

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING STATE REQUIREMENTS APPLICABLE TO CERTAIN LICENSED CONSTRUCTION PROFESSIONALS, AND, IN CONNECTION THEREWITH, REQUIRING THE STATE ELECTRICAL BOARD AND THE STATE PLUMBING BOARD TO DIRECT ENFORCEMENT OF STATE LICENSING AND SUPERVISOR-TO-APPRENTICE RATIO REQUIREMENTS, SPECIFYING WHO IS AUTHORIZED TO APPLY FOR ELECTRICAL AND PLUMBING PERMITS, AND REDUCING THE SUPERVISOR-TO-APPRENTICE RATIO.

Prime Sponsors: Reps. Duran and Mullica
Senator Danielson

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Date Prepared: April 28, 2022

Appropriation Items of Note

Appropriation Required, Amendment in Packet

TABOR Impact

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 03/29/22.

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

The House Business Affairs & Labor Committee Report (04/14/22) and the House Finance Committee Report (04/25/22) both include amendments to the bill. Legislative Council Staff and JBC Staff agree that the House Business Affairs & Labor Committee amendments do not change the fiscal impact of the bill.

However, Legislative Council Staff and JBC Staff agree that the House Finance Committee amendments decrease the fiscal impact of the bill by changing the effective date of the bill from July 1, 2022 to January 1, 2023. The updated fiscal impact and required appropriation is reflected in this fiscal analysis.

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 \$237,372 cash funds from the Division of Professions and Occupations Cash Fund to the Department of Regulatory Agencies for FY 2022-23. This provision also states that the appropriation is based on the assumption that the Department will require an additional 2.0 FTE. Of that amount, \$38,068 is reappropriated to the Department of Personnel.

Points to Consider

TABOR/ Excess State Revenues Impact

The March 2022 Legislative Council Staff (LCS) revenue forecast projects a TABOR surplus liability of \$1.6 billion for FY 2022-23 and \$622.6 million for FY 2023-24 to be refunded to taxpayers out of the General Fund. Legislation that increases non-exempt revenue (such as cash funds) will increase the TABOR refund from the General Fund. The budget package includes a set aside of \$46.0 million General Fund for ongoing appropriations, (\$40.0 million plus \$6.0 million for a 15.0 percent General Fund reserve) and \$900.0 million General Fund for bills that create one-time obligations in FY 2022-23.

This bill is estimated to increase cash fund revenues by \$464,772 in FY 2022-23 and by \$464,772 in FY 2023-24, which will reduce the available General Fund in each fiscal year by an equal amount. This bill increases the TABOR refund made out of the General Fund by \$464,772 for FY 2022-23, reducing the \$46.0 million General Fund set aside for FY 2022-23 by the same amount.