

**FINAL
FISCAL NOTE**

Drafting Number: LLS 11-0308	Date: June 13, 2011
Prime Sponsor(s): Rep. Hullinghorst Sen. Morse	Bill Status: Postponed Indefinitely
	Fiscal Analyst: Kate Watkins (303-866-6289)

TITLE: CONCERNING THE ADOPTION OF PAY-AS-YOU-GO REQUIREMENTS FOR CERTAIN BILLS WITH SPECIFIED IMPACTS ON THE STATE BUDGET.

Fiscal Impact Summary	FY 2011-2012	FY 2012-2013
State Revenue	See State Revenue & Expenditures section.	
State Expenditures		
FTE Position Change		
Effective Date: The bill was postponed indefinitely by the House Finance Committee on February 10, 2011.		
Appropriation Summary for FY 2011-2012: None required.		
Local Government Impact: See Local Government Impact section.		

Summary of Legislation

This bill requires that, prior to the passage of the Long Bill, no bill that reduces state revenue may be passed favorably from the House or Senate Appropriations Committees to second reading unless the bill identifies an equivalent budgetary offset in the form of an expenditure decrease or a revenue increase. Historically, bills that reduce state General Fund revenue have often been routed through appropriations committees prior to being heard upon second reading.

State Revenue & Expenditures

This bill requires that bills reducing state revenue also contain an offsetting revenue increase or expenditure decrease, if considered by the appropriations committee before the Long Bill is passed. This will reduce the impact of revenue reducing bills on the state budget. However, the ultimate impact of this bill is conditional on future actions of the General Assembly.

Local Government Impact

Local governments could be impacted to the degree that the budgetary offset is a state expenditure that provides funding for a local government program.

Departments Contacted

Joint Budget Committee

Legislative Council