

**JBC STAFF FISCAL ANALYSIS  
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING MEASURES BY THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT TO PROTECT THE PUBLIC FROM CERTAIN HAZARDOUS SUBSTANCES, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Prime Sponsors: Sens. Fenberg and Lee  
Reps. Singer and McKean

JBC Analyst: Tom Dermody  
Phone: 303-866-4963  
Date Prepared: June 10, 2020

**Appropriation Items of Note**

**Appropriation Already Added to Bill, Amendment in Packet**

**General Fund Impact**

**New Cash Fund (with Continuous Appropriation)**

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

The most recent Legislative Council Staff Revised Fiscal Note (attached) reflects the fiscal impact of the bill as of 06/11/20.

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

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

Amendment	Description
J.002	Staff-prepared appropriation amendment - changes fiscal impact

**Current Appropriations Clause in Bill**

The bill includes a provision that appropriates a total of \$156,480 General Fund to the Department of Revenue for FY 2020-21. The clause also provides an appropriation of \$1,523,380 cash funds from the Hazardous Materials Safety Fund to the Department of Public Safety for FY 2020-21.

The Legislative Council Staff Revised Fiscal Note updates the fiscal impact of this bill, reducing the General Fund necessary for the Department of Revenue to \$39,769 and increases the cash funds

necessary for the Department of Public Safety to \$1,552,558.

**Description of Amendments in This Packet**

**J.002** Staff has prepared amendment **J.002** (attached) to change the existing clause to appropriate \$39,769 General Fund to the Department of Revenue and \$1,552,558 cash funds from the Hazardous Materials Safety Fund to the Department of Public Safety for FY 2020-21.

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

The Joint Budget Committee has proposed a budget package for FY 2020-21 based on the following:

- the May 12, 2020, Office of State Planning and Budgeting revenue forecast;
- a school finance bill placeholder for a reduction of \$723.8 million General Fund;
- a placeholder for the reduction of \$202.0 million General Fund through one or more non-JBC package bills; and
- an adjusted statutory General Fund reserve percentage of 3.84 percent equal to \$402.0 million.

This bill requires a General Fund appropriation of \$39,769 for FY 2020-21, thereby decreasing the proposed fiscal year-end General Fund reserve or increasing the proposed placeholder reductions by the same amount.

*Legislative Authority*

Is it necessary to "continuously appropriate" money in the Perfluoroalkyl and Polyfluoroalkyl Substances Cash Fund? This method of funding essentially moves related expenditures off-budget, and thus expenditures are not reported or accounted for through the budget process.