



Legislative Council Staff
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***Fiscal Note
Memorandum***

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TO: House Finance Committee

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SUBJECT: Fiscal Assessment of Proposed Amendment L.001

This memorandum is an assessment of the fiscal impact of the attached proposed amendment L.001 to HB24-1089. This fiscal assessment is for the impact of the bill with inclusion of this amendment only. Any other added amendment could influence the fiscal impact.

Summary of Proposed Amendment

Amendment L.001 changes the deadline for the Department of Revenue (DOR) to provide electronic vehicle notifications to March 31, 2026, from January 1, 2025. It also adds driver license- and hearing-related notifications as eligible for electronic notices.

Fiscal Impact of Amendment

Amendment L.001 removes cash fund expenditures for FY 2024-25 by moving the deadline for electronic notices to March 31, 2026, and reduces expenditures in FY 2025-26 from \$122,000 to a net cost savings of \$9,000. Under the amendment, the majority of the bill's programming requirements will now be satisfied by new features developed as part of the 18-month upgrade to the Driver License, Record, Identification and Vehicle Enterprise Solution (DRIVES) information technology system.

Bill's Revised Fiscal Impact with Amendment

Table 1 show the impact of the bill with Amendment L.001. Under the amendment, HB 24-1089 is estimated to result in a net cost savings to DOR beginning in FY 2025-26.



Table 1
State Fiscal Impacts Under HB 24-1089 with Amendment L.001

	Budget Year FY 2024-25	Out Year FY 2025-26	Out Year FY 2026-27
Revenue	-	-	-
Expenditures			
Cash Funds	-	(\$12,675)	(\$113,267)
Centrally Appropriated	-	\$3,210	\$14,446
Total Expenditures	-	(\$9,465)	(\$98,821)
Total FTE	-	0.2 FTE	0.9 FTE
Transfers	-	-	-
Other Budget Impacts	-	-	-

State Expenditures

Amendment L.001 reduces expenditures in the DOR on net by requiring DRIVES programming in FY 2025-26 only. The FTE impact for a call center technician and reduced expenses for paper notifications now assume an April 2026 start date.

Table 2
Expenditures Under HB 24-1089 with Amendment L.001

	FY 2024-25	FY 2025-26	FY 2026-27
Department of Revenue			
Personal Services	-	\$9,454	\$42,541
Operating Expenses	-	\$256	\$1,152
Capital Outlay Costs	-	\$6,670	-
DRIVES Programming Costs	-	\$10,185	-
Materials and Printing Costs	-	(\$39,240)	(\$156,960)
Centrally Appropriated Costs ¹	-	\$3,210	\$14,446
Total Cost	-	(\$9,465)	(\$98,821)
Total FTE	-	0.2 FTE	0.9 FTE

¹ Centrally appropriated costs are not included in the bill's appropriation.