

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE CREATION OF A REFUNDABLE INCOME TAX CREDIT FOR QUALIFYING PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION RETIREES.

Prime Sponsors: Sens. Kolker and Hansen
Reps. Hamrick and Kipp

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Appropriation Items of Note

Appropriation Required, Amendment in Packet

General Fund/TABOR Impact

Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 01/31/24.

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

The Senate Finance Committee Report (02/06/24) includes amendments to the bill, however, Legislative Council Staff and JBC Staff agree that the committee amendments do not change 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 appropriating a total of \$172,163 General Fund to the Department of Revenue for FY 2024-25, and a total of \$1,292

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reappropriated funds to the Department of Personnel for FY 2024-25. This provision also states that the appropriation is based on the assumption that the Department of Revenue will require an additional 1.4 FTE.

Points to Consider

General Fund Impact

The Joint Budget Committee (JBC) is developing a budget package for FY 2024-25. This bill requires a General Fund appropriation of \$172,163 for FY 2024-25, reducing the General Fund available for other FY 2024-25 appropriations by this amount.

TABOR/ Excess State Revenues Impact

If the March 2024 revenue forecast adopted by the Joint Budget Committee (JBC) projects a TABOR surplus liability for FY 2024-25 or for FY 2025-26, these sums must be refunded to taxpayers out of the General Fund. This bill is estimated to decrease General Fund revenues by \$9,000,000 in FY 2023-24, by \$18,300,000 in FY 2024-25, and by \$9,300,000 in FY 2025-26, which will result in a decrease in the TABOR surplus liability of an equal amount.