



**Colorado  
Legislative  
Council  
Staff**

**HB16-1419**

**FISCAL NOTE**

**FISCAL IMPACT:**  State  Local  Statutory Public Entity  Conditional  No Fiscal Impact

**Drafting Number:** LLS 16-1204  
**Prime Sponsor(s):** Rep. Hamner  
Sen. Lambert

**Date:** March 28, 2016  
**Bill Status:** House Appropriations  
**Fiscal Analyst:** Larson Silbaugh (303-866-4720)

**BILL TOPIC:** FY2015-16 STATUTORY RESERVE REDUCTION

Fiscal Impact Summary	FY 2015-2016	FY 2016-2017
State Revenue		
State Expenditures	See State Expenditure section.	
<b>Appropriation Required:</b>		
<b>Future Year Impacts:</b> None.		

**Summary of Legislation**

*Recommended by the Joint Budget Committee*, this bill reduces the FY 2015-16 statutory General Fund reserve from 6.5 percent to 5.6 percent.

**Background**

Under current law, the statutory reserve is 6.5 percent of General Fund expenditures. With the budget passed for FY 2015-16 and the revenue forecast for current fiscal year collections, the General Fund reserve will be less than the amount required to meet the 6.5 percent requirement.

**State Expenditures**

Reducing the required reserve from 6.5 percent to 5.6 percent allows the state to spend an additional \$83.7 million in FY 2015-16 that has already been appropriated. This bill does not impact the General Fund reserve in future fiscal years.

**Effective Date**

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

**State and Local Government Contacts**

Joint Budget Committee