


Colorado Legislative Council Staff Fiscal Note
STATE
FISCAL IMPACT

Drafting Number: LLS 11-0666

Date: February 15, 2011

Prime Sponsor(s): Rep. Casso

Bill Status: House Transportation

Fiscal Analyst: Jonathan Senft (303-866-3523)

TITLE: CONCERNING THE EXEMPTION FROM THE HEAVY-DUTY DIESEL INSPECTION PROGRAM OF HEAVY-DUTY DIESEL VEHICLES BASED OUTSIDE THE PROGRAM AREA AS PART OF A FLEET REGISTERED IN THE PROGRAM AREA.

| Fiscal Impact Summary | FY 2011-2012 | FY 2012-2013 |
|--|--------------|--------------|
| State Revenue | | |
| Cash Funds | | |
| Highway Users Tax Fund — AIR Account | (\$2,850) | (\$2,850) |
| State Expenditures | | |
| Cash Funds | | |
| Highway Users Tax Fund — CSTAR Account | \$6,592 | |
| FTE Position Change | | |
| Effective Date: August 10, 2011, if the General Assembly adjourns on May 11, 2011, as scheduled, and no referendum petition is filed. | | |
| Appropriation Summary for FY 2011-2012: See State Appropriations section. | | |
| Local Government Impact: None. | | |

Summary of Legislation

This bill exempts heavy duty diesel vehicles registered inside of the state emissions program from emissions testing, if the vehicle is primarily operated outside of the program area.

The owner of a fleet registered in the program area may certify to the Colorado Department of Public Health and Environment (CDPHE) that the vehicle is operated outside the program area. The program area for emissions testing includes the counties of Boulder, Denver, Douglas, Broomfield and Jefferson. It also includes parts of Adams, Arapahoe, Larimer and Weld counties. The CDPHE is authorized to promulgate rules to administer the exemption.

State Revenues

Beginning in FY 2011-12, this bill will reduce state revenue by \$2,850 per year. The state receives \$5 fee per vehicle for each emissions test. This fiscal note assumes 570 vehicles would no longer generate the \$5 per emissions test for the state. This revenue is credited to the Highway Users Tax Fund — Air Account.

State Expenditures

This bill increases one-time state cash fund expenditures by \$6,592 in 2011-12. This bill requires reprogramming of the Colorado State Titling and Registration System (CSTARS) database within the Department of Revenue (DOR). This entails modification of titling software, testing and deployment at a cost of \$592. The bill also requires modification of the DOR GenTax software, including design work, development and testing at a cost of \$6,000.

The bill leaves compliance measures to the CDPHE. This task does not entail significant rule making and is not expected to rise to the level of additional FTE. Costs will be absorbed within existing appropriations.

State Appropriations

For FY 2011-12, the Department of Revenue requires an appropriation of \$6,592 to the HUTF - CSTAR account. Of this amount, \$6,000 is reappropriated to the Governor's Office of Information Technology.

Departments Contacted

Governor's Office

Revenue

Public Health and Environment