

**JBC STAFF FISCAL ANALYSIS  
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE CREATION OF AN INCENTIVE TO RECRUIT ENLISTMENTS FOR THE NATIONAL GUARD.

Prime Sponsors:     Senator Tupa  
                              Representative Todd

JBC Analyst:     Eric Myers  
Phone:            303-866-2061  
Date Prepared:   April 5, 2005

**Summary of Amendments Made to the Bill After the 01/19/05 Legislative Council Staff Fiscal Note was Prepared**

None.

**JBC Staff Concurrence with Legislative Council Staff Fiscal Note**

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

**Amendments/Appropriation Status**

The bill as introduced does not contain an appropriations clause. Staff has prepared **J.001**, which appropriates \$20,000 General Fund for FY 2005-06, consistent with the Legislative Council Staff Fiscal Note dated January 19, 2005.

**Sponsor Amendments**

Sponsor amendment **L.002** addresses point number 1 in the "Points to Consider" section of this appropriations analysis. It contains a similar appropriations clause to **J.001**, but it uses savings attributable to H.B. 05-1243 to offset the cost of S.B. 05-86 (see point 2 below). **L.002** would make S.B. 05-86 effective only if: (a) H.B. 05-1243 becomes law; and (b) H.B. 05-1243 shows a net General Fund appropriated greater than or equal to the fiscal impact of S.B. 05-86. The Committee should adopt either **J.001** or **L.002**, but not both.

**Points to Consider**

1. The Joint Budget Committee has introduced a balanced budget package for FY 2005-06 based on the March 2005, Legislative Council Staff (LCS) forecast. This bill will require \$20,000 in additional General Fund expenditures. If this bill is enacted, other appropriations for existing programs will need to be reduced by an equal amount in order to maintain a balanced budget based on the March 2005 LCS forecast.

2. Amendment **L.002** appropriates \$20,000 to the Department of Military and Veterans Affairs as described above. However, it uses savings attributable to H.B. 05-1243 to offset the fiscal impact of S.B. 05-86. In its current form, H.B. 05-1243 would reduce General Fund expenditures by \$444,370 in FY 2005-06. The General Assembly may pass more than one bill that is contingent on H.B. 05-1243 becoming law and containing a net reduction in General Fund expenditures that exceeds the General Fund appropriations contained in the bill. If this occurs, it is possible that the General Fund savings in H.B. 05-1243 may be less than the sum of all the General Fund appropriations in bills tied to H.B. 05-1243.