

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING A POTENTIAL WAIVER OF THE FEES REQUIRED FOR ISSUANCE OF SPECIAL ARMED FORCES LICENSE PLATES FOR MOTOR VEHICLES TO MILITARY VETERANS.

Prime Sponsors: Senator Rivera
Reps. Coram and Scott

JBC Analyst: Viktor Bojilov
Phone: 303-866-2061
Date Prepared: April 3, 2014

Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Revised Fiscal Note (attached) reflects the fiscal impact of the bill as of 02/07/14.

XXX	No Change: Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill
	Update: Fiscal impact has changed due to <i>new information or technical issues</i>
	Update: Fiscal impact has changed due to <i>amendment adopted</i> after LCS Fiscal Note was prepared
	Non-Concurrence: JBC Staff and Legislative Council Staff disagree about the fiscal impact of the bill

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
J.001	Staff-prepared appropriation amendment

Current Appropriations Clause in Bill

The bill requires but does not contain an appropriation clause.

Description of Amendments in This Packet

J.001 Staff has prepared amendment **J.001** (attached) to add a provision making and reducing appropriations as follows:

- ▶ Reduces \$585,652 cash funds from the Licensing Services Cash Fund (LSCF) to the Department of Revenue, Division of Motor Vehicles, for Driver Services for FY 2014-15. Given the reduction in revenues to the LSCF, and the current underfunded status of the fund, JBC Staff assumes that the Department will not be able to spend \$585,652 of appropriations from the LSCF.
- ▶ Appropriates \$585,652 General Fund to the Department of Revenue, Division of Motor Vehicles, for Driver Services for FY 2014-15.
- ▶ Appropriates \$1,236 cash funds from the Colorado State Titling and Registration account to the Department of Revenue for one-time programming services for FY 2014-15 to modify the Colorado State Titling and Registration System (CSTARS) and reappropriates the \$1,236

to the Governor's Office of Information Technology to perform the programming work for the Department of Revenue.

Pursuant to direction from the Chairmen of the Appropriations Committees, this amendment also includes a provision to access the \$20.0 million General Fund that has been set aside in the Joint Budget Committee's FY 2014-15 budget package to fund 2014 legislation. For FY 2014-15, this amendment accesses set-aside moneys to offset the \$585,652 General Fund appropriation to the Department of Revenue.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2014-15 based on the March 2014 Office of State Planning and Budgeting revenue forecast. The budget package allocates \$20.0 million General Fund to be available to fund 2014 legislation; if the full \$20.0 million is not used to fund legislation, it will be credited to the Controlled Maintenance Trust Fund.

Future Fiscal Impact

The Department of Revenue is expected to require ongoing \$617,205 General Fund to backfill the loss in cash funds revenue to the Licensing Services Cash Fund from the elimination of the one-time fee for military special license plates.