



**Colorado
Legislative
Council
Staff**

SB17-261

**FINAL
FISCAL NOTE**

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

Drafting Number: LLS 17-1078
Prime Sponsor(s): Sen. Lundberg
Rep. Young

Date: August 16, 2017
Bill Status: Signed into Law
Fiscal Analyst: Chris Creighton (303-866-5834)

BILL TOPIC: 2013 FLOOD RECOVERY ACCOUNT & TRANSFER

Fiscal Impact Summary	FY 2017-2018	FY 2018-2019
State Revenue	<u>\$0</u>	
<i>State Transfers</i>		
General Fund	(12,500,000)	
Cash Funds	12,500,000	
State Expenditures	<u>\$12,500,000</u>	
Cash Funds	12,500,000	
Appropriation Required: None, funds are continuously appropriated.		
Future Year Impacts: None.		

Summary of Legislation

This bill, **recommended by the Joint Budget Committee**, creates the 2013 Flood Recovery Account in the Disaster Emergency Fund in the Department of Public Safety (DPS). This account is to be used by the Governor for costs associated with the response and recovery from the 2013 flood. On July 1, 2017, the State Treasurer must transfer \$12.5 million from the General Fund to this account. Funds in this account are not to be used for any purpose other than 2013 flood response and recovery efforts. This account is repealed on June 30, 2021, and any remaining funds are to be transferred to the General Fund.

Background

The 2013 flood impacted multiple communities and caused \$4 billion in damage. In response, the Governor set aside \$111.5 million thus far for flood response efforts. The Governor also pledged one-half of the 25 percent match required for Federal Emergency Management Agency grants. Due to rising costs and estimates for rebuilding, a \$62.1 million shortfall related to the flood recovery has been identified by the Division of Homeland Security and Emergency Management in the DPS and the Governor's Office. In response, a transfer of \$12.5 million per year for five years from FY 2017-18 through FY 2020-21 has been requested.

State Revenue

This bill authorizes the following state transfers. There is no change in revenue as a result of this bill.

State Transfers. For FY 2017-18 only, \$12.5 million is transferred from the General Fund to the 2013 Flood Recovery Account in the Disaster Emergency Fund.

State Expenditures

For FY 2017-18 only, this bill increases state cash fund expenditures in the Disaster Emergency Fund in the Department of Public Safety by \$12.5 million.

Local Government Impact

For FY 2017-18 only, this bill increases revenue and expenditures for local governments that receive disaster response grants for ongoing recovery efforts.

Effective Date

The bill was signed into law by the Governor and took effect on April 28, 2017.

State and Local Government Contacts

Governor's Office Public Safety