

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING INCREASING THE NUMBER OF ACCESSORY DWELLING UNITS, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Prime Sponsors: Reps. Amabile and Weinberg
Sens. Mullica and Exum

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Appropriation Items of Note

Appropriation Already Added to Bill, 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 04/12/24.

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

The Local Government and Housing Committee Report (04/23/24) includes amendments to the bill, however, Legislative Council Staff and JBC Staff agree that the committee amendments do not change the fiscal impact of the bill.

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
L.032	Bill Sponsor amendment - changes fiscal impact <i>and</i> appropriation

Current Appropriations Clause in Bill

The bill includes an appropriation clause that appropriates \$537,246 cash funds from the Accessory Dwelling Unit Fee Reduction and Encouragement Grant Program Fund to the Department of Local Affairs for FY 2024-25. Of this amount, \$70,000 is reappropriated to the Governor's Office of Information Technology. This provision also states that the appropriation is based on the assumption that the Department of Local Affairs will require an additional 4.9 FTE to implement the act. The

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appropriation clause also appropriates \$8.0 million General Fund to the Office of Economic Development and International Trade (OEDIT) in the Office of the Governor for FY 2024-25.

L.032 Bill Sponsor amendment **L.032** (attached) eliminates the \$8.0 million General Fund appropriation to OEDIT for contracting with the Colorado Housing and Finance Authority (CHFA) that is currently included in the bill and instead transfers \$8.0 million General Fund to the Economic Development Fund in OEDIT for this purpose in FY 2024-25. The Economic Development Fund is continuously appropriated to OEDIT, therefore, a corresponding appropriation is not required.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2024-25 based on the March 2024 Office of State Planning and Budgeting (OSPB) revenue forecast. The budget package includes \$63.1 million in set-asides for legislation outside of the package (see table below). The budget package accounts for the 15.0 percent reserve associated with the placeholders (a total of \$9.5 million).

General Fund Appropriation Placeholders for Other 2024 Legislation	
Description	FY 2024-25
General Legislative Priorities	\$21,739,130
Legislation for Shared Housing Priorities	12,043,478
Legislation for Shared Workforce and Education Priorities	16,152,110
Legislation for Other Shared Priorities	10,519,130
Legislation for Distributions to Rural Hospitals	2,608,689
TOTAL Placeholders for Other 2024 Legislation	\$63,062,537

This bill includes a General Fund transfer of \$5.0 million to the Accessory Dwelling Unit Fee Reduction and Encouragement Grant Program Fund in FY 2023-24 and a General Fund appropriation of \$8.0 million to OEDIT in FY 2024-25, reducing the \$63.1 million set aside by a net of \$13.0 million. If Bill Sponsor amendment **L.032** is adopted, the \$8.0 million for OEDIT will become a transfer instead of an appropriation.