

**JBC STAFF FISCAL ANALYSIS  
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING AN INCOME TAX CREDIT FOR RETROFITTING A RESIDENCE TO INCREASE THE RESIDENCE'S VISITABILITY.

Prime Sponsors: Reps. Gray and McKean

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**Fiscal Impact of Bill as Amended to Date**

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 03/23/18.

XXX	<b>No Change:</b> Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill*
	<b>Update:</b> Fiscal impact has changed due to <i>new information or technical issues</i>
	<b>Update:</b> Fiscal impact has changed due to <i>amendment adopted</i> after LCS Fiscal Note was prepared
	<b>Non-Concurrence:</b> JBC Staff and Legislative Council Staff disagree about the fiscal impact of the bill

\* Please note that the attached Fiscal Note includes technical errors on page 5. The amounts listed in Table 4 for FY 2018-19 for Personal Services and for Operating Expenses and Capital Outlay Costs should be \$55,496 (rather than \$56,496) and \$11,324 (rather than \$11,234), respectively. Legislative Council Staff concurs with this technical correction.

**Amendments in This Packet for Consideration by Appropriations Committee**

Amendment	Description
J.001	Staff-prepared appropriation amendment

**Current Appropriations Clause in Bill**

The bill requires but does not contain an appropriation clause.

**Description of Amendments in This Packet**

**J.001** Staff has prepared amendment **J.001** (attached) to add a provision appropriating a total of \$132,328 General Fund to the Department of Local Affairs for FY 2018-19, and further appropriating \$65,508 of this amount to the Governor's Office of Information Technology. This provision also states that the appropriation is based on the assumption that the Department will require an additional 1.0 FTE.

**Points to Consider***General Fund Impact*

The Joint Budget Committee has proposed a budget package for FY 2018-19 based on the March 2018 Office of State Planning and Budgeting revenue forecast. The budget package leaves approximately \$40.8 million General Fund unallocated. Thus, the General Assembly could appropriate up to \$38.3 million General Fund to fund 2018 legislation and maintain a 6.5 percent General Fund reserve.

This bill will reduce the excess General Fund reserve by a total of \$240,929 because:

- it requires a General Fund appropriation of \$132,328 for FY 2018-19, reducing the excess General Fund reserve by \$140,929; and
- it is anticipated to reduce General Fund revenues by \$100,000 in FY 2018-19, reducing the excess General Fund reserve by the same amount.

This bill is anticipated to reduce General Fund revenues by \$300,000 in FY 2019-20 and by \$500,000 annually from FY 2020-21 through at least FY 2023-24.