

FINAL FISCAL NOTE

Nonpartisan Services for Colorado's Legislature

LLS 20B-0028 **Drafting Number:** Date: December 17, 2020 Rep. Bird Bill Status: Signed into Law **Prime Sponsors:**

Fiscal Analyst: Josh Abram | 303-866-3561 Sen. Rodriguez; Tate

Josh.Abram@state.co.us

Bill Topic: LOCAL AUTHORITY TO IMPOSE FOOD DELIVERY FEE RESTRICTIONS

Summary of **Fiscal Impact:** □ State Revenue

State Expenditure

□ State Transfer

TABOR Refund

□ Statutory Public Entity

The bill allows both municipalities and counties to limit the fee that a third-party food delivery service may charge to a restaurant, among other restrictions. Regulatory costs for local governments that choose to place limitations on delivery services will

increase.

Appropriation Summary:

No appropriation is required.

Fiscal Note Status:

The fiscal note reflects the enacted bill.

Summary of Legislation

The bill allows the governing body of municipalities and counties to limit the fee that a third-party food delivery service may charge to a retail food establishment, and place other restrictions on delivery services by ordinance or resolution, including a civil penalty.

State Expenditure

The creation of a new civil penalty increases workload for trial courts. Any increase is dependent on the number of local ordinances restricting food delivery services and how many violations are prosecuted. This fiscal note assumes that third-party food delivery services will comply with the law and additional court costs will be minimal. This small impact can be absorbed within existing resources.

Local Government

Local governments that choose to impose restrictions on food delivery services will have increased regulatory costs of enforcement. These local governments may also receive revenue from civil penalties in the event of noncompliance by third-party food delivery services.

HB 20B-1005

Page 2 December 17, 2020

Effective Date

The bill was signed into law by the Governor and it took effect on December 7, 2020.

State and Local Government Contacts

Counties Judicial Law

Local Affairs Municipalities Public Health and Environment

Personnel