

Colorado Legislative Council Staff Fiscal Note

**STATE
FISCAL IMPACT**

Drafting Number: LLS 15-0649	Date: March 11, 2015
Prime Sponsor(s): Sen. Kefalas Rep. Brown	Bill Status: Senate Finance
	Fiscal Analyst: Kori Donaldson (303-866-4976)

BILL TOPIC: CAPITAL-RELATED EXPENDITURES

Fiscal Impact Summary*	FY 2015-2016	FY 2016-2017
State Revenue		
State Expenditures	See State Expenditures section.	
FTE Position Change		
Appropriation Required:		

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

Summary of Legislation

The bill, recommended by the **Capital Development Committee** (CDC), adds to the allowable reasons an emergency supplemental request related to a capital appropriation can be heard and acted upon during the interim between legislative sessions. Under current law, emergency supplemental requests are used to make adjustments to a project's appropriation. This bill allows the process to be used to make certain non-monetary adjustments to appropriated projects, such as extending the amount of time an agency has to spend an appropriation or changing a project's authorized scope.

In addition, the bill clarifies what types of capital construction projects are required to comply with the requirement to allocate 1 percent of state-funded construction costs to the Art in Public Places (AIPP) program. It also allows the CDC to waive the AIPP requirements for projects that do not fit the model of a traditional construction or renovation project, such as the replacement of underground water or sewer lines.

State Expenditures

The change to the emergency supplemental request process codifies existing practice and will not effect state expenditures. The change in the AIPP program requirements may result in a slight reduction in state expenditures if projects that would have otherwise allocated state funds for AIPP no longer qualify for the program. The reduction in state expenditures cannot be estimated at this time because it is tied to future requests, but it is anticipated to be minimal. Although no formal waiver process exists in current law, some projects are already informally exempted from the program and the costs are eliminated from the total request amounts.

Effective Date

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

State and Local Government Contacts

Joint Budget Committee Staff
Office of Economic Development and Trade

Legislative Council Staff
Personnel