

**JBC STAFF FISCAL ANALYSIS  
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING CHANGES TO THE CAREER DEVELOPMENT SUCCESS PROGRAM.

Prime Sponsors: Sens. Lundeen and Bridges

JBC Analyst: Amanda Bickel

Phone: 303-866-4960

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**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 04/03/23.

<b>XXX</b>	<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**

<b>Amendment</b>	<b>Description</b>
J.001	Staff-prepared appropriation amendment
L.005/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 \$5,480,000 General Fund to the Department of Education for FY 2023-24. This provision also states that the appropriation is based on the assumption that the Department will require an additional 0.9 FTE.

**L.005 and J.002**

Bill Sponsor amendment **L.005** (attached) modifies the Education Committee Report to require a minimum ongoing annual appropriation for the Career Development Incentive Program of \$9,500,000, rather than the \$5,000,000 included in the Committee Report. The amendment maintains the provision included in the Committee Report that \$5,000,000 shall be used in FY 2023-24 for incentives to participating school districts and other entities that require *all* students to enroll in and successfully complete at least one qualified industry-credential program, workplace training program, or advanced placement course prior to graduation. After FY 2024-25, the additional funding is assumed to be used for awards to school districts based on the numbers of students participating in qualified industry-credential, workplace training, and advanced placement courses. Bill sponsor amendment J.002 (attached) adds a provision appropriation \$5,000,000 General Fund to the Department of Education for FY 2023-24. This provision also states that the appropriation is based on the assumption that the Department will require an additional 0.9 FTE.

**The Committee may adopt amendment J.001 OR the combination of amendments L.005 and J.002. It should not adopt both amendments J.001 and J.002.**

**Points to Consider**

*General Fund Impact*

The Joint Budget Committee has proposed a budget package for FY 2023-24 based on the March 2023 Office of State Planning and Budgeting (OSPB) revenue forecast. The budget package includes two set-asides for legislation outside of the package: (1) \$30.0 million General Fund for bills that create ongoing obligations; and (2) \$469.0 million for bills that create one-time obligations for FY 2023-24 (see table below).

General Fund Appropriation Placeholders for Other 2023 Legislation	
Description	FY 2023-24
Legislation with Ongoing Fiscal Impacts	\$30,000,000
Legislation with One-time Fiscal Impacts	
Workforce-related legislation, including free credentials, math scholarships, adult education, and concurrent enrollment	103,000,000
Housing-related legislation, including property tax relief, land use, and public-private partnerships	221,000,000
Legislation related to topics other than workforce and housing, including rural opportunity, line of duty loss, and Proposition 122 implementation	145,000,000
Subtotal	\$469,000,000
<b>TOTAL Placeholders for Other 2023 Legislation</b>	<b>\$499,000,000</b>

## **SB23-065**

## **JBC Staff Analysis**

The budget package accounts for the 15.0 percent reserve associated with the above placeholders (a total of \$74.9 million).

*If amendment J.001 is adopted:*

- This bill creates an ongoing obligation of \$480,000 General Fund. It therefore reduces the \$30.0 million set aside for ongoing obligations by the same amount.
- This bill also creates a one-time obligation and requires a General Fund appropriation of \$5.0 million for FY 2023-24, reducing the \$469.0 million set aside for one-time obligations by that amount.

*If amendments L.005 and J.002 are adopted,* this bill creates an ongoing obligation of \$5,000,000 General Fund. It therefore reduces the \$30.0 million set aside for ongoing obligations by the same amount.