

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING AN INCOME TAX CREDIT FOR AN EMPLOYER RELATED TO AN EMPLOYEE'S PAID LEAVE OF ABSENCE FOR THE PURPOSE OF MAKING AN ORGAN DONATION, AND, IN CONNECTION THEREWITH, ENACTING THE "LIVING ORGAN DONOR SUPPORT ACT".

Prime Sponsors: Representative Garnett
Senator Gardner

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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 04/04/18.

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.004	Bill Sponsor amendment - changes fiscal impact

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 \$6,290 General Fund to the Department of Revenue and reappropriating \$1,200 to the Department of Personnel for FY 2018-19.

L.004 Sponsor amendment **L.004** (attached) makes the income tax credit available in tax year 2020. Legislative Council Staff (LCS) and JBC Staff agree that this amendment delays the fiscal impact until FY 2019-20. See the attached LCS Fiscal Note Memorandum regarding the fiscal assessment of sponsor amendment **L.004**.

If the Committee adopts amendment L.004, amendment J.001 should not be adopted.

Points to Consider*General Fund Impact*

The Joint Budget Committee has proposed a budget package for FY 2017-18 and FY 2018-19 based on the March 2018 Office of State Planning and Budgeting revenue forecast. The budget package leaves approximately \$40.8 million General Fund unallocated. Thus, the General Assembly could appropriate up to \$38.3 million General Fund to fund 2018 legislation and maintain a 6.5 percent General Fund reserve. This bill will reduce the excess General Fund reserve by a total of \$151,699 because:

- it requires a General Fund appropriation of \$6,290 for FY 2018-19, reducing the excess General Fund reserve by \$6,699; and
- it is anticipated to reduce General Fund revenues by a total of \$145,000 over the two year period from FY 2017-18 to FY 2018-19, reducing the excess General Fund reserve by the same amount.

The bill is anticipated to reduce General Fund revenues by \$105,000 in FY 2019-20 and subsequent years.

Sponsor amendment **L.004** delays the fiscal impacts of the bill until FY 2019-20 as included in the attached LCS Fiscal Note Memorandum.