

1. Colorado Healthcare Affordability and Sustainability Enterprise

- replaces Hospital Provider Fee
- reduces TABOR revenue by between \$800 million and \$900 million annually

2. Reduction in Referendum C Cap

- cap reduced by \$200 million in FY 2017-18

3. Certificates of Participation

- \$2 billion issued in four \$500 million tranches between FY 2018-19 and FY 2021-22
- \$1.88 billion for transportation; \$120 million for controlled maintenance and capital construction
- repayment of \$150 million annually, including \$100 million from the General Fund

4. Marijuana Taxes

- retail ("recreational") marijuana exempted from 2.9% state sales tax (roughly \$30 million)
- retail marijuana special sales tax increased to 15%
- state share of special sales tax increased to 90% (locals kept whole)

- from the state share, 71.85% for marijuana programs (kept whole)
- from the state share, \$30 million for the State Public School Fund in FY 2017-18
- from the state share, 12.59% for the State Public School Fund in subsequent years
- the remaining state share is credited to the General Fund (15.56%, or roughly \$25 million)

5. School Funding

- in FY 2017-18, \$16.5 million for rural districts plus \$13.5 million for small rural districts
- in FY 2018-19 and subsequent years, 12.59% of marijuana tax revenue (roughly \$20 million)

6. Business Personal Property Tax Credit

- repeal current law credit after tax year 2018
- effective in tax year 2019, credit for tax paid on first \$18,000 in actual value (roughly \$20 million)

7. Transportation Transfers

- repeals \$160 million transfers in each of FY 2018-19 and FY 2019-20

8. Medicaid Copayments

- beginning in 2018, copayments increased for three service categories
- reduces state expenditures by roughly \$4 million, of which roughly \$0.8 million is General Fund

9. Senior Homestead Exemption and Disabled Veterans Property Tax Exemption

- reimbursements to local governments designated as TABOR refund mechanism (roughly \$160 million)

10. Budget Reduction Proposals

- for FY 2018-19, most agencies must request budgets that are 2% lower than for FY 2017-18
- nonbinding; assessed as no fiscal impact (for now)

Prepared by Legislative Council Staff, May 2017.

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Selected Fiscal Impacts of Senate Bill 17-267 through FY 2018-19

General Fund Impacts	FY 2017-18	FY 2018-19
Beginning Fund Balance		\$12,559,846
General Fund Revenue	\$72,549,734	\$72,707,926
...from increased Retail Marijuana Special Sales Tax	70,026,375	77,564,927
...from Business Personal Property Tax Credit	-	(9,794,009)
...from Conservation Easement Credit Refundability	2,523,360	4,937,008
General Fund Transfers	\$60,309,923	(\$106,746,468)
...to State Highway Fund	-	(160,000,000)
...to Marijuana Tax Cash Fund	30,309,923	33,572,879
...to State Public School Fund	30,000,000	19,680,653
General Fund Expenditures	(\$320,035)	(\$280,392,813)
...for lease payments	-	9,000,000
...for Medicaid copayments	(320,035)	(768,082)
...for TABOR refunds	-	(288,624,731)
Change in General Fund Position	\$12,559,846	\$472,407,053
 State Highway Fund Impacts		
SHF Revenue from Lease-Purchase Agreements	-	\$380,000,000
SHF Transfers from General Fund	-	(160,000,000)
SHF Expenditures for Lease Payments	-	28,500,000
Change in SHF Position	-	\$191,500,000
 State Public School Fund Impacts		
SPSF Transfers from General Fund	\$30,000,000	\$19,680,653
SPSF Expenditures for School Funding	30,000,000	19,680,653

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