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**REVISED
FISCAL NOTE**

(replaces fiscal note dated March 26, 2018)

Drafting Number: LLS 18-1160
Prime Sponsors: Rep. Hamner
Sen. Lambert

Date: April 3, 2018
Bill Status: Senate Second Reading
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Bill Topic: TRANSFERS OF MONEY FOR STATE'S INFRASTRUCTURE

Summary of Fiscal Impact:

<input type="checkbox"/> State Revenue	<input type="checkbox"/> TABOR Refund
<input type="checkbox"/> State Expenditure	<input type="checkbox"/> Local Government
<input checked="" type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

This bill makes up to \$612.3 million in FY 2018-19 transfers for state infrastructure projects, including a transfer of up to \$612.1 million from the General Fund and \$0.2 million from cash funds.

Appropriation Summary: No appropriation is required.

Fiscal Note Status: This fiscal note reflects the bill as amended by the Senate Appropriations Committee.

**Table 1
State Fiscal Impacts Under HB 18-1340**

		FY 2018-19	FY 2019-20
Revenue	Total	-	-
Expenditures	Total	-	-
Transfers	General Fund	(\$612,138,105)	
	State Historical Fund	(\$150,000)	
	State Highway Fund*	\$495,000,000	-
	Capital Construction Fund	\$87,288,105	
	Controlled Maintenance Trust Fund	\$30,000,000	
	Total	\$0	-

* The State Highway Fund transfer is conditional upon whether Senate Bill 18-001 is adopted.

Summary of Legislation

This bill makes FY 2018-19 transfers to the Capital Construction Fund (CCF) for state-funded capital construction, controlled maintenance, and information technology (IT) projects listed in the 2018 Long Bill, House Bill 18-1322. The bill also makes transfers to the Controlled Maintenance Trust Fund and to the State Highway Fund. The transfer to the State Highway Fund is conditional upon whether Senate Bill 18-001 is adopted.

State Transfers

For FY 2018-19, the bill transfers \$87,288,105 to the CCF. The transfers include:

- \$86,638,105 from the General Fund;
- \$500,000 from the General Fund Exempt account; and
- \$150,000 from the State Historical Fund.

Of the \$86.6 million transferred from the General Fund, \$15,206,760 million will be transferred to the IT Capital Account in the CCF to pay costs associated with capital IT projects.

If SB 18-001 is not adopted, the bill also transfers \$495.0 million in FY 2018-19 from the General Fund to the State Highway Fund. The reengrossed version of SB 18-001 creates annual transfers from the General Fund to the State Highway Fund for transportation purposes for 21 years. If an initiated ballot measure authorizing state debt for transportation is not approved in 2018, SB 18-001 refers a ballot measure to do so at the 2019 election. Conditional on approval of the 2019 measure, SB 18-001 requires the issuance of Transportation Revenue Anticipation Notes worth up to \$3.5 billion. Conditional on approval of a ballot measure in either 2018 or 2019, SB 18-001 repeals executions of lease-purchase agreements under Senate Bill 17-267 for years beyond FY 2018-19.

Finally, the bill transfers \$30.0 million from the General Fund to the Controlled Maintenance Trust Fund as part of the TABOR reserve. The balance of the fund may only be spent through executive order in the event of a disaster emergency. Interest earnings on the fund may be spent for controlled maintenance.

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 Staff

Legislative Council Staff