# Second Regular Session Seventy-first General Assembly STATE OF COLORADO

# **INTRODUCED**

LLS NO. 18-0875.01 Esther van Mourik x4215

**SENATE BILL 18-191** 

#### SENATE SPONSORSHIP

Gardner,

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Carver,

### **Senate Committees**

**House Committees** 

Finance

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#### A BILL FOR AN ACT

CONCERNING THE LOCAL GOVERNMENT LIMITED GAMING IMPACT FUND.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

The Colorado constitution authorizes limited gaming in specific geographic areas of the state. There is a tax imposed on limited gaming, the rate of which is set by the Colorado limited gaming control commission, but the constitution provides that the rate may not exceed 40% of the adjusted gross proceeds. The proceeds of the tax are credited to the limited gaming fund where the expenses of the commission are first

paid and then the money is distributed 50% to the state share, 28% to the state historical fund, 12% to Gilpin and Teller counties, and 10% to the cities of Central City, Black Hawk, and Cripple Creek.

The state share is transferred for various items, with the remainder being credited to the general fund, including \$5 million to the local government limited gaming impact fund. This fund is administered by the department of local affairs and is used for grants to eligible local governmental entities for documented gaming impacts.

The bill annually increases the amount of money credited to the limited gaming impact fund by an amount equal to the growth of the state share from the previous fiscal year.

The bill also makes adjustments to the statutory definition of "documented gaming impacts".

1 *Be it enacted by the General Assembly of the State of Colorado:* 2 **SECTION 1.** In Colorado Revised Statutes, 12-47.1-701, amend 3 (2)(a) introductory portion and (2)(a)(III) as follows: 4 12-47.1-701. Limited gaming fund - created. (2) (a) Except as 5 provided in paragraph (b) of this subsection (2) SUBSECTION (2)(b) OF 6 THIS SECTION, at the end of the 2012-13 state fiscal year and at the end of 7 each state fiscal year thereafter, the state treasurer shall transfer the state 8 share as follows: 9 (III) (A) AT THE END OF THE 2017-18 STATE FISCAL YEAR, AND 10 EACH STATE FISCAL YEAR THEREAFTER, five million dollars AS ANNUALLY 11 INCREASED BY AN AMOUNT EQUAL TO THE PERCENTAGE INCREASE IN THE 12 STATE SHARE AS DESCRIBED IN SUBSECTION (1)(d)(I) OF THIS SECTION 13 FROM THE PREVIOUS FISCAL YEAR to the local government limited gaming 14 impact fund created in section 12-47.1-1601. 15 (B) IF THE STATE SHARE DOES NOT INCREASE FROM THE PREVIOUS 16 FISCAL YEAR, THEN THE STATE TREASURER SHALL TRANSFER AN AMOUNT 17 EOUAL TO THE PREVIOUS FISCAL YEAR'S TRANSFER. 18 **SECTION 2.** In Colorado Revised Statutes, 12-47.1-1601,

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amend (1)(a) as follows:

12-47.1-1601. Local government limited gaming impact fund
- rules - definition - repeal. (1) (a) There is hereby created in the office
of the state treasurer the local government limited gaming impact fund,
referred to in this part 16 as the "fund", and within the fund, there is
created the limited gaming impact account and the gambling addiction
account. Of the moneys MONEY transferred to the fund pursuant to section
12-47.1-701 (2)(a)(III), ninety-eight percent shall be allocated to the
limited gaming impact account and two percent shall be allocated to the
gambling addiction account. Moneys MONEY in the limited gaming
impact account shall be used to provide financial assistance to designated
ELIGIBLE local governments GOVERNMENT ENTITIES for documented
gaming impacts, and moneys MONEY in the gambling addiction account
shall be used to award grants for the provision of gambling addiction
counseling, including prevention and education, to Colorado residents.
For the purposes of this part 16, "documented gaming impacts" means the
documented expenses, costs, and other impacts incurred directly as a
result of limited gaming permitted in the counties of Gilpin and Teller and
on Indian lands GAMBLING.
SECTION 3. Safety clause. The general assembly hereby finds,
determines, and declares that this act is necessary for the immediate

preservation of the public peace, health, and safety.

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