

**STATE  
FISCAL IMPACT**

**Drafting Number:** LLS 15-0240  
**Prime Sponsor(s):** Sen. Holbert  
 Rep. Lee

**Date:** February 3, 2015  
**Bill Status:** Senate Finance  
**Fiscal Analyst:** Clare Pramuk (303-866-2677)

**BILL TOPIC:** SUNSET SECURITIES BOARD

| <b>Fiscal Impact Summary*</b>  | <b>FY 2015-2016</b> | <b>FY 2016-2017</b> |              |
|--|---------------------|---------------------|--------------|
| This bill continues a program that would otherwise end July 1, 2015, so the fiscal note shows the new and continuing fiscal impacts. | New                 | New                 | Continuation |
| <b>State Revenue</b>   | <b>\$0</b>          | <b>\$0</b>          |              |
| Cash Funds   | 0                   | 0                   | 0            |
| <b>State Expenditures</b>  | <b>\$0</b>          | <b>\$4,500</b>      |              |
| Cash Funds   | 0                   | 0                   | 4,500        |
| <b>FTE Position Change</b>   |                     |                     |              |
| <b>Appropriation Required:</b> None.   |                     |                     |              |

\* This summary shows changes from current law under the bill for each fiscal year.

**Summary of Legislation**

This bill implements the recommendation from the 2014 sunset review for the Securities Board conducted by the Department of Regulatory Agencies (DORA) to continue the board from July 1, 2015, until September 1, 2026, following a sunset review.

**Background**

The Colorado Securities Board was created by the General Assembly in 1994. The Board is comprised of five members, appointed by the governor and approved by the senate for up to two, three-year terms. The Securities Board, the Securities Commissioner, and the Division of Securities, provide regulatory oversight over the securities industry in Colorado. Securities are financial instruments that include stocks, bonds, and options.

**Fiscal Impact of Programs Set to Expire**

This bill continues a board in the DORA that is set to repeal effective July 1, 2015. Under current law, state agencies may be appropriated funds to wind up the affairs of an expiring board for 12 months following the repeal date. To account for the wind-up period, the impact of extending the board beyond the current repeal date is shown as beginning in FY 2016-17, one year after the repeal date. There is no need for an appropriation of the \$4,500 base funding in FY 2015-16, since the board's authorization has not yet expired, and ongoing funding for the board is included in the department's base budget request for FY 2015-16.

**Effective Date**

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

**State and Local Government Contacts**

Law

Regulatory Agencies