JBC STAFF FISCAL ANALYSIS HOUSE APPROPRIATIONS COMMITTEE

CONCERNING THE ADVANCED INDUSTRY INVESTMENT TAX CREDIT.

Prime Sponsors: Reps. Kraft-Tharp and Wilson JBC Analyst: Kevin Neimond

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Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 02/03/17.

XXX	No Change: Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill
	Update: Fiscal impact has changed due to new information or technical issues
	Update: Fiscal impact has changed due to amendment adopted 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

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 \$23,062 General Fund to the Office of the Governor for FY 2017-18. This provision also states that the appropriation is based on the assumption that the Office will require an additional 0.3 FTE to implement the act.

Points to Consider

TABOR Impact

The Joint Budget Committee has proposed a budget package for FY 2017-18 based on the March 2017 Legislative Council Staff revenue forecast. The proposed budget package eliminates the projected \$286.7 million TABOR refund for FY 2017-18. This bill is projected to decrease General Fund revenues that are subject to TABOR by \$525,000 in FY 2017-18. The attached Fiscal Note indicates that since this bill reduces both General Fund revenue and the TABOR refund obligation by equal amounts, there is no net impact on the amount of money available in the General Fund for the budget in FY 2017-18 [see page 3]. However, if the budget package becomes law and this bill

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becomes law, General Fund revenues would decrease by \$525,000 with no offset to General Fund expenditures.

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2017-18 based on the March 2017 Legislative Council Staff revenue forecast. The budget package allocates a total of \$12.5 million General Fund for 2017 legislation that is not accounted for in the budget package, including \$11.7 million to be available for appropriations plus \$0.8 million for the associated 6.5 percent statutory reserve. If this amount is not used to fund legislation, it will remain in the General Fund reserve.