transportation and Mitigation Options Fund.

Table 1
State Fiscal Impacts

Type of Impact	Current Year FY 2025-26	Budget Year FY 2026-27	Out Year FY 2027-28
State Revenue	\$0	\$0	\$0
State Expenditures	\$0	-\$10.5 million	\$0
Transferred Funds	\$0	-\$10.5 million	\$0
Change in TABOR Refunds	\$0	\$0	\$0
Change in State FTE	0.0 FTE	0.0 FTE	0.0 FTE

Fund sources for these impacts are shown in the tables below. Of the \$10.5 million in state expenditures, 85 percent of revenue to the fund is allocated to local multimodal transportation projects and 15 percent is retained by the state for state multimodal projects.

**Table 1A
State Transfers**

Fund Source	Current Year FY 2025-26	Budget Year FY 2026-27	Out Year FY 2027-28
General Fund	\$0	\$10.5 million	\$0
Cash Funds	\$0	-\$10.5 million	\$0
Net Transfer	\$0	\$0	\$0

**Table 1B
State Expenditures**

Fund Source	Current Year FY 2025-26	Budget Year FY 2026-27	Out Year FY 2027-28
General Fund	\$0	\$0	\$0
Cash Funds	\$0	-\$10.5 million	\$0
Federal Funds	\$0	\$0	\$0
Centrally Appropriated	\$0	\$0	\$0
Total Expenditures	\$0	-\$10.5 million	\$0
Total FTE	0.0 FTE	0.0 FTE	0.0 FTE

Summary of Legislation

Current law requires an annual transfer of \$10.5 million from the General Fund to the Multimodal Transportation and Mitigation Options Fund (MMOF) in the Colorado Department of Transportation (CDOT) through July 1, 2031. The bill eliminates the transfer scheduled to occur on July 1, 2026.

Background

[Senate Bill 18-001](#) created the MMOF in CDOT to fund multimodal transportation projects in the state. [Senate Bill 21-260](#) expanded the scope of the fund and created an annual General Fund transfer of \$10.5 million to the fund from July 1, 2024, through FY 2031-32. Under current law, 85 percent of revenue to the fund is allocated to local multimodal transportation projects and 15 percent is retained by the state for state multimodal projects, as determined by the Transportation Commission. In FY 2025-26, the legislature transferred \$71.4 million out of the fund to the General Fund to help balance the state's budget, which led to some projects being delayed or cancelled at the state and local level.

State Transfers

The bill eliminates the FY 2026-27 transfer of \$10.5 million from the General Fund to the MMOF in CDOT.

State Expenditures

The bill decreases state expenditures in CDOT in FY 2026-27 only by \$10.5 million by eliminating the transfer from the General Fund to the MMOF. As a result, this will reduce spending on state multimodal projects by \$1.6 million and funding distributed for local projects by \$8.9 million.

Local Government

The bill decreases funding for county and municipality multimodal transportation projects by about \$8.9 million in FY 2026-27 only. As outlined in the Background section, local governments receive 85 percent of MMOF funding for multimodal transportation projects.

Effective Date

This bill was signed into law by the Governor and took effect on June 4, 2026.

State Appropriations

For FY 2026-27, the bill requires and includes a reduction in appropriations of \$10,500,000 from the Multimodal Transportation and Mitigation Options Fund to the Department of Transportation.

State and Local Government Contacts

Joint Budget Committee Staff

Transportation

The revenue and expenditure impacts in this fiscal note represent changes from current law under the bill for each fiscal year. For additional information about fiscal notes, please visit the [General Assembly website](#).