

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE MODERNIZATION OF PROCEDURES FOR THE ENFORCEMENT OF LAWS GOVERNING THE EMPLOYER-EMPLOYEE RELATIONSHIP.

Prime Sponsors: Sens. Danielson and Jaquez Lewis
Reps. Duran and Froelich

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Date Prepared: May 1, 2022

Appropriation Items of Note

Appropriation Required, Amendment in Packet

General Fund Impact

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 04/26/22.

XXX	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>
	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

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
J.001	Staff-prepared appropriation amendment
L.010/J.002	Bill Sponsor amendment - changes fiscal impact <i>and</i> appropriation

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 \$700,043 General Fund to the Department of Labor and Employment for FY 2022-23, and reappropriating \$31,050 to the Department of Law for FY 2022-23. This provision also states that the appropriation is based on the assumption that the Department of Labor and

Employment will require an additional 7.2 FTE and the Department of Law will require an additional 0.2 FTE. Amendment **J.001** also adds a provision appropriating a total of \$189,080 General Fund to the Department of Law for FY 2022-23. This provision also states that the appropriation is based on the assumption that the Department of Law will require an additional 1.6 FTE.

L.010 and J.002

Bill Sponsor amendment **L.010** (attached) reduces the amount of FTE the Department of Labor and Employment and Department of Law will require by 2.4 and 1.6 respectively. Staff has prepared amendment **J.002** (attached) to add a provision appropriating a total of \$504,419 General Fund to the Department of Labor and Employment for FY 2022-23, and reappropriating \$31,050 to the Department of Law for FY 2022-23. This provision also states that the appropriation is based on the assumption that the Department of Labor and Employment will require an additional 4.8 FTE and the Department of Law will require an additional 0.2 FTE. Amendment **J.002** also adds a provision appropriating a total of \$95,200 General Fund to the Department of Law for FY 2022-23. This provision also states that the appropriation is based on the assumption that the Department of Law will require an additional 0.8 FTE.

If the Committee adopts amendment L.010 then it should adopt amendment J.002 and should not adopt amendment J.001.

Points to Consider*General Fund Impact*

The Joint Budget Committee has proposed a budget package for FY 2022-23 based on the March 2022 Legislative Council Staff revenue forecast. The budget package includes two set-asides:

- \$40.0 million General Fund for bills that create ongoing obligations; and
- \$900.0 million General Fund for bills that create one-time obligations in FY 2022-23.

The \$40.0 million *appropriations* set-aside includes an additional \$6.0 million General Fund to provide a 15.0 percent General Fund reserve for those appropriations. The \$900.0 million *obligations* set-aside does not include an additional amount for a General Fund reserve and, assumes, but does not require, that obligations be addressed through statutory transfers rather than appropriations. Therefore *appropriations* from the \$900.0 million set-aside require an additional 15.0 percent to maintain the statutory General Fund reserve.

This bill creates an ongoing obligation and requires a General Fund appropriation of \$889,123 for FY 2022-23, reducing the \$40.0 million set aside by the same amount.