

JBC Staff Fiscal Analysis
House Appropriations Committee

Concerning consumer protections in interactions with artificial intelligence systems.

Prime Sponsors:

Representatives Lindstedt; Carter
Senators Amabile; Frizell

Date Prepared:

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Fiscal Impacts

Appropriation Required, Amendment in Packet

General Fund Impact

Fiscal Note Status

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 08/21/25.

No Change: Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill.

The House Business Affairs and Labor Committee Report (08/21/25) includes amendments to the bill. Legislative Council Staff and Joint Budget Committee Staff agree that these amendments do not change the bill's fiscal impact.

Amendments in This Packet

J.001 Staff-prepared appropriation amendment

Current Appropriations Clause in Bill

The bill requires but does not contain an appropriation clause for FY 2025-26.

Description of Amendments in This Packet

J.001

Staff amendment **J.001** (attached) reduces by \$27,786 cash funds the FY 2025-26 appropriation to the Judicial Department and reflects an associated decrease of 0.3 FTE in State Court Administrator's Office

that provides support on the case management system in use by the Probation Division. Finally, it shifts \$27,786 General Fund from the State Court Administrator's Office to the Probation Division to reflect eliminating a transfer of General Fund to the Offender Services Cash Fund.

Points to Consider

The July 2025 revenue forecast updates from the Office of State Planning and Budgeting (OSPB) and Legislative Council Staff (LCS) anticipate that state revenues will fall short of the TABOR limit in FY 2025-26. The update from OSPB projects that revenues will fall \$742.2 million below the TABOR limit in FY 2025-26 and then be \$411.4 million above the TABOR limit in FY 2026-27. Legislative Council Staff projects a shortfall of \$661.8 million below the TABOR limit in FY 2025-26 and a surplus of \$758.8 million above the TABOR limit in FY 2026-27. TABOR surpluses must be refunded to taxpayers out of the General Fund.

The required General Fund reserve for the fiscal year ending June 30, 2026 is 15.0 percent of FY 2025-26 General Fund appropriations. Based on the July 2025 revenue forecast updates, both the OSPB and LCS anticipate the General Fund reserve will end the current fiscal year below the reserve requirement. OSPB anticipates a deficit of \$783.1 million and LCS anticipates a deficit of \$691.9 million below the statutory reserve requirement.

General Fund Impact

While this bill does not require any adjustments to the statewide total General Fund appropriated, it does shift \$27,786 General Fund from the State Court Administrator's Office to the Probation Division for FY 2025-26.