

**STATE and LOCAL
FISCAL IMPACT**

Drafting Number: LLS 13-0415

Date: January 29, 2013

Prime Sponsor(s): Rep. Sonnenberg

Bill Status: House Local Government

Fiscal Analyst: Alex Schatz (303-866-4375)

TITLE: CONCERNING THE ANNEXATION BY A MUNICIPALITY OF LAND AREA CONTAINED WITHIN THE SERVICE AREA OF A FIRE PROTECTION DISTRICT.

Fiscal Impact Summary	FY 2013-2014	FY 2014-2015
State Revenue		
State Expenditures	See State Expenditures section.	
FTE Position Change		
Effective Date: September 1, 2013, if the General Assembly adjourns on May 8, 2013, as scheduled, and no referendum petition is filed.		
Appropriation Summary for FY 2013-2014: None required.		
Local Government Impact: See Local Government Impact section.		

Summary of Legislation

This bill establishes that the boundaries of a fire protection district (FPD) are not modified when a town or city annexes part of the FPD's territory. An FPD may take action to adjust its boundaries at any time, as allowed by current law. In addition, the bill requires that the annexation impact report prepared by a city or town identify the effects of annexation in the FPD.

State Expenditures

The Division of Local Government (DLG) in the Department of Local Affairs will modify materials and training related to municipal annexations. Such updates are routine and completed on a regular schedule by the DLG. The DLG workload increase under the bill is negligible and will not require additional appropriations.

Local Government Impact

Additional analysis in an annexation impact report will result in a minimal increase in costs for cities and towns. Municipal annexations commonly involve territory served by a FPD.

Departments Contacted

Counties
Law

Municipalities
Property Tax

Local Affairs
Public Safety