

# STATE OF COLORADO

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## OFFICE OF STATE PLANNING AND BUDGETING

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Bill Ritter, Jr.  
Governor

Todd Saliman  
Director

## MEMORANDUM

TO: Title Setting Review Board

FROM: Todd Saliman, Director

DATE: May 12, 2008

SUBJECT: Fiscal Analysis for Proposed Ballot Initiative #128

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Ballot Initiative #128 would create the Developmental Disabilities Long-Term Services Cash Fund (DDLSCF). The fund is intended to eliminate the current wait-list for the continuum of long-term services to persons who, through no fault of their own, have developmental disabilities, including Autism, Cerebral Palsy, Down Syndrome, and Mental Retardation. **The Governor's Office of State Planning and Budgeting (OSPB) estimates that the fiscal impact of this initiative would be an increase in state sales and use tax revenue of \$88.7 million in FY 2009-10 and \$186.1 million in FY2010-11**, with the total increase being transferred to the DDLSCF each fiscal year through the Old Age Pension Fund.

### Sales and Use Tax Increase

Ballot Initiative #128 increases the state sales and use tax by 0.1%, a total state sales and use tax rate of 3.0%, in FY2009-10 and another 0.1%, a total sales and use tax rate of 3.1%, in FY2010-11. The total sales and use tax revenue, using the OSPB March forecast, would be \$2,660.7 million in the first fiscal year and \$2,884.6 million in FY 2010-11.