

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING THE FINANCING OF THE DIVISION OF MOTOR VEHICLES IN THE DEPARTMENT OF REVENUE.

Prime Sponsors: Representative Becker
Senator Lambert

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Date Prepared: February 22, 2012

Summary of Amendments Made to the Bill After the 02/22/12 Legislative Council Staff Fiscal Note Was Prepared

None. The House Appropriations Committee is the committee of reference

JBC Staff Concurrence with Legislative Council Staff Fiscal Note

Concurs **Does Not Concur** **Updated Analysis**

Reason for the Update

The analysis has been updated to account for certain common policy decisions made by the Joint Budget Committee. See the discussion of these changes in the next section below.

Amendments/Appropriation Status

The bill requires but does not contain an appropriation clause. Staff has prepared amendment **J.001** (attached) to add a provision adjusting the FY 2012-13 Long Bill appropriations (the Long Bill has not yet been introduced), decreasing General Fund appropriations by \$22.7 million, increasing cash funds appropriations by \$22.7 million, and decreasing reappropriated funds by \$74,420. The adjustments take into account common policies approved by the Joint Budget Committee for FY 2012-13, which includes a 2.0 percent personal services base reduction and an increase in Health, Life and Dental employer contributions to the prevailing market compensation rate.

Detail on the appropriation is provided in the following summary table:

House Bill 12-1216 Summary of Adjustments to FY 2012-13 Long Bill						
	Total	General Fund	Cash Funds- LSCF	Cash Funds HUTF	Other Cash Funds	Reapprop. Funds
Executive Director's Office	\$0	(\$7,954,625)	\$8,051,285	(\$31,708)	\$0	(\$64,953)
Central Department Operations Division	0	(108,245)	126,582	(8,870)	0	(9,467)
Division of Motor Vehicles						
Administration Section	0	(408,535)	423,014	(14,479)	0	0
Driver and Vehicle Services	0	(14,192,839)	14,192,839	0	0	0
Enforcement Business Group - Limited Gaming Division - Indirect Cost Assessment	(31,385)	0	0	0	(31,385)	0
State Lottery Division - Indirect Cost Assessment	<u>(43,035)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(43,035)</u>	<u>0</u>
Total	(\$74,420)	(\$22,664,244)	\$22,793,720	(\$55,057)	(\$74,420)	(\$74,420)

The total for the bill reduces the appropriation by \$74,420 and is due to reduced indirect cost recoveries as General Fund in the Executive Director's Office will be reduced.

Bill Sponsor Amendments

Staff is not aware of any sponsor amendments to be offered.

Points to Consider

1. This bill is part of the Joint Budget Committee's package of budget recommendation for FY 2012-13. This bill decreases General Fund appropriations by \$22.7 million for FY 2012-13, increasing the amount of General Fund available for other programs.
2. This bill will reduce revenues to the Highway Users Tax Fund (HUTF) by \$19.8 million as a result of retaining fees from drivers licenses in the Licensing Services Cash Fund instead of diverting them to the HUTF.