

**SUMMARY**

**OF**

**FY2010-11**

**JOINT BUDGET COMMITTEE**

**BUDGET**

**BRIEFINGS**

# STATE OF COLORADO

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Mark Ferrandino  
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[www.state.co.us/gov\\_dir/leg\\_dir/jbc/jbchome.htm](http://www.state.co.us/gov_dir/leg_dir/jbc/jbchome.htm)

## MEMORANDUM

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**TO: Members of the General Assembly**

**FROM: Joint Budget Committee**

**SUBJECT: FY 2010-11 Budget Briefing Summary**

**DATE: January 4, 2010**

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For the past two months, the Joint Budget Committee staff has been briefing the Committee on each department's budget request for FY 2010-11. The staff briefing is a written and oral presentation of budget issues and a review of expenditures and requests for each department. These briefings are aimed at stimulating discussion among the Committee members about each department's budget request, its operations, issues of efficiency and effectiveness, and plans for the future.

During the briefing, Committee members decide which issues they wish to discuss with the department. These topics are addressed at a formal hearing with each department's executive director. This hearing also allows time for the department to discuss its priorities with the Committee.

This report summarizes the budget briefings by providing the department graphic overview, a summary of the department's total request as compared to the current year appropriation, a list of the decision items that the department is requesting, and a summary of the issues that were addressed. The detailed staff briefing write-ups can be found at the Committee's web site:

[http://www.state.co.us/gov\\_dir/leg\\_dir/jbc/briefing.htm](http://www.state.co.us/gov_dir/leg_dir/jbc/briefing.htm)

The department's responses to the questions raised during the briefing can be found on the following web site:

[http://www.state.co.us/gov\\_dir/leg\\_dir/jbc/otheragencies.htm](http://www.state.co.us/gov_dir/leg_dir/jbc/otheragencies.htm)

We hope this budget briefing summary and the documents from which it was created will help you become familiar with the FY 2010-11 budget request and with major issues that impact the budget. We look forward to discussing the budget with you throughout the 2010 legislative session.

# SUMMARY OF FY 2010-11 BUDGET BRIEFING

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**Table 1**  
**Summary of FY 2009-10 Operating Appropriations**  
**Please Note that General Fund Exempt is Included with General Fund**

Departments	GF	CF	RF	FF	Total
Agriculture	6,860,955	27,141,156	1,120,606	3,990,184	39,112,901
Corrections	677,839,527	40,369,505	42,342,342	595,507	761,146,881
Education	3,239,416,000	818,134,726	22,758,378	610,508,104	4,690,817,208
Governor	14,283,355	25,512,170	50,183,795	32,978,780	122,958,100
Health Care Policy	1,587,903,164	430,809,756	25,546,139	1,971,530,872	4,015,789,931
Higher Education	660,575,732	1,373,468,595	585,643,182	170,881,054	2,790,568,563
Human Services	670,638,807	359,676,315	449,135,870	700,743,466	2,180,194,458
Judicial	336,357,516	102,266,844	7,608,876	4,430,420	450,663,656
Labor	0	61,457,522	1,612,070	95,701,612	158,771,204
Law	10,008,042	8,155,331	29,883,133	1,293,062	49,339,568
Legislature	35,162,475	223,640	1,053,816	0	36,439,931
Local Affairs	11,889,613	258,645,041	6,108,376	93,374,504	370,017,534
Military Affairs	5,862,332	1,410,190	803,509	195,680,391	203,756,422
Natural Resources	29,680,331	173,426,573	7,310,734	17,400,564	227,818,202
Personnel	6,282,124	8,409,209	166,632,186	0	181,323,519
Public Health	28,232,074	158,912,259	34,469,429	224,938,456	446,552,218
Public Safety	83,212,852	118,861,504	21,216,916	26,639,101	249,930,373
Regulatory Agencies	1,666,729	69,304,782	8,453,406	1,349,679	80,774,596
Revenue	75,719,920	607,205,180	1,409,966	1,525,374	685,860,440
State	0	20,925,810	0	0	20,925,810
Transportation	0	614,161,434	3,955,873	355,397,188	973,514,495
Treasury	1,933,721	293,707,810	0	0	295,641,531
<b>Total</b>	<b>7,483,525,269</b>	<b>5,572,185,352</b>	<b>1,467,248,602</b>	<b>4,508,958,318</b>	<b>19,031,917,541</b>
<u>Not Subject to Statutory Limit:</u>					
SB 09-259, Treasury, Sr Citizen Prop Tax Exempt	1,000,000	0	0	0	1,000,000
SB 09-259, Treasury, FPPA	0	0	0	0	0
SB 09-259, Revenue, Old Age Heat and Fuel	8,600,000	0	0	0	8,600,000
SB 09-259, Revenue, Cigarette Tax	12,200,000	0	0	0	12,200,000
SB 09-259, Local Affairs, FPPA	4,141,912	0	0	0	4,141,912
Subtotal	25,941,912	0	0	0	25,941,912
<u>Amendment 35 Tobacco Tax GFE - Not Subject to Statutory Limit:</u>					
HB 09-259, HCPF, Amendment 35 Tobacco Tax	504,000	0	0	0	504,000
SB 09-259, Public Health, Amend 35 Tobacco Tax	504,000	0	0	0	504,000
Subtotal	1,008,000	0	0	0	1,008,000
<b>Total (GF Adjusted for Items Not Subject to Limit)</b>	<b>7,456,575,357</b>	<b>5,572,185,352</b>	<b>1,467,248,602</b>	<b>4,508,958,318</b>	<b>19,005,975,629</b>
Currently Subject to Statutory Limit	7,456,575,357				
Personal Income (2 years prior to FY)	199,483,000,000				
Statutory Limit (Personal Income * 5 Percent)	9,974,150,000				
Amount (Over)/under Limit	2,517,574,643				

**Table 2**  
**Summary of FY 2010-11 Operating Appropriations**  
**Please Note that General Fund Exempt is Included with General Fund**

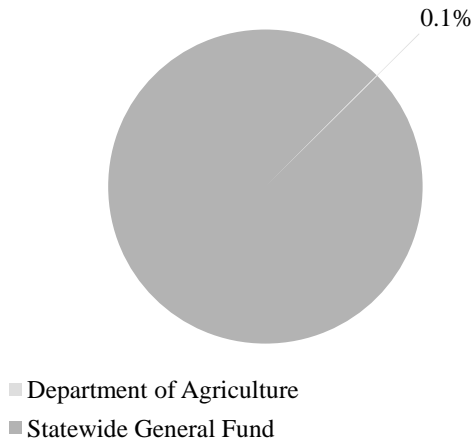
Departments	GF	CF	RF	FF	Total
Agriculture	5,568,487	28,796,127	1,126,997	4,039,267	39,530,878
Corrections	678,668,533	39,956,829	42,479,942	598,099	761,703,403
Education	3,015,926,875	741,823,053	23,174,569	615,252,686	4,396,177,183
Governor	12,993,223	25,563,149	107,352,450	33,340,815	179,249,637
Health Care Policy	1,393,771,115	658,316,620	20,342,553	2,468,557,542	4,540,987,830
Higher Education	660,498,274	1,454,890,360	585,703,922	115,007,783	2,816,100,339
Human Services	641,940,344	338,396,886	424,514,342	687,190,373	2,092,041,945
Judicial	327,648,469	106,134,027	7,403,404	6,814,742	448,000,642
Labor	0	60,395,016	1,608,787	96,134,403	158,138,206
Law	10,261,371	8,889,573	29,190,260	1,282,964	49,624,168
Legislature	35,162,475	223,640	1,053,816	0	36,439,931
Local Affairs	10,743,561	193,476,859	7,156,514	97,180,132	308,557,066
Military Affairs	5,367,629	1,447,013	803,509	213,814,971	221,433,122
Natural Resources	27,425,011	172,005,526	7,576,283	19,448,201	226,455,021
Personnel	8,027,418	8,592,994	163,859,758	0	180,480,170
Public Health	27,649,862	127,089,664	27,240,614	235,259,915	417,240,055
Public Safety	78,198,054	130,827,056	22,011,982	27,408,446	258,445,538
Regulatory Agencies	1,487,010	69,780,274	8,468,715	1,229,852	80,965,851
Revenue	69,682,378	613,108,313	1,522,745	1,483,200	685,796,636
State	0	21,557,758			21,557,758
Transportation	0	659,420,922	5,035,684	369,085,804	1,033,542,410
Treasury	97,485,339	309,151,421	0	0	406,636,760
<b>Total</b>	<b>7,108,505,428</b>	<b>5,769,843,080</b>	<b>1,487,626,846</b>	<b>4,993,129,195</b>	<b>19,359,104,549</b>
<u>Not Subject to Statutory Limit:</u>					
SB 09-259, Treasury, Sr Citizen Prop Tax Exempt	96,600,000	0	0	0	96,600,000
SB 09-259, Treasury, FPPA	0	0	0	0	0
SB 09-259, Revenue, Old Age Heat and Fuel	8,500,000	0	0	0	8,500,000
SB 09-259, Revenue, Cigarette Tax	11,500,000	0	0	0	11,500,000
SB 09-259, Local Affairs, FPPA	<u>4,114,363</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,114,363</u>
Subtotal	120,714,363	0	0	0	120,714,363
<u>Amendment 35 Tobacco Tax GFE - Not Subject to Statutory Limit:</u>					
HB 09-259, HCPF, Amendment 35 Tobacco Tax	489,357	0	0	0	489,357
SB 09-259, Public Health, Amend 35 Tobacco Tax	<u>450,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>450,000</u>
Subtotal	939,357	0	0	0	939,357
<b>Total (GF Adjusted for Items Not Subject to Limit)</b>	<b>6,986,851,708</b>	<b>5,769,843,080</b>	<b>1,487,626,846</b>	<b>4,993,129,195</b>	<b>19,479,818,912</b>
<b>Currently Subject to Statutory Limit</b>					
Personal Income (2 years prior to FY)	208,847,000,000				
Statutory Limit (Personal Income * 5 Percent)	<u>10,442,350,000</u>				
Amount (Over)/under Limit	3,455,498,292				

**Table 3**  
**Summary of FY 2010-11 Request as Compared to FY 2008-09 Appropriations**  
**Please Note that General Fund Exempt is Included with General Fund**

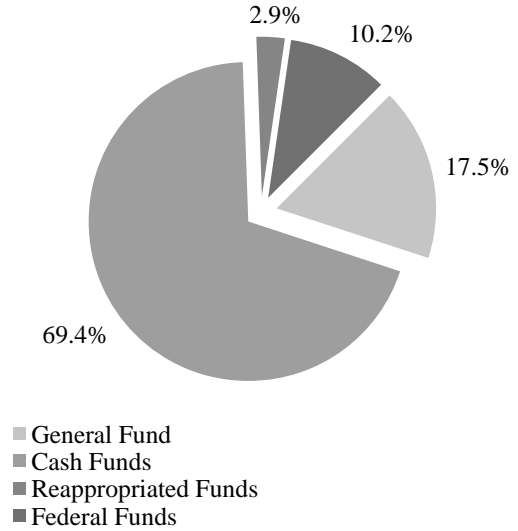
Departments	GF		CF		RF		FF		Total	
	\$	%	\$	%	\$	%	\$	%	\$	%
Agriculture	(1,292,468)	-18.8%	1,654,971	6.1%	6,391	0.6%	49,083	1.2%	417,977	1.1%
Corrections	829,006	0.1%	(412,676)	-1.0%	137,600	0.3%	2,592	0.4%	556,522	0.1%
Education	(223,489,125)	-6.9%	(76,311,673)	-9.3%	416,191	1.8%	4,744,582	0.8%	(294,640,025)	-6.3%
Governor	(1,290,132)	-9.0%	50,979	0.2%	57,168,655	113.9%	362,035	1.1%	56,291,537	45.8%
Health Care Policy	(194,132,049)	-12.2%	227,506,864	52.8%	(5,203,586)	-20.4%	497,026,670	25.2%	525,197,899	13.1%
Higher Education	(77,458)	0.0%	81,421,765	5.9%	60,740	0.0%	(55,873,271)	-32.7%	25,531,776	0.9%
Human Services	(28,698,463)	-4.3%	(21,279,429)	-5.9%	(24,621,528)	-5.5%	(13,553,093)	-1.9%	(88,152,513)	-4.0%
Judicial	(8,709,047)	-2.6%	3,867,183	3.8%	(205,472)	-2.7%	2,384,322	53.8%	(2,663,014)	-0.6%
Labor	0	n/a	(1,062,506)	-1.7%	(3,283)	-0.2%	432,791	0.5%	(632,998)	-0.4%
Law	253,329	2.5%	734,242	9.0%	(692,873)	-2.3%	(10,098)	-0.8%	284,600	0.6%
Legislature	0	0.0%	0	0.0%	0	0.0%	0	n/a	0	0.0%
Local Affairs	(1,146,052)	-9.6%	(65,168,182)	-25.2%	1,048,138	17.2%	3,805,628	4.1%	(61,460,468)	-16.6%
Military Affairs	(494,703)	-8.4%	36,823	2.6%	0	0.0%	18,134,580	9.3%	17,676,700	8.7%
Natural Resources	(2,255,320)	-7.6%	(1,421,047)	-0.8%	265,549	3.6%	2,047,637	11.8%	(1,363,181)	-0.6%
Personnel	1,745,294	27.8%	183,785	2.2%	(2,772,428)	-1.7%	0	n/a	(843,349)	-0.5%
Public Health	(582,212)	-2.1%	(31,822,595)	-20.0%	(7,228,815)	-21.0%	10,321,459	4.6%	(29,312,163)	-6.6%
Public Safety	(5,014,798)	-6.0%	11,965,552	10.1%	795,066	3.7%	769,345	2.9%	8,515,165	3.4%
Regulatory Agencies	(179,719)	-10.8%	475,492	0.7%	15,309	0.2%	(119,827)	-8.9%	191,255	0.2%
Revenue	(6,037,542)	-8.0%	5,903,133	1.0%	112,779	8.0%	(42,174)	-2.8%	(63,804)	0.0%
State	0	n/a	631,948	3.0%	0	n/a	0	n/a	631,948	3.0%
Transportation	0	n/a	45,259,488	7.4%	1,079,811	27.3%	13,688,616	3.9%	60,027,915	6.2%
Treasury	95,551,618	4941.3%	15,443,611	5.3%	0	n/a	0	n/a	110,995,229	37.5%
<b>Total</b>	<b>(375,019,841)</b>	<b>-5.0%</b>	<b>197,657,728</b>	<b>3.5%</b>	<b>20,378,244</b>	<b>1.4%</b>	<b>484,170,877</b>	<b>10.7%</b>	<b>327,187,008</b>	<b>1.7%</b>
<u>Not Subject to Statutory Limit:</u>										
SB 09-259, Treasury, Sr Citizen Prop Tax Exempt	95,600,000	9560.0%							95,600,000	9560.0%
SB 09-259, Treasury, FPPA	0	n/a							0	n/a
SB 09-259, Revenue, Old Age Heat and Fuel	(100,000)	-1.2%							(100,000)	-1.2%
SB 09-259, Revenue, Cigarette Tax	(700,000)	-5.7%							(700,000)	-5.7%
SB 09-259, Local Affairs, FPPA	(27,549)	-0.7%							(27,549)	-0.7%
Subtotal	94,772,451	365.3%							94,772,451	365.3%
<u>Amendment 35 Tobacco Tax GFE - Not Subject to Statutory Limit:</u>										
HB 09-259, HCPF, Amendment 35 Tobacco Tax	(14,643)	-2.9%							(14,643)	-2.9%
SB 09-259, Public Health, Amend 35 Tobacco Tax	(54,000)	-10.7%							(54,000)	-10.7%
Subtotal	(68,643)	-6.8%							(68,643)	-6.8%
<b>Total (GF Adjusted for Items Not Subject to Limit)</b>	<b>(469,723,649)</b>	<b>-6.3%</b>	<b>197,657,728</b>	<b>3.5%</b>	<b>20,378,244</b>	<b>1.4%</b>	<b>484,170,877</b>	<b>10.7%</b>	<b>232,483,200</b>	<b>2.5%</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
 Department of Agriculture  
 GRAPHIC OVERVIEW**

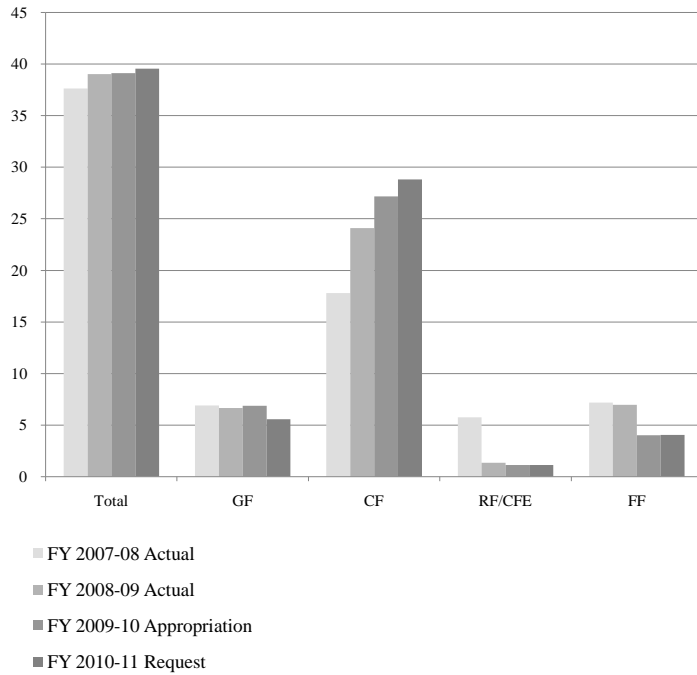
**Department's Share of Statewide General Fund**



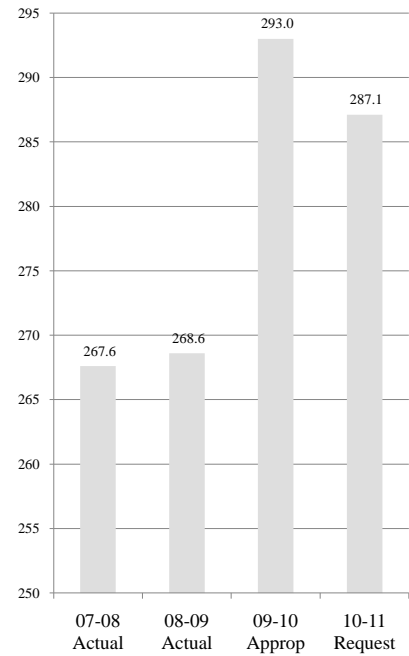
**Department Funding Sources**



**Budget History  
(Millions of Dollars)**

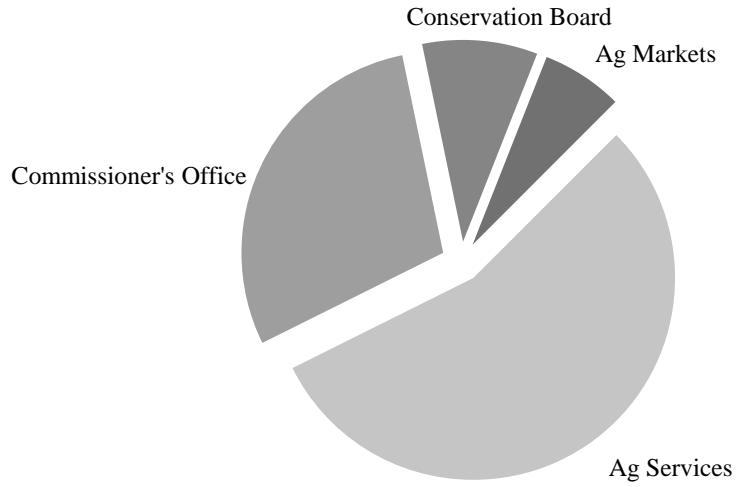


**FTE History**

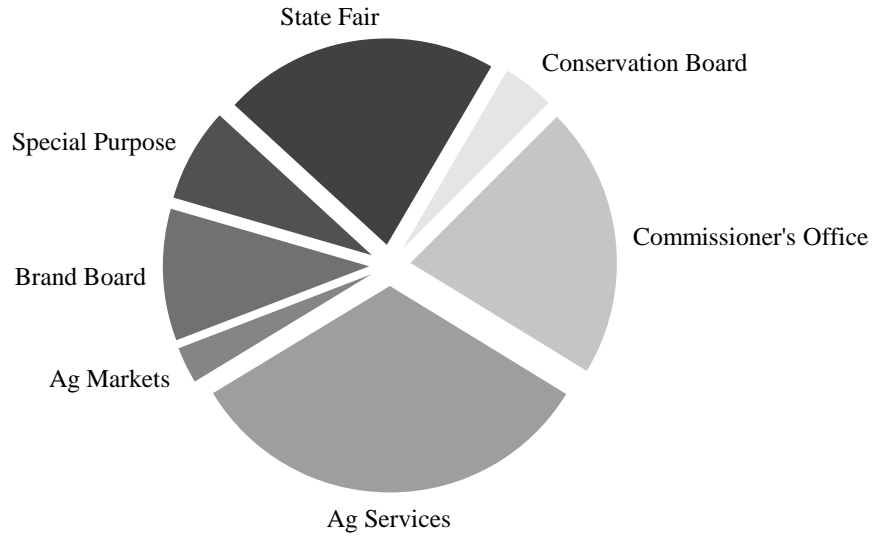


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

**Distribution of General Fund by Division**



**Distribution of Total Funds by Division**





**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Agriculture**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$6.9	\$27.1	\$1.1	\$4.0	\$39.1	293.0
FY 2010-11 Request	5.6	28.8	1.1	4.0	39.5	287.1
Increase / (Decrease)	(\$1.3)	\$1.7	\$0.0	\$0.0	\$0.4	(5.9)
Percentage Change	(18.8)%	6.3%	0.0%	0.0%	1.0%	(2.0)%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Consolidate PS and Operating in the Commissioner's Office for Agricultural Services, Agricultural Markets and Conservation Board	0	0	0	0	0	0.0
2 Additional Spending Authority for Wine Promotion Board and Vaccine Service Fund	0	215,200	0	0	215,200	0.0
NP-1 Statewide Information Technology Staff Consolidation	(35,177)	(3,241)	(116,002)	(20,332)	(174,752)	(6.0)
NP-2 Annual Fleet Vehicle Replacements	873	1,256	0	0	2,129	0.0
<b>Total</b>	<b>(34,304)</b>	<b>213,215</b>	<b>(116,002)</b>	<b>(20,332)</b>	<b>42,577</b>	<b>(6.0)</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Agriculture**

**BASE REDUCTION ITEM PRIORITY LIST**

<b>Base Reduction</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1	(1,301,254)	1,301,254	108,229	0	108,229	0.0
Refinance Inspection and Consumer Services to 100% Cash Fund						
<b>Total</b>	<b>(1,301,254)</b>	<b>1,301,254</b>	<b>108,229</b>	<b>0</b>	<b>108,229</b>	<b>0.0</b>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Elimination of Statutory Indirect Cost Caps and a Program Subsidy**

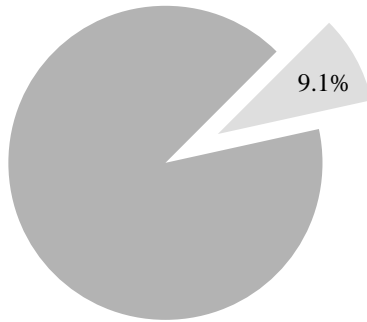
The indirect costs for the Brand Board, Alternative Livestock, Chemigation Program, and Agricultural Products Program are capped in statute, and annually require additional General Fund dollars to meet the programs total indirect costs. The Agricultural Products Program, which is only required to inspect potatoes, receives a General Fund subsidy of \$200,000 per year.

**ISSUE: Summary of Department General Fund Reductions and Proposed Reductions**

Due to economic downturn over the past two years, the Department has been required to reduce their General Fund appropriation for FY 2008-09 and FY 2009-10. The Department has also proposed additional reductions for FY 2009-10 and FY 2010-11.

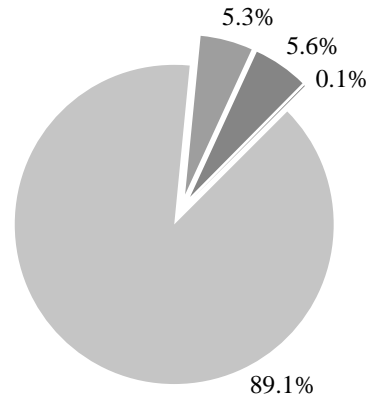
**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Corrections  
GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund**



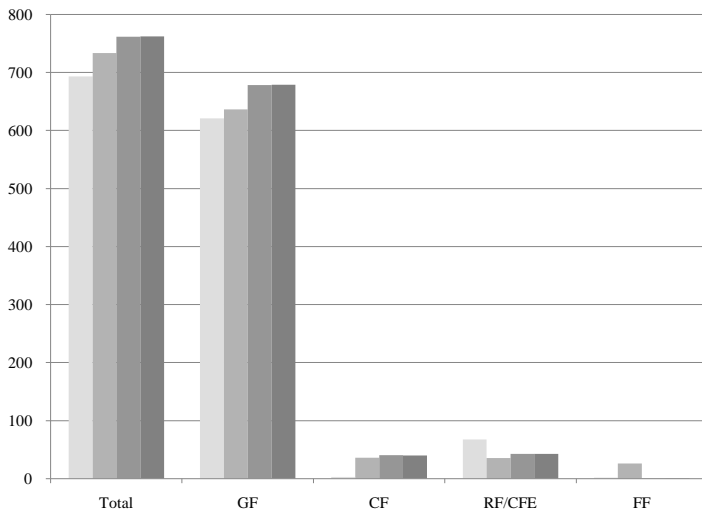
- Department of Corrections
- Statewide General Fund

**Department Funding Sources**



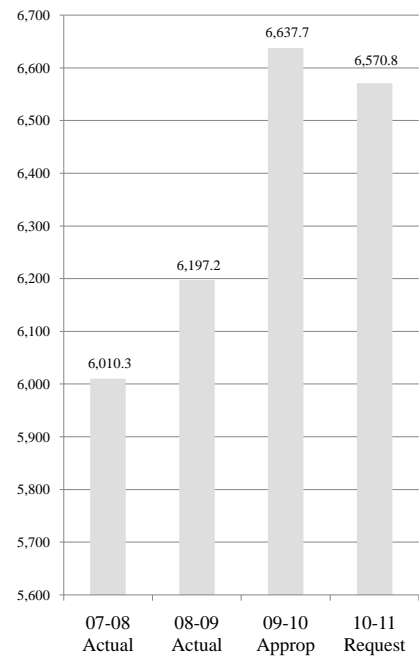
- General Fund
- Cash Funds
- Reappropriated Funds
- Federal Funds

**Budget History  
(Millions of Dollars)**



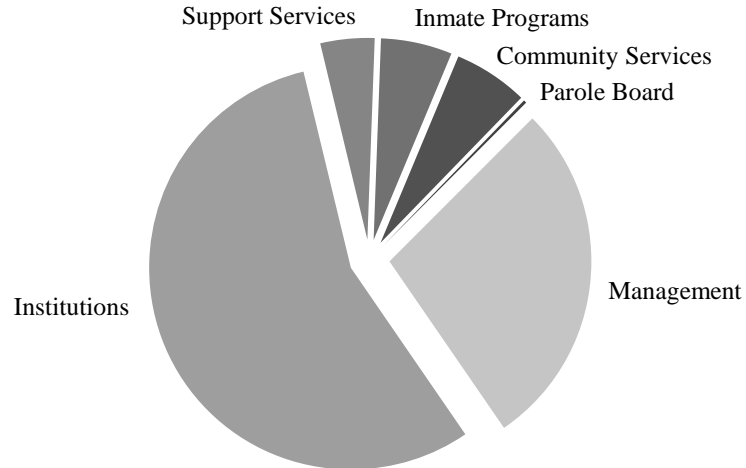
- FY 2007-08 Actual
- FY 2008-09 Actual
- FY 2009-10 Appropriation
- FY 2010-11 Request

**FTE History**

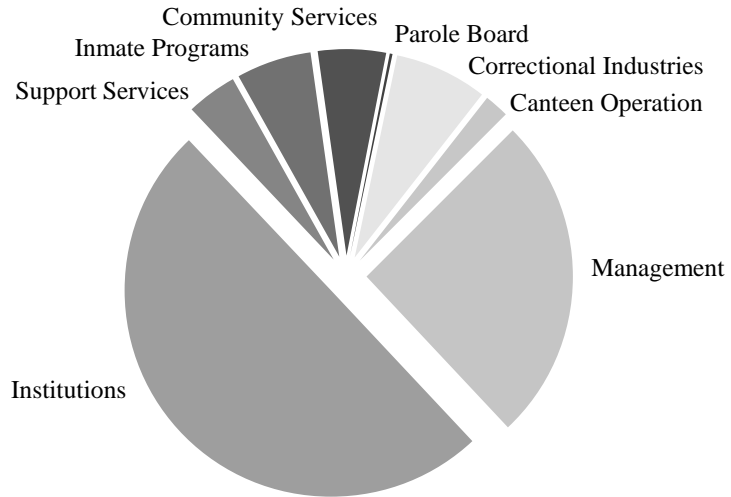


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

**Distribution of General Fund by Division**



**Distribution of Total Funds by Division**



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Corrections**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$677.8	\$40.4	\$42.3	\$0.6	\$761.1	6,637.7
FY 2010-11 Request	678.1	39.9	42.5	0.6	761.1	6,570.8
Increase / (Decrease)	\$0.3	(\$0.5)	\$0.2	\$0.0	\$0.0	(66.9)
Percentage Change	0.0%	-1.2%	0.5%	0.0%	0.0%	-1.0%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 External Capacity Caseload	3,004,724	0	0	0	3,004,724	0.0
2 Parole/Parole Intensive Supervision Program Caseload	1,634,545	0	0	0	1,634,545	16.1
3 Medical Per Offender Per Month (POPM)	429,992	0	0	0	429,992	0.0
4 Colorado State Penitentiary II and Denver Reception and Diagnostic Center Operating	956,218	0	0	0	956,218	10.7
5 Accelerated Transition Pilot Program	18,017,672	0	0	0	18,017,672	(6.5)
NP-1 Statewide Information Technology Staff Consolidation	(475,876)	0	0	0	(475,876)	(69.8)
NP-2 Annual Fleet Vehicle Replacement	142,701	0	0	0	142,701	0.0
<b>Total</b>	<b>23,709,976</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>23,709,976</b>	<b>(49.5)</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Corrections**

**SUMMARY OF BASE REDUCTION ITEMS**

<b>Base Reduction</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Parole Wrap Around Services	(1,800,000)	0	0	0	(1,800,000)	0.0
2 Academic and Vocational Instructors	(3,023,021)	0	0	0	(3,023,021)	(34.8)
3 Accelerated Transition Pilot Program	(23,923,963)	0	0	0	(23,923,963)	8.7
<b>Total</b>	<b>(28,746,984)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(28,746,984)</b>	<b>(26.1)</b>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Population Projections**

Legislative Council Staff (LCS) and the Division of Criminal Justice (DCJ) both project the prison population to decrease through FY 2011-12. However, LCS projects the parole population to increase through FY 2011-12 while DCJ projects it to decrease.

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**ISSUE: Update on Accelerated Transition Program**

In August 2009, Governor Ritter proposed an accelerated transition program for certain offenders transitioning from prison to parole and for certain offenders transitioning from parole to the community. Because fewer offenders have been approved by the Parole Board for transition than originally estimated, the Department of Corrections has requested that its August 2009 cost savings estimates for the program be reduced by 75 percent.

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**ISSUE: Update on CSP II Construction and DRDC Expansion**

The construction of Colorado State Penitentiary II (CSP II) and the expansion of the Denver Reception and Diagnostic Center (DRDC) have required funding of \$141.7 million and \$25.6 million to date, respectively. In addition, because CSP II was built using Certificates of Participation (COPs), the State has incurred capitalized interest associated with the project of \$18.6 million.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Corrections**

CSP II will add 948 high-security beds and is expected to be completed by June, 2010, and DRDC will add 62 transitional beds and has already been completed.

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**ISSUE: Options for Reducing the Department of Corrections' Caseload**

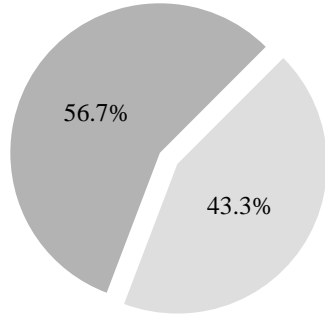
To achieve significant, long-term savings in the Department of Corrections, the caseload of offenders needs to be reduced. Although many factors affecting caseload cannot be controlled by the General Assembly, options are available.

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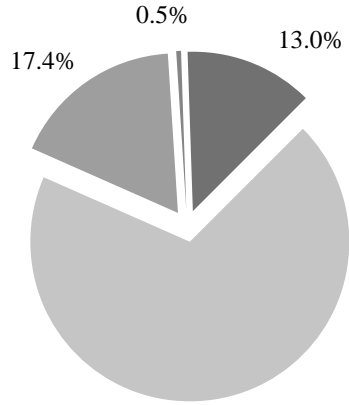
**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Education  
GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund**



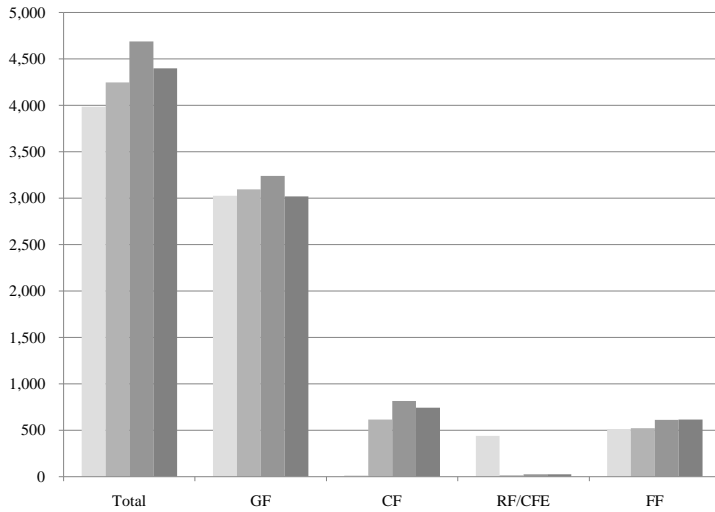
- Department of Education
- Statewide General Fund

**Department Funding Sources**



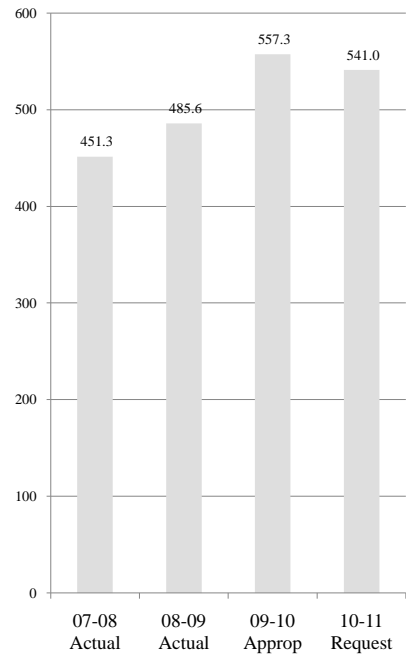
- General Fund
- Cash Funds
- Reappropriated Funds
- Federal Funds

**Budget History  
(Millions of Dollars)**



- FY 2007-08 Actual
- FY 2008-09 Actual
- FY 2009-10 Appropriation
- FY 2010-11 Request

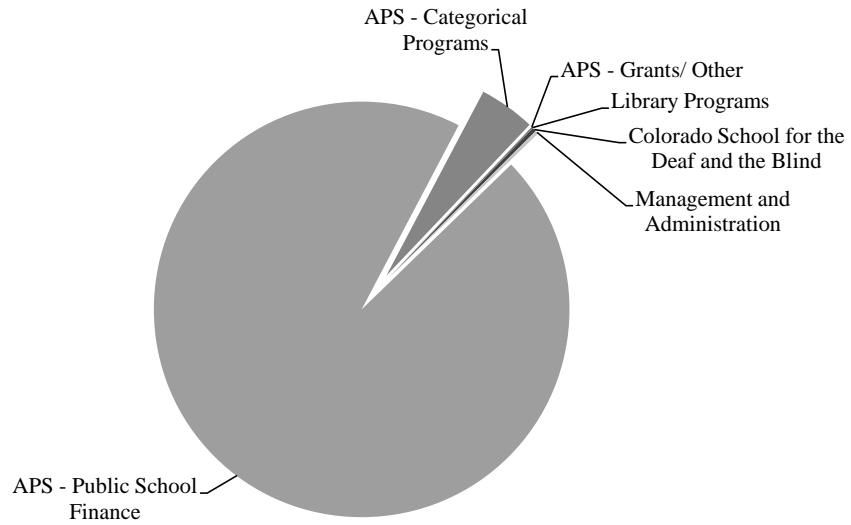
**FTE History**



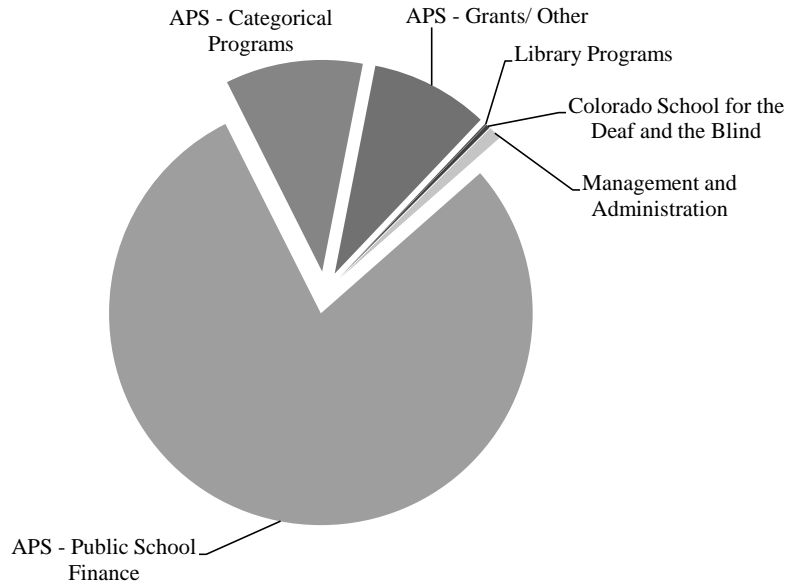
Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.



### Distribution of General Fund by Division



### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Education**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF*</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$3,239.4	\$814.3	\$22.8	\$610.5	\$4,687.0	557.3
FY 2010-11 Request	3,015.9	741.8	23.2	615.3	4,396.2	541.0
Increase / (Decrease)	(\$223.5)	(\$72.5)	\$0.4	\$4.8	(\$290.8)	(16.3)
Percentage Change	-6.9%	-8.9%	1.8%	0.8%	-6.2%	-2.9%

\* The FY 2009-10 appropriation does not reflect \$3.9 million in interim supplemental increases approved by the Joint Budget Committee in September 2009.

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Required Increase for Categorical Programs	\$0	\$1,381,145	\$0	\$0	\$1,381,145	0.0
NP-1 Annual Fleet Vehicle Replacements	8,020	0	0	0	8,020	0.0
<b>Total</b>	<b>8,020</b>	<b>1,381,145</b>	<b>0</b>	<b>0</b>	<b>1,389,165</b>	<b>0.0</b>

**SUMMARY OF BASE REDUCTION ITEMS**

<b>Base Reduction Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Total Program Funding and Hold-Harmless Full-day Kindergarten Funding	(\$223,342,898)	(\$74,282,182)	\$0	\$0	(\$297,625,080)	0.0
2 Discretionary Grant Programs Funded from the State Education Fund	0	(2,117,182)	0	0	(2,117,182)	(1.3)
<b>Total</b>	<b>(223,342,898)</b>	<b>(76,399,364)</b>	<b>0</b>	<b>0</b>	<b>(299,742,262)</b>	<b>(1.3)</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Education**

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: School Finance Act Funding Projections**

This issue brief provides preliminary projections of state funding that will be required for K-12 public education in FY 2010-11 and subsequent fiscal years under current law, including the General Fund share of such funding.

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**ISSUE: Proposed Reduction in Total Program Funding for FY 2010-11**

This issue brief describes the Department's budget request related to the school finance funding formula.

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**INFORMATIONAL ISSUE: Status of *Anthony Lobato, et al., v. the State of Colorado, et al.***

In June 2005, a complaint was filed in Denver District Court alleging that current system of funding public schools violates three constitutional provisions. The plaintiffs ask the court to declare the current system unconstitutional and compel the State to design and implement a new system. The Supreme Court recently ruled that the plaintiffs' claims are justiciable and the plaintiffs must be given an opportunity to prove their claim.

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**ISSUE: Consider Eliminating Minimum State Aid**

This issue brief describes the history and purpose of state public school lands, the methods used to allocate revenues earned on these lands among school districts, and the origin and current impact of the statutory minimum state aid provision.

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**ISSUE: ARRA Funding Overview**

This briefing issue provides an overview of federal moneys allocated to Colorado by the American Recovery and Reinvestment Act (ARRA) of 2009 and makes recommendations for mid-year appropriations adjustments.

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**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Education**

**INFORMATIONAL ISSUE: State Standards and Assessments Update**

This issue brief provides a status update of the ongoing modifications to state standards and assessments and includes a discussion related to the significant anticipated out-year costs associated with the implementation of a new standards and assessments system.

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**ISSUE: Colorado School for the Deaf and Blind Teacher Compensation**

This issue brief describes the statutory requirement that teachers at the Colorado School for the Deaf and Blind (CSDB) be compensated in accordance with the same salary scale adopted by the El Paso School District 11 and makes a recommendation eliminating this requirement.

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**INFORMATIONAL ISSUE: Seek, Accept, and Expend Grants and Donations**

This issue brief discusses the Department's restricted ability to spend grants and donations that they are otherwise permitted to seek and accept.

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**INFORMATIONAL ISSUE: Status of the "BEST" Capital Construction Assistance Program**

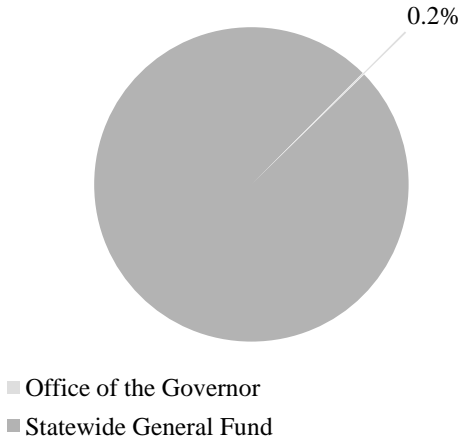
This issue brief summarizes a 1998 lawsuit filed against the State concerning public school facilities and the resulting settlement agreement, describes the program that was established in 2008 to increase the amount and timeliness of state assistance, and provides a status update on the implementation of this program.

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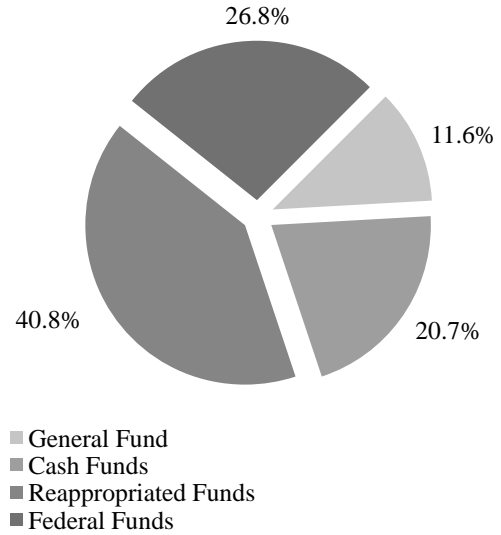
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**FY 2010-11 Budget Committee Staff Budget Briefing  
Office of the Governor  
GRAPHIC OVERVIEW**

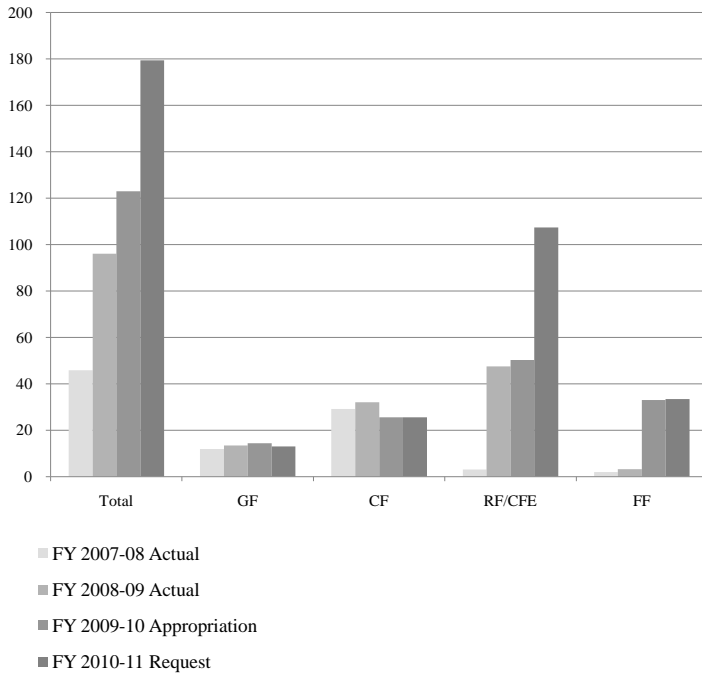
**Department's Share of Statewide General Fund**



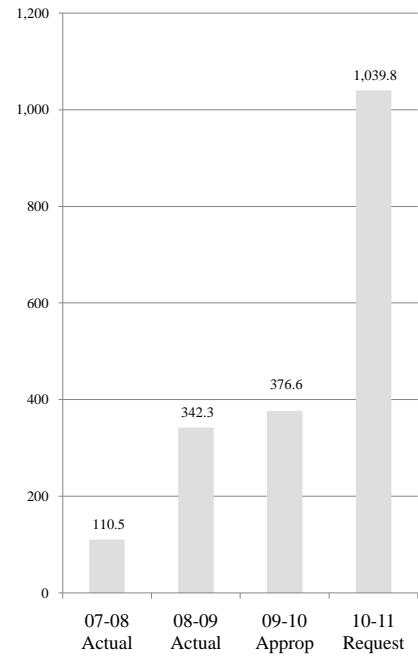
**Department Funding Sources**



**Budget History  
(Millions of Dollars)**

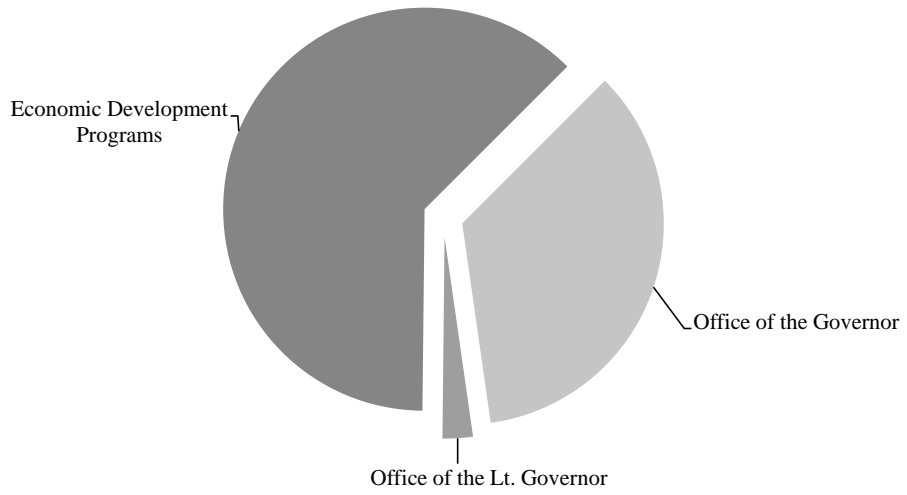


**FTE History**

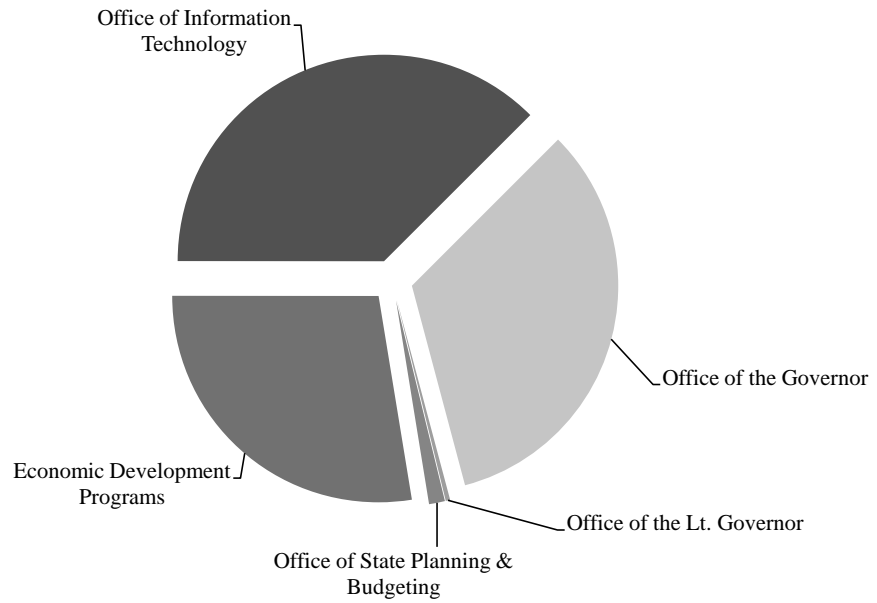


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

### Distribution of General Fund by Division



### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Office of the Governor**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$14.3	\$25.5	\$50.2	\$33.0	\$123.0	376.6
FY 2010-11 Request	13.0	25.6	107.4	33.3	179.3	1,039.8
Increase / (Decrease)	(\$1.3)	\$0.1	\$57.2	\$0.3	\$56.3	663.2
Percentage Change	-9.1%	0.4%	113.9%	0.9%	45.8%	176.1%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Statewide Information Technology Staff Consolidation	0	0	58,786,128	0	58,786,128	680.7
NPI-1 Annual Fleet Vehicle Replacements	1,407	0	0	0	1,407	0.0
<b>Total</b>	<b>1,407</b>	<b>0</b>	<b>58,786,128</b>	<b>0</b>	<b>58,787,535</b>	<b>680.7</b>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Funding Overview of the Governor's Energy Office**

The Governor's Energy Office (GEO) administers a wide variety of programs to advance energy efficiency and the development of renewable, clean energy resources. Its initiatives receive funding from a variety of state and federal sources, as well as moneys derived from successful lawsuits against several oil companies for violations of petroleum price controls during the late 1970s and early 1980s.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Office of the Governor**

**ISSUE: Weatherization Program Funding**

The Governor's Energy Office (GEO) received \$79.5 million in federal funds to provide home energy efficiency improvements for low-income households as a result of the passage of the American Recovery and Reinvestment Act of 2009 (ARRA). Due to the influx of ARRA moneys, it is possible to eliminate the transfer of severance tax dollars to the Department for its weatherization program and supplement the program with federal funds.

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**ISSUE: Proposal to Revise Gaming Funds Distribution in FY 2009-10 and FY 2010-11**

Current law dictates that the distribution of revenue collected through limited gaming to certain funds is altered when General Fund revenues are not sufficient to support the General Fund appropriation for that fiscal year based on the Joint Budget Committee's Appropriations Report. The Department requests a legislative change for FY 2009-10 and FY 2010-11 to require, regardless of the Appropriations Report, a change in the limited gaming revenue distribution to divert additional moneys to the General Fund.

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**ISSUE: Statewide Information Technology Staff Consolidation**

In accordance with S.B. 08-155, the Department is requesting a budgetary transfer of statewide information technology staff resources from all executive branch agencies to the Governor's Office of Information Technology (OIT). The requested budgetary transfer includes 680.7 FTE and a reappropriation of \$58.8 million in agency funds to OIT.

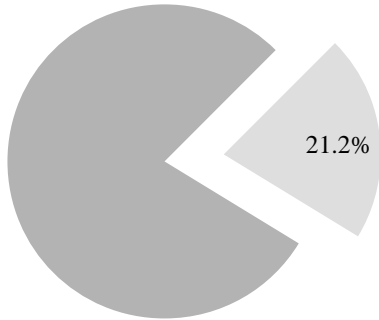
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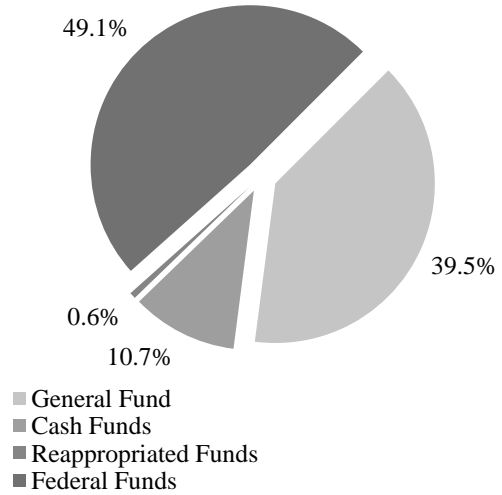
**FY 2010-11 Budget Committee Staff Budget Briefing  
Department of Health Care Policy and Financing  
GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund  
FY 2009-10 Appropriation**

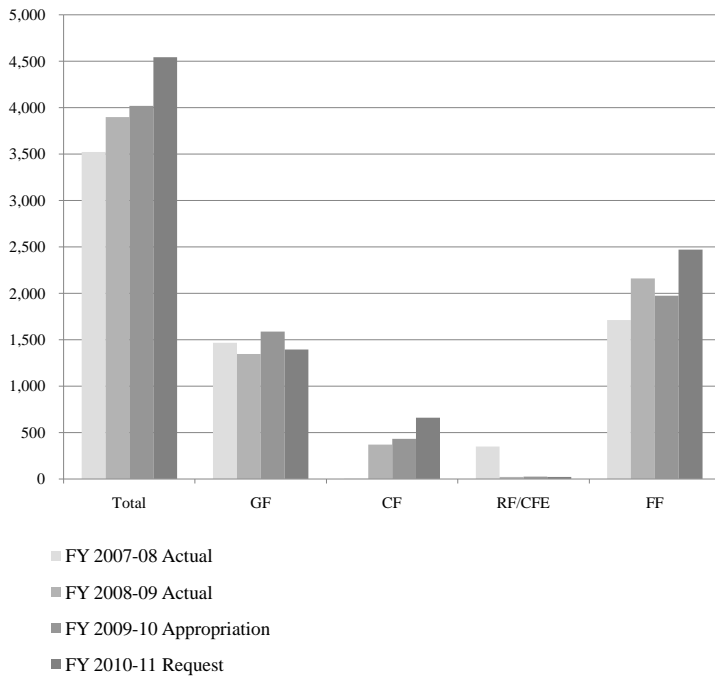


■ Department of Health Care Policy and Financing

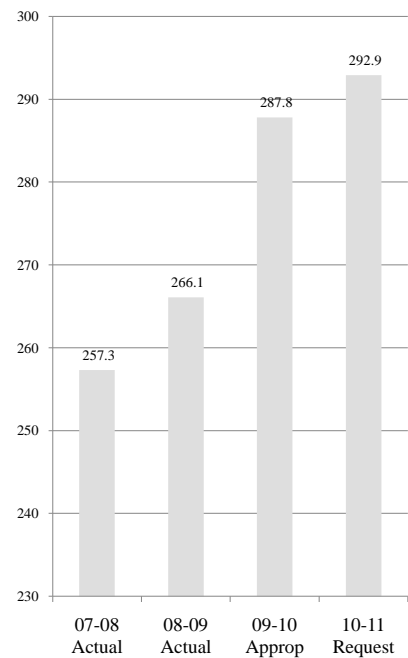
**Department Funding Sources  
FY 2009-10 Appropriation**



**Budget History  
(Millions of Dollars)**



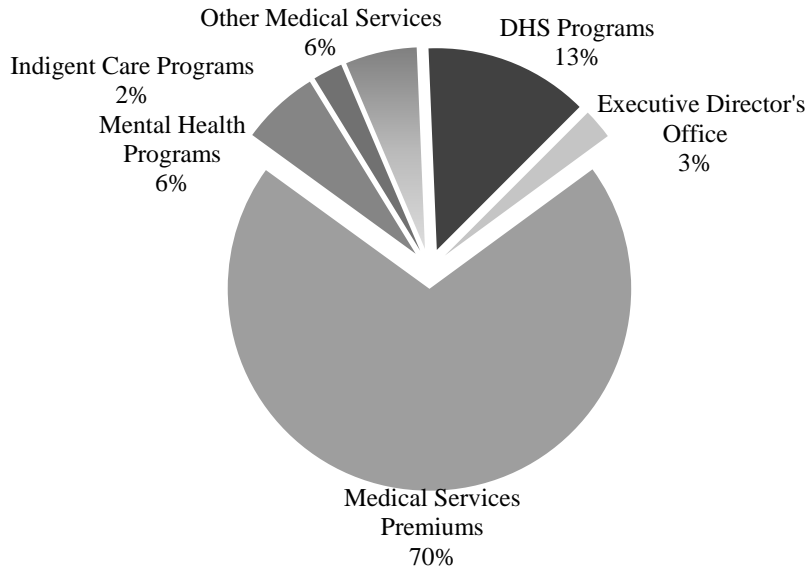
**FTE History**



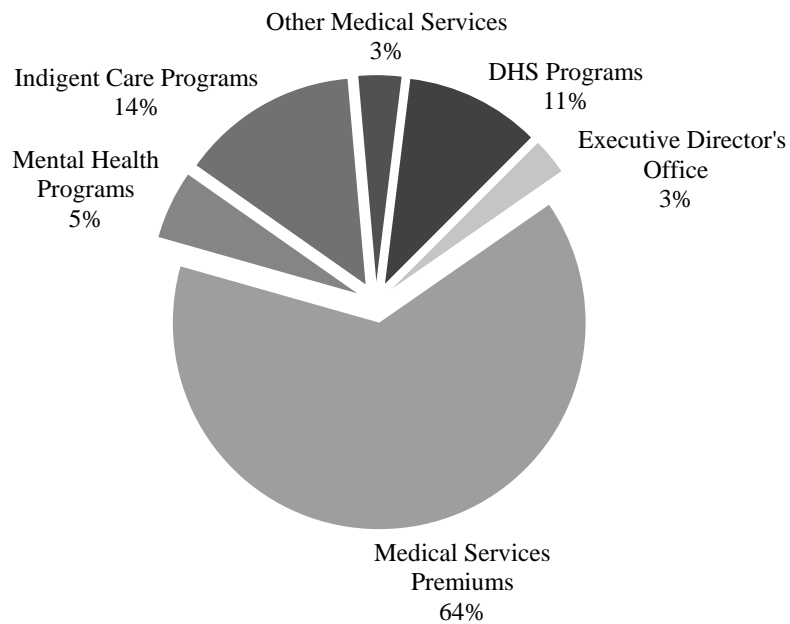
Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

**FY 2010-11 Budget Committee Staff Budget Briefing  
 Department of Health Care Policy and Financing  
 GRAPHIC OVERVIEW**

**Distribution of General Fund by Division  
 FY 2009-10 Appropriation**



**Distribution of Total Funds by Division  
 FY 2009-10 Appropriation**



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Health Care Policy and Financing**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Committee's website.

**Table 1: Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation*	\$1,587.9	\$430.8	\$25.5	\$1,971.5	\$4,015.7	287.8
FY 2010-11 Request	1,385.1	657.9	20.3	2,459.5	4,522.8	292.9
Increase / (Decrease)	(\$202.8)	\$227.1	(\$5.2)	\$488.0	\$507.1	5.1
Percentage Change	(12.8)%	52.7%	(20.4)%	24.8%	12.6%	1.8%

\*Current Appropriation. Does not reflect budget reduction items until acted upon.

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Request for FY 2010-11 Medical Services Premiums (Base Caseload & Cost Forecast)	134,715,479	(29,498,967)	390,381	101,716,676	207,323,569	0.0
2 Request for FY 2010-11 Medicaid Mental Health Community Programs (Base Caseload & Cost Forecast)	10,807,345	(75,390)	4,338	10,645,511	21,381,804	0.0
3 Children's Basic Health Plan Medical Premium and Dental Costs (Base Caseload & Cost Forecast)	9,435,683	(3,287,635)	9,435,683	11,482,595	27,066,326	0.0
4 Medicare Modernization Act State Contribution Payment (Base Caseload & Cost Forecast)	1,727,607	0	0	0	1,727,607	0.0
5 Medicaid Management Information System Cost Adjustment	65,361	2,830	0	201,337	269,528	0.0
6 Funding for Federally Mandated Audit of Disproportionate Share Hospital Expenditures	50,000	0	0	50,000	100,000	0.0

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Health Care Policy and Financing**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
NP-1 DHS - Office of Information Technology Services - Medicaid Funding, Colorado Benefits Management System.	229,803	948	1,108	231,563	463,422	0.0
NP-2 Statewide Information Technology Staff Consolidation	(46,405)	0	(103,363)	(46,404)	(196,172)	(25.0)
NP-3 DHS - Enforcing Sponsorship Commitment for Applicants and Recipients of Adult Financial Programs	(124,325)	35	41	(124,261)	(248,510)	0.0
NP-4 DPHE - Amendment 35 Funding Reduction	(25,691,418)	25,691,418	0	0	0	0.0
NP-5 DHS - Annual Fleet Vehicle Replacement	8,138	0	0	8,137	16,275	0.0
NP-6 DHS - Two Percent Community Provider Rate Base Decrease	(2,881,495)	(11,789)	0	(3,651,851)	(6,545,135)	0.0
NP-7 DHS - Statewide Information Technology Staff Consolidation	(77,387)	1	1	(85,956)	(163,341)	0.0
NP-8 DPHE - Statewide Information Technology Staff Consolidation	(4,758)	0	0	(9,620)	(14,378)	0.0
<b>Total</b>	<b>128,213,628</b>	<b>(7,178,549)</b>	<b>9,728,189</b>	<b>120,417,727</b>	<b>251,180,995</b>	<b>(25.0)</b>

**BASE REDUCTION ITEM PRIORITY LIST**

<b>Base Reduction</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Prevention and Benefits for Enhanced Value (P-BEV)	(11,201)	(1,672)	0	131,232	118,359	0.0
2 Coordinated Payment and Payment Reform	(454,577)	(219,260)	0	(1,858,847)	(2,532,684)	0.9

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Health Care Policy and Financing**

<b>Base Reduction</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
3 Expansion of State Maximum Allowable Cost Pharmacy Rate Methodology	(443,253)	0	0	(517,429)	(960,682)	0.0
4 Medicaid Program Efficiencies	(4,463,448)	0	0	(5,633,714)	(10,097,162)	0.0
5 Medicaid Payment Timing	(93,822,636)	(5,227,680)	(77,508)	(88,973,696)	(188,101,520)	0.0
6 Medicaid Program Reductions	(27,963,869)	11,350,706	(214)	(18,620,663)	(35,234,040)	0.0
7 Intentionally Left Blank	0	0	0	0	0	0.0
8 Adjust Department Appropriations to Reflect Enhanced Federal Medicaid Assistance Percentage	(192,399,664)	(30,506,863)	(440,258)	223,346,785	0	0.0
<b>Total</b>	<b>(319,558,648)</b>	<b>(24,604,769)</b>	<b>(517,980)</b>	<b>107,873,668</b>	<b>(236,807,729)</b>	<b>0.9</b>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Staff's Five Year General Fund Forecast for the Department**

Staff's baseline General Fund forecast for the Department (excluding the DHS-Medicaid funded programs) assumes increases of 30.0 percent in FY 2010-11, 18.0 percent in FY 2011-12, and 8.0 percent in FY 2012-13.

**ISSUE: Review of HB 09-1293, Hospital Provider Fee Program**

The Department submitted the Hospital Provider Fee Program Waiver in September 2009. If the waiver is approved in FY 2009-10, then the Department estimates approximately \$442.0 million in *additional* funding for the Medicaid and Indigent Care Program (ICP) in FY 2009-10.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Health Care Policy and Financing**

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**ISSUE: Review of American Recovery and Reinvestment Act (ARRA) Funding with Direct Impact to the Department's Appropriations**

The Department estimates that \$434.5 million in state funds (\$351.2 million General Fund) in FY 2009-10 and \$223.2 million in state funds (\$192.2 million General Fund) in FY 2010-11 will be offset due to the increase in the Federal Matching Assistance Program (FMAP) percentage available for the Medicaid program through the American Recovery and Reinvestment Act (ARRA).

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**ISSUE: Delay Medicaid Payments**

Last Session, the General Assembly passed SB 09-265 which delayed payments paid from the Medicaid Management Information System (MMIS) by one week and changed the timing for capitation payments in FY 2009-10. In October 2009, the Governor requested one additional week of payment delay, for a total of a two week payment delay in FY 2009-10. For FY 2010-11, the Governor requests delaying MMIS payments by four weeks.

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**ISSUE: Health Care Expansion Programs Fiscal Viability**

The Department's request shows that expenditures from the Health Care Expansion (HCE) Fund will exceed revenue by \$39.3 million in FY 2009-10, by \$57.2 million in FY 2010-11, and by \$65.0 million in FY 2011-12. In FY 2011-12, the HCE Fund balance will be exhausted and the fund will have a deficit of \$42.0 million.

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**ISSUE: Indigent Care Program Reductions**

The Department's request reduces funding for the Indigent Care Programs by \$50.3 million total funds (\$22.4 million General Fund impact) in FY 2009-10. In FY 2010-11, another \$11.2 million total funds (\$5.7 million General Fund impact) is saved when the FY 2009-10 reductions are annualized.

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**ISSUE: Medicaid Over Expenditures**

In FY 2008-09, the Medicaid program expenditures exceeded the final appropriations by \$31.9 million.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Health Care Policy and Financing**

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**ISSUE: Medicaid Forecast -- Medical Services Program**

The Department currently forecasts a FY 2009-10 Medical Services Premiums supplemental increase of \$297.3 million total funds (includes the impact of HB 09-1293). The Department's FY 2010-11 budget request represents an increase of \$405.2 million total funds over the current FY 2009-10 appropriation (15.8 percent) and a \$107.9 million (3.8 percent) increase over the Department's revised FY 2009-10 request.

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**ISSUE: Medicaid Forecast -- Mental Health Division**

The Department currently forecasts a FY 2009-10 Medicaid Mental Health Division supplemental decrease of \$910,000 total funds. The Department's FY 2010-11 budget request represents an increase of \$15.8 million total funds over the current FY 2009-10 appropriation (7.4 percent) and a \$16.7 million (7.8 percent) increase over the Department's revised FY 2009-10 request.

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**ISSUE: Children's Basic Health Plan Budget Outlook**

The current appropriation for the Children's Basic Health Plan (excluding HB 09-1293) is \$151.5 million in FY 2009-10. The Department anticipates that actual expenditures in FY 2009-10 will be \$172.6 million (includes HB 09-1293). For FY 2010-11, the Department anticipates that the CBHP program line items will need \$240.8 million. This is an increase of \$89.3 million (58.9 percent) over the current FY 2009-10 appropriation and \$68.2 million (39.5 percent) over the revised FY 2009-10 estimate.

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**ISSUE: Cost Containment Measures Enacted or Proposed**

In FY 2010-11, on average the provider rates for the Medical Services Premiums line item will have been reduced by approximately 5.5 percent for a total base reduction of \$106.2 million total funds. In FY 2010-11, mental health capitation rates will have been reduced by \$16.9 million total funds. Additional rate or benefit changes reduce the Department's FY 2009-10 appropriation by \$14.7 million total funds and FY 2010-11 request by \$44.8 million total funds.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Health Care Policy and Financing**

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**ISSUE: National Health Care Reform Efforts Potential Impacts to Medicaid**

Both the House and Senate versions of federal health care reform include Medicaid expansion to help eliminate state variations in coverage and to broaden health care coverage for more low-income individuals.

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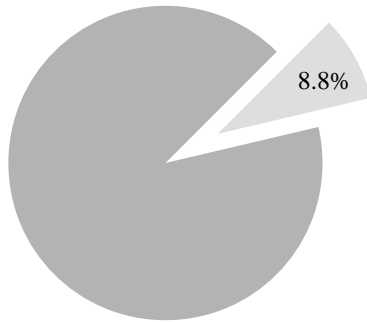
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**FY 2009-10 Joint Budget Committee Staff Budget Briefing  
Department of Higher Education**

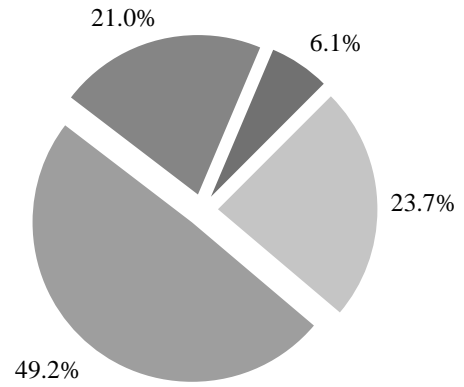
**GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund**



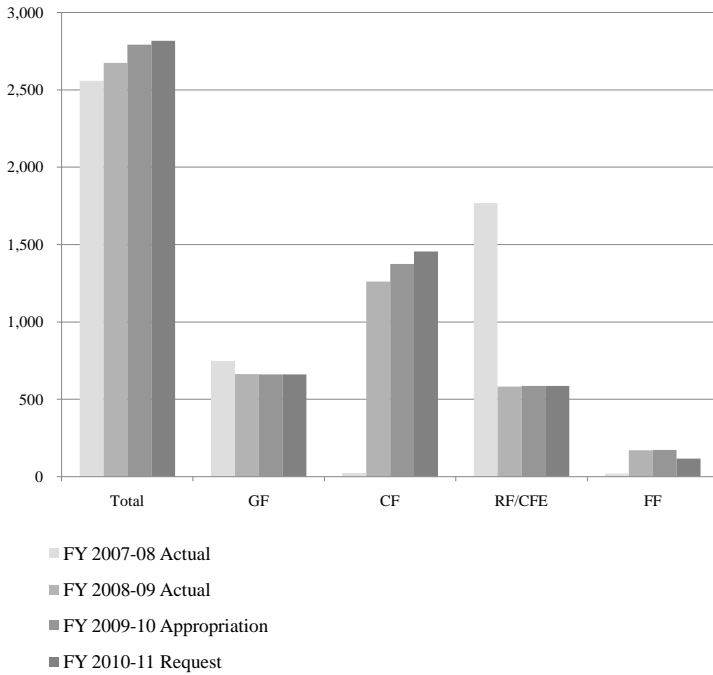
- Department of Higher Education
- Statewide General Fund

**Department Funding Sources**

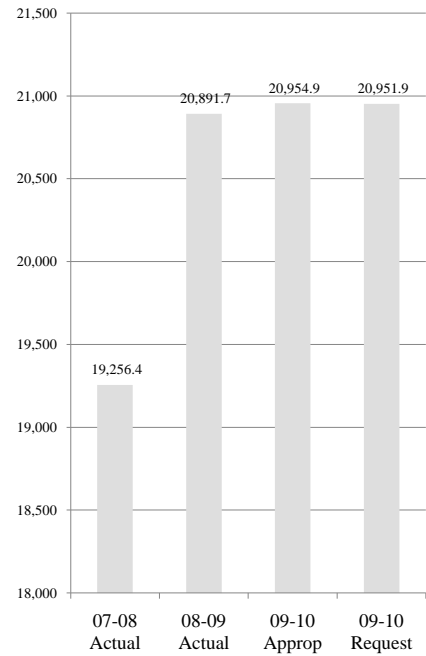


- General Fund
- Cash Funds
- Reappropriated Funds
- Federal Funds

**Budget History  
(Millions of Dollars)**

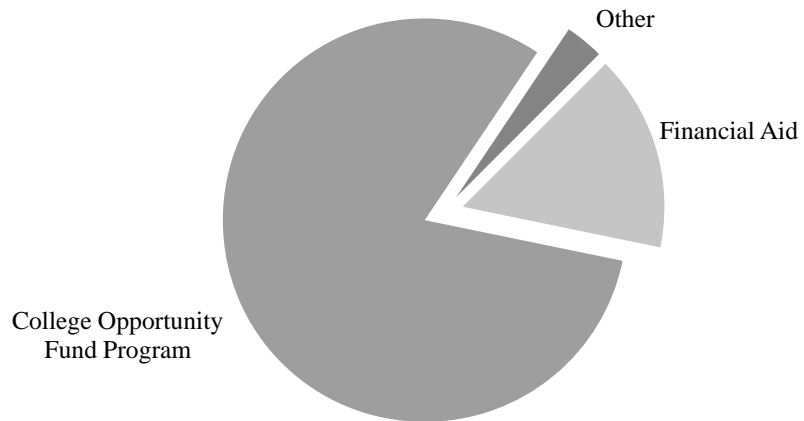


**FTE History**

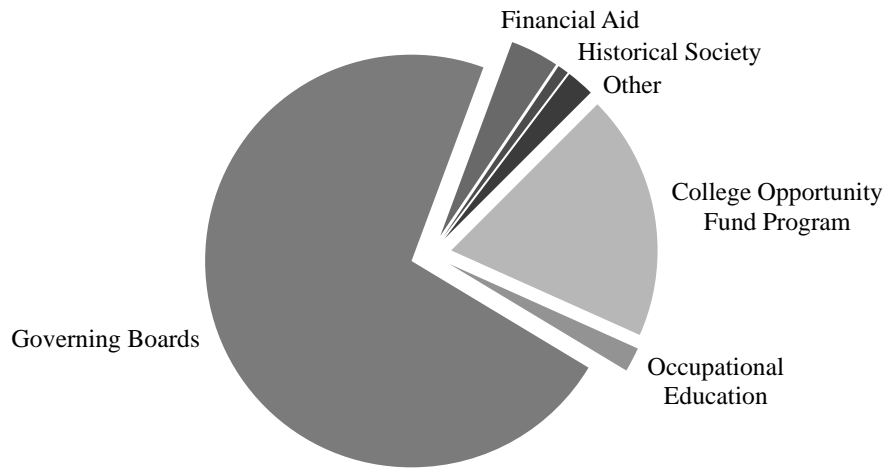


Unless otherwise noted, all charts are based on the FY 2008-09 appropriation.

### Distribution of General Fund by Division



### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Higher Education**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$660.6	\$1,373.5	\$585.6	\$170.9	\$2,790.6	20,954.9
FY 2010-11 Request	660.5	1,454.9	585.7	115.0	2,816.1	20,951.9
Increase / (Decrease)	(\$0.1)	\$81.4	\$0.1	(\$55.9)	\$25.5	(3.0)
Percentage Change	0.0%	5.9%	0.0%	-32.7%	0.9%	0.0%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Governor	0	0	0	(55,981,956)	(55,981,956)	0.0
<i>CCHE</i>	0	0	0	0	0	0.0
Allocations for the College Opportunity Fund and State Fiscal Stabilization Funds						
2 Governor	0	81,200,442	0	0	81,200,442	0.0
<i>CCHE</i>	0	82,114,654	0	0	82,114,654	0.0
Tuition and Fee Spending Authority						
3 Governor	0	0	0	0	0	0.0
<i>CCHE</i>	0	0	0	0	0	0.0
Fort Lewis College Native American Tuition Waivers						
NP - Transfer from K-12	0	0	106,901	0	106,901	0.0
Corresponding Amendment 23 Required Increase (CDE's DI-01)						
NP - IT Consolidation	0	(22,602)	0	0	(22,602)	(3.0)
Statewide Information Technology Staff Consolidation						
<b>Total Governor</b>	<b>0</b>	<b>81,177,840</b>	<b>106,901</b>	<b>(55,981,956)</b>	<b>25,302,785</b>	<b>(3.0)</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Higher Education**

Decision Item	GF	CF	RF	FF	Total	FTE
<i>Total CCHE</i>	<i>0</i>	<i>82,092,052</i>	<i>106,901</i>	<i>0</i>	<i>82,198,953</i>	<i>(3.0)</i>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Federal funding for higher education from the American Recovery and Reinvestment Act (ARRA)**

This issue brief summarizes the impact on the Department of Higher Education of the Governor's August and October proposals for spending federal ARRA funds, and some key federal rules regarding the expenditure of Education Stabilization Funds from the State Fiscal Stabilization Fund of ARRA.

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**ISSUE: Closing colleges**

This issue brief discusses a hypothetical closure of a small rural community college to provide a rough sense of the cost savings potential and identify policy concerns associated with this strategy.

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**ISSUE: "Privatizing" state institutions**

This issue brief discusses a hypothetical "privatization" of a state institution to provide a rough sense of the cost savings potential and identify policy concerns associated with this strategy.

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**ISSUE: Proportional reductions**

This issue brief discusses ways reductions for higher education can be proportional but not equitable, and factors to consider in evaluating proportional reductions relative to other cost saving strategies.

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**ISSUE: Eliminating financial aid for private institutions**

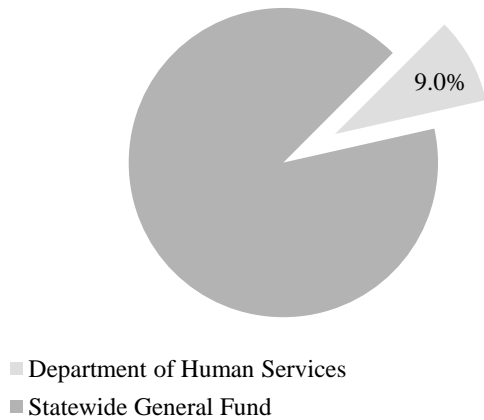
Due to maintenance of effort requirements of the federal American Recovery and Reinvestment Act, if the General Assembly needs to reduce higher education funding in FY 2010-11 it would need to come from financial aid. This issue brief discusses an option for targeting reductions to financial aid programs to minimize the impact on students attending public institutions.

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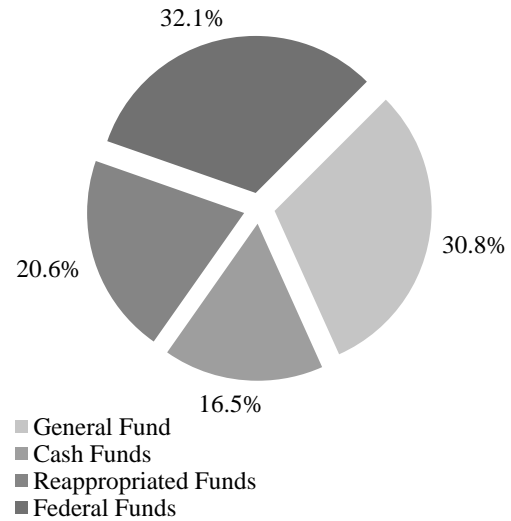
**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Human Services**

**GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund**

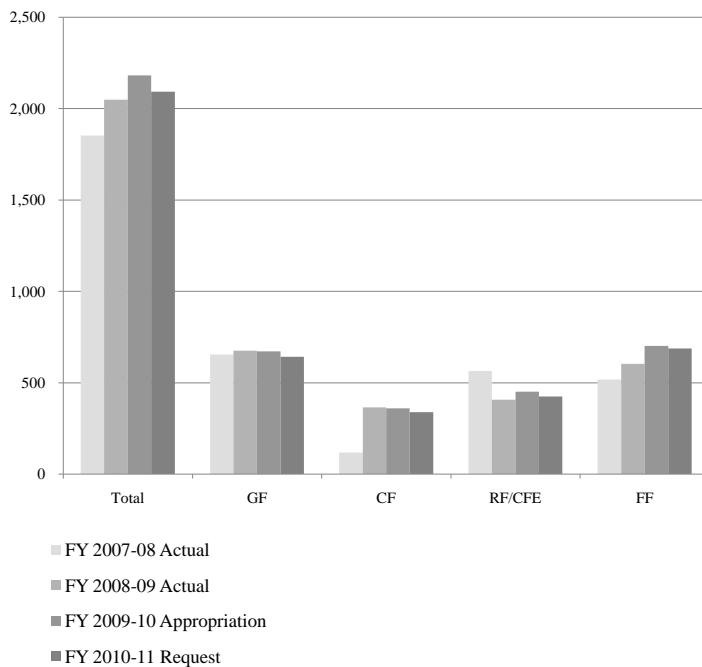


**Department Funding Sources**

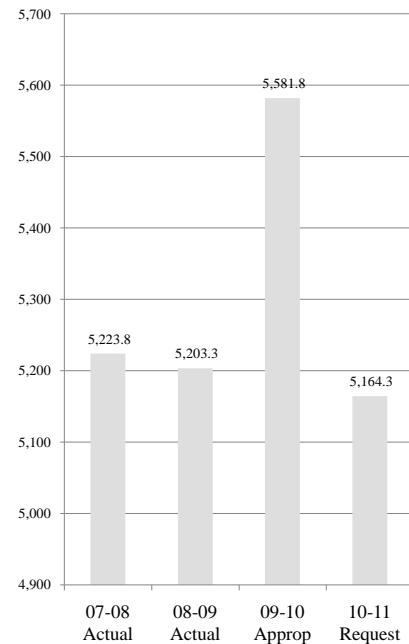


Note: If General Fund appropriated to the Department of Health Care Policy and Financing for human services programs were included in the graph above, the Department of Human Services' share of the total state General Fund would rise to 11.8%.

**Budget History  
(Millions of Dollars)**

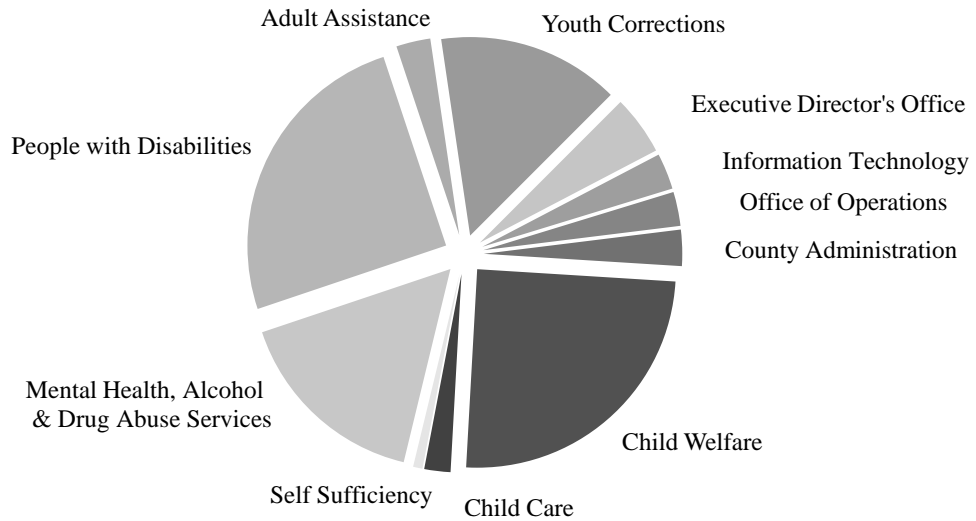


**FTE History**



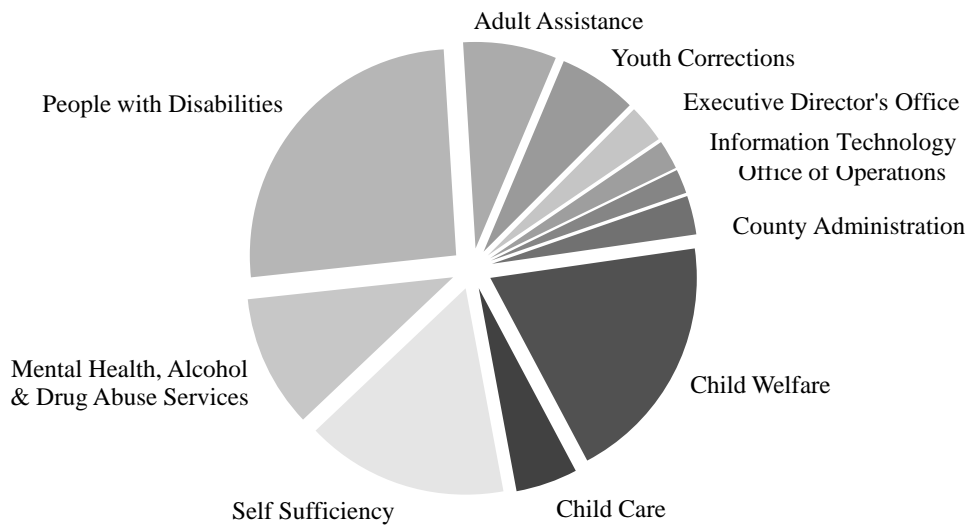
Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

**Distribution of Net General Fund by Division\***  
**FY 2009-10 Appropriation \$879.5 million**



\*Net General Fund includes General Fund appropriated to the Department of Human Services and General Fund appropriated to the Department of Health Care Policy and Financing for human services programs.

**Distribution of Total Funds by Division**  
**FY 2009-10 Appropriation \$2,180.2 million**



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Human Services**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. The Net GF ("net General Fund") column includes both the General Fund appropriated directly to the Department of Human Services and General Fund initially appropriated to the Department of Health Care Policy and Financing and transferred to Human Services as reappropriated funds for Medicaid-funded programs.<sup>1</sup> For more detailed information on the budget request, please see staff briefing write-ups on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>Net GF</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$670.6	\$359.7	\$449.1	\$700.7	\$2,180.1	\$879.5	5,581.8
FY 2010-11 Request	641.9	338.4	424.5	687.2	2,092.0	840.1	5,164.3
Increase / (Decrease)	(\$28.7)	(\$21.3)	(\$24.6)	(\$13.5)	(\$88.1)	(\$39.4)	(417.5)
Percentage Change	-4.3%	-5.9%	-5.5%	-1.9%	-4.0%	-4.5%	-7.5%

**DECISION ITEM PRIORITY LIST**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>Net GF*</b>	<b>FTE</b>
1 CBMS Client Correspondence Costs	\$303,786	\$57,359	\$463,422	\$406,957	\$1,231,524	\$533,589	0.0
2 Funding for Community Services for the Elderly	0	0	0	594,492	594,492	0	0.0
3 Increase County Administration in Old Age Pension	0	116,189	0	0	116,189	0	0.0
4 Child Care Automated Tracking System (CHATS) - Point of Sale Maintenance	0	0	0	0	0	0	0.0
5 Colorado Works County Oversight	0	0	0	47,267	47,267	0	0.0

<sup>1</sup>The "net" General Fund figure shown for the FY 2010-11 request is based on the historical 50/50 General Fund/federal funds funding split for Medicaid. It does not include adjustments to the relative share of federal funds and General Fund pursuant to the American Recovery and Reinvestment Act.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Human Services**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>Net GF*</b>	<b>FTE</b>
6 TANF-Specific CBMS Changes	0	0	0	1,300,000	1,300,000	0	0.0
7 Additional TANF Funding for Refugee Services	0	0	0	3,083,526	3,083,526	0	0.0
8 Enhanced Medical Support, Paternity Establishment, and Education Initiatives for Child Support Enforcement	0	0	0	1,639,784	1,639,784	0	0.0
9 Technical Adjustment of Spending Authority for Business Enterprise Program	0	0	0	0	0	0	0.0
10 Refinance of National Aging Program Information System	0	0	0	0	0	0	0.0
NP2 DPA Vehicle Lease Payments Common Policy	39,847	27,903	(662)	4,991	72,079	47,985	0.0
NP3 Statewide Information Technology Staff Consolidation	(805,545)	(40,451)	(198,802)	(673,818)	(1,718,616)	(882,932)	(197.1)
<b>Total</b>	<b>(\$461,912)</b>	<b>\$161,000</b>	<b>\$263,958</b>	<b>\$6,403,199</b>	<b>\$6,366,245</b>	<b>(\$301,358)</b>	<b>(197.1)</b>

\* These amounts are shown for informational purposes only. A large portion of the Department's reappropriated funds are Medicaid-related transfers from the Department of Health Care Policy and Financing (HCPF). Roughly half of the corresponding HCPF appropriations are General Fund. Net General Fund equals the direct GF appropriation shown, plus the GF portion of the HCPF transfer.

**BASE REDUCTION ITEM PRIORITY LIST**

<b>Reduction Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>Net GF*</b>	<b>FTE</b>
1 Enforcing Sponsorship Commitment for Applicants and Recipients of Adult Financial Programs	\$11,162	(\$14,431,134)	\$17,028	\$14,952	(\$14,387,992)	\$19,606	0.0
2 Reduction to the Purchase of Contract Placements Appropriation	(9,150,000)	0	0	0	(9,150,000)	(9,150,000)	0.0



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Human Services**

<b>Reduction Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>Net GF*</b>	<b>FTE</b>
3 Eliminate County Tax Base Relief Appropriation	(5,652,654)	0	0	0	(5,652,654)	(5,652,654)	0.0
4 Two Percent (2.0%) Community Provider Rate Base Decrease	(6,909,421)	(1,749,279)	(6,592,941)	(2,899,603)	(18,151,244)	(10,170,198)	0.0
5 Refinance \$3,000,000 of Child Welfare Services with TANF	(3,000,000)	0	0	3,000,000	0	(3,000,000)	0.0
<b>Total</b>	<b>(\$24,700,913)</b>	<b>(\$16,180,413)</b>	<b>(\$6,575,913)</b>	<b>\$115,349</b>	<b>(\$47,341,890)</b>	<b>(\$27,953,246)</b>	<b>0.0</b>

\* These amounts are shown for informational purposes only. Net General Fund equals the direct GF appropriation shown, plus the GF portion of Medicaid reappropriated funds transferred from the Department of Health Care Policy and Financing.

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Overview of Department of Human Services Budget Request**

The Department of Human Services FY 2010-11 request reflects a reduction of \$88.2 million (4.0 percent) total funds and \$39.5 million (4.5 percent) net General Fund from the FY 2009-10 appropriation. The majority of reductions are based on actions taken by the Governor to balance the FY 2009-10 budget. These FY 2009-10 cuts have not yet been acted on by the General Assembly.

**ISSUE: Colorado's State-supervised County-administered Social Services System**

Colorado's 64 counties have substantial fiscal and management control over state-supervised county-administered social service programs. In FY 2008-09, counties provided \$161.0 million in local revenue to support such programs, while the State provided \$368.2 million in state. Federal funding, including some amounts not reflected in the Long Bill supported, \$924.3 million in social services expenditures, or about 64 percent of the total. Services for abused and neglected children represent the largest single share of social services expenditures for both the State and counties. The smallest 27 counties are responsible for about 4 percent of expenditures; the largest 11 are responsible for about 84 percent.

**ISSUE: Base Reduction #3: Eliminate County Tax Base Relief Appropriation**

The Department's third base reduction priority is to eliminate the appropriation for county tax base relief (\$5.7 million General Fund). County Tax Base Relief is intended to aid counties with high costs relative to their tax base. To ensure that a small number of counties with low property tax valuations and high

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Human Services**

caseloads remain solvent, the General Assembly should consider retaining some funding and modifying associated statute to more narrowly target funding.

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**ISSUE: Overview of FY 2010-11 Child Welfare Request**

The Department's overall request for the Division of Child Welfare reflects a decrease of 4.4 percent in total funding and 7.1 percent in General Fund. The request continues and expands proposed FY 2009-10 reductions to child welfare allocations for counties but includes no reductions to child welfare staff or training funds added in recent years.

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**ISSUE: Federal Title IV-E Revenue Trends**

Under Title IV-E of the federal Social Security Act, Colorado earns federal reimbursement of at least 50 percent for some foster care and adoption services for low income children. Revenue from this sources has been declining and is likely to decline further, based on the structure of the federal program and out-of-home placement trends. In the absence of budget adjustments, county child welfare allocations will likely fall below the amounts budgeted. Although the impact may not be large in the context of the overall child welfare budget, it will add to budget reductions counties already face.

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**ISSUE: Child Welfare Expenditures and Outcomes by County**

Counties that spend more for child welfare services tend to have worse results on child welfare outcome measures. This in part reflects the fact that high rates of poverty correlate with high rates of child welfare expenditure and, to a lesser extent, with poor results on child welfare outcome measures. A more comprehensive analysis by Department consultants has pointed to county decision making as the primary driver in different outcomes among counties.

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**ISSUE: Federal Child and Family Services Review 2009**

The State has received the final federal report from the 2009 Child and Family Services Review (CFSR) of child welfare services. There are a number of problem areas that a new Performance Improvement Plan (PIP) is expected to address. Colorado was recently found in substantial compliance with its previous PIP (associated with its 2002 CFSR results).

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Human Services**

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**ISSUE: The Child Welfare Action Committee Recommendations**

Various studies have highlighted weaknesses in Colorado's state-supervised county-administered child welfare system. The Child Welfare Action Committee, created by the Governor in 2008, has made extensive recommendations for system change. The Governor has accepted most of the Committee's recommendations, and some have already been implemented. Two recommendations, which would move the state away from the current state-supervised, county-administered structure, have not been accepted pending further study.

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**ISSUE: The Division of Child Care and the Colorado Child Care Assistance Program**

The majority of the state's child care budget is allocated to the county-administered Colorado Child Care Assistance Program (CCAP), which provides child care subsidies for low income families. The program has a significant history of rapid expansion, followed by rapid contraction when counties have become concerned about their spending levels or funds availability. With the elimination of federal stimulus funding in FY 2010-11, counties are likely to again constrict eligibility and establish waiting lists.

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**ISSUE: Temporary Assistance to Needy Families Long Term Reserve**

The Department has requested appropriations increases from the Temporary Assistance to Needy Families (TANF) Block Grant of \$7.4 million for FY 2010-11, including \$3.0 million to refinance child welfare services and \$4.4 million for other initiatives. However, the Department also projects that the demand for TANF funds will exceed amounts available by \$17.7 million in FY 2011-12.

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**ISSUE: Funding for caseload growth for services for people with developmental disabilities**

Discusses funding for caseload growth that is typically provided for the Department, but was not requested this year.

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**ISSUE: Unbundling Reimbursements for Supported Living Services for people with developmental disabilities**

Discusses impacts on services and providers, and potential reversions, resulting from a new reimbursement structure for services implemented by the Department in response to federal guidelines.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Human Services**

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**ISSUE: Required Functions of Community Centered Boards**

Discusses the findings of a report on mandated functions of Community Centered Boards.

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**ISSUE: Current Status of the Mental Health System (Department of Human Services)**

The Department of Human Services provides mental health services through two state mental health institutes, the Institute for Forensic Psychiatry, and community mental health centers. The newly released Colorado Population in Need 2009 study indicates that the penetration rate for the state's mental health services for the adult population living in households at or below 300.0 percent of the federal poverty level with a serious mental illness was 34% in FY 2006-07. Indigent individuals not served in the state's mental health system receive services in other venues, including hospitals, emergency rooms, and the criminal justice system.

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**ISSUE: Colorado Mental Health Institute at Fort Logan Treatment Division Closures**

The Department submitted a plan as part of the Governor's Budget Reduction Proposal to close the children's, adolescent, and geriatric treatment divisions at the Colorado Mental Health Institute at Fort Logan (Fort Logan) resulting in the elimination of 59 total beds in FY 2010-11. The treatment division closures net a reduction of \$2,657,301 in General Fund moneys between the Department of Human Services and the Department of Health Care Policy and Financing in FY 2010-11. Furthermore, the treatment division closures proposal eliminates 96.8 FTE in the Department of Human Services in FY 2010-11.

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**ISSUE: Office of Operations Cost Adjustments Due to Fort Logan Bed Closures**

The Office of Operations has both variable and fixed costs associated with the provision of patient care at the Colorado Mental Health Institute at Fort Logan (Fort Logan). The Department's proposal to close several treatment divisions at Fort Logan includes a decrease in variable costs and a refinance of fixed costs for the Office of Operations.

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**ISSUE: Base Reduction #1: Proposed Changes to Old Age Pension Program**

The Department's highest base reduction priority is to change eligibility for the Old Age Pension (OAP) Program. Changes would exclude sponsored legal immigrants and would institute a five year bar for

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
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immigrants, with some exceptions. The proposal will require statutory change and, if enacted, is projected to provide \$14.4 million in OAP cash fund savings in FY 2010-11 and \$28.9 million in savings in FY 2011-12. Moneys not required for the OAP Cash Fund are deposited to the General Fund.

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**ISSUE: Supplemental Security Income Federal Maintenance of Effort and Adult Assistance Budget Options**

Colorado continues to struggle to meet its federal maintenance of effort obligation for expenditures for recipients of the Supplemental Security Income program. This requirement limits options for reducing appropriations.

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**ISSUE: Division of Youth Corrections Commitment Population Reductions**

The commitment population caseload for the Division of Youth Corrections (DYC) does not appear to be declining as rapidly as previously projected. This could drive additional funding needs for FY 2009-10, as well as FY 2010-11.

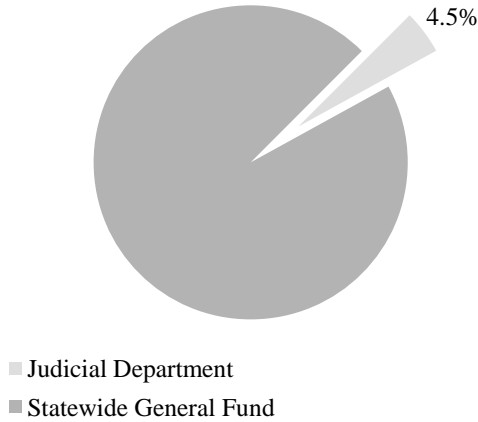
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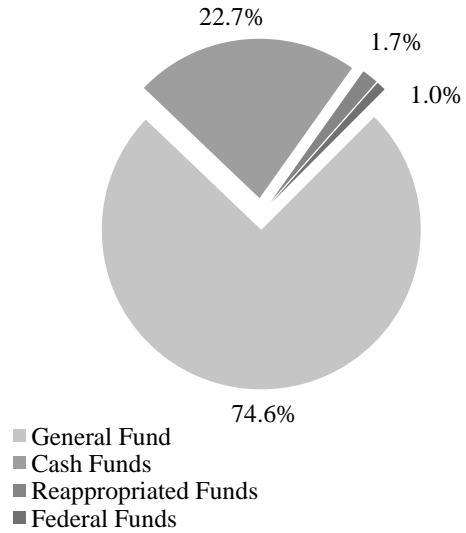
**FY 2010-11 Budget Committee Staff Budget Briefing  
Judicial Department**

**GRAPHIC OVERVIEW**

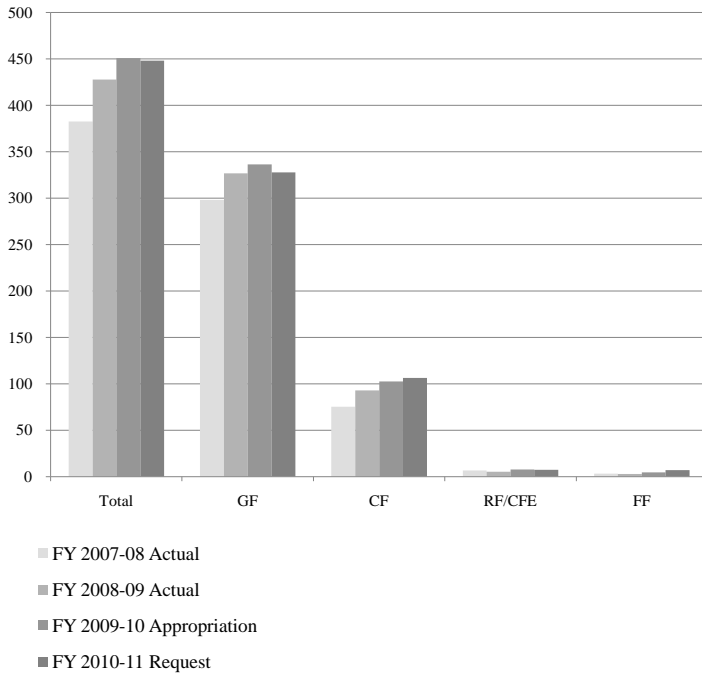
**Department's Share of Statewide General Fund**



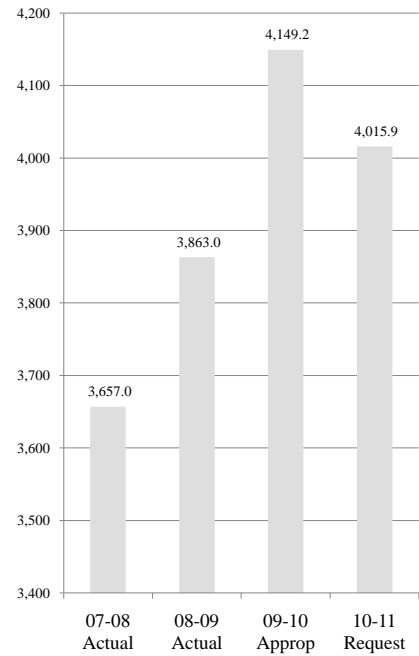
**Department Funding Sources**



**Budget History  
(Millions of Dollars)**

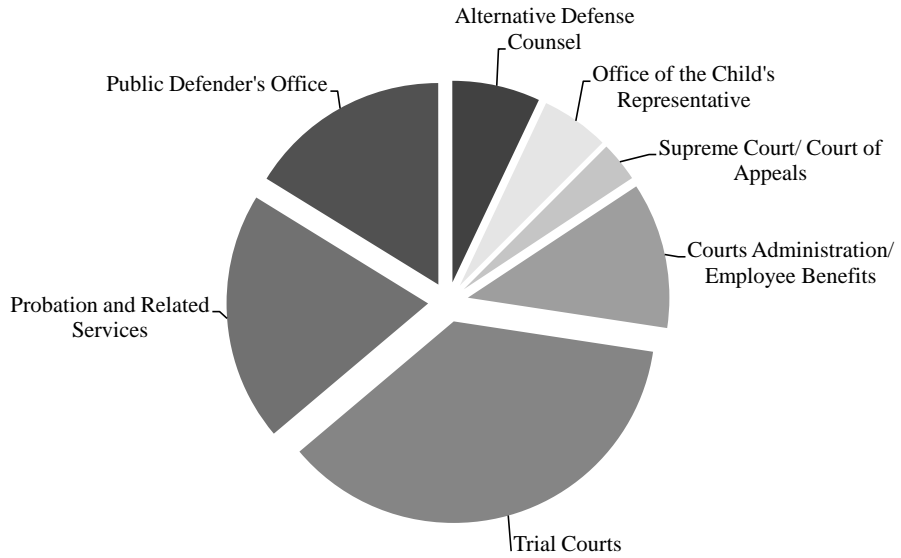


**FTE History**

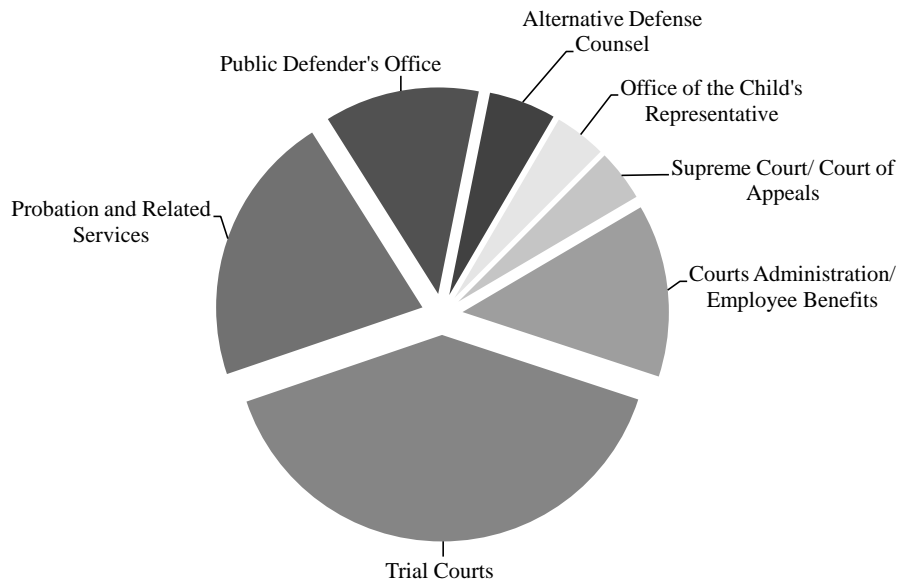


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

**Distribution of General Fund by Division**



**Distribution of Total Funds by Division**



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Judicial Department**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Summary of Requested Changes, FY 2009-10 to FY 2010-11**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$336,357,516	\$102,306,844	\$7,608,876	\$4,430,420	\$450,703,656	4,149.2
FY 2010-11 Request	327,648,469	106,134,027	7,403,404	6,814,742	448,000,642	4,015.9
Increase / (Decrease)	(\$8,709,047)	\$3,827,183	(\$205,472)	\$2,384,322	(\$2,703,014)	(133.3)
Percentage Change	-2.6%	3.7%	-2.7%	53.8%	-0.6%	-3.2%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
JUD-1 Personal Services and Operating Expense Reductions	(\$16,932,392)	(\$402,902)	(\$20,269)	\$0	(\$17,355,563)	(266.0)
JUD-1 Further Delay New Judges	0	(2,893,627)	0	0	(2,893,627)	(43.0)
JUD-1 Implement Public Access System and Develop E- filing System	(1,000,000)	2,923,498	0	0	1,923,498	19.0
JUD-1 Provide Courthouse Furnishings	(1,000,000)	1,950,000	0	0	950,000	0.0
JUD-1 Leased Space	294,868	132,240	0	0	427,108	0.0
JUD-2 Separate Line Item for Problem- Solving Courts	0	0	0	0	0	0.0
JUD-3 Courthouse Security Grants	0	675,000	0	0	675,000	0.0



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Judicial Department**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
PD-NP Targeted One-time Personal Services Reductions	(2,329,539)	0	0	0	(2,329,539)	0.0
PD-NP Targeted One-time Operating Reductions	(822,156)	0	0	0	(822,156)	0.0
PD-NP Adjust Centrally-appropriated Line Items	(10,704)	0	0	0	(10,704)	0.0
OADC-1 Conflict of Interest Contracts	864,171	0	0	0	864,171	0.0
OCR-1 Address Caseload and Workload Increases	1,023,898	0	0	0	1,023,898	0.0
OCR-2 Replace IT Equipment	8,887	0	0	0	8,887	0.0
OCR-3 Add Assistant Billing Administrator	27,765	0	0	0	27,765	0.5
<b>Total</b>	<b>(\$19,875,202)</b>	<b>\$2,384,209</b>	<b>(\$20,269)</b>	<b>\$0</b>	<b>(\$17,511,262)</b>	<b>(289.5)</b>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Implementing the Public Access System and Developing an E-Filing System**

The Department has completed development of an in-house public access system, and seeks spending authority to implement the system before FY 2010-11.

**INFORMATIONAL ISSUE: OADC and OCR Efforts to Reduce State Expenditures**

This issue brief provides an overview of various efforts by the Office of the Alternate Defense Counsel and the Office of the Child's Representative to reduce state expenditures.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Judicial Department**

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**INFORMATIONAL ISSUE: Colorado State Museum and State Justice Center Project Status**

This issue brief provides background information concerning the Judicial Heritage Complex, summarizes legislation passed in the 2008 session to replace the Complex, and describes the current status of the project.

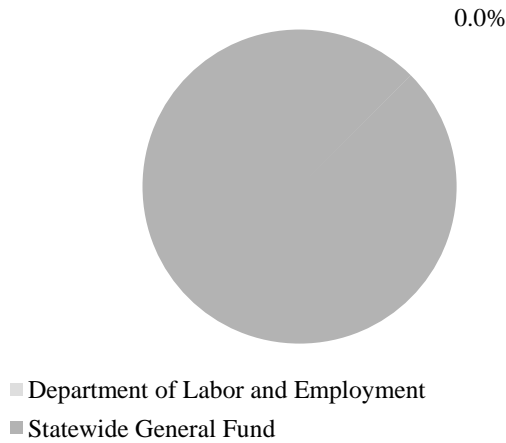
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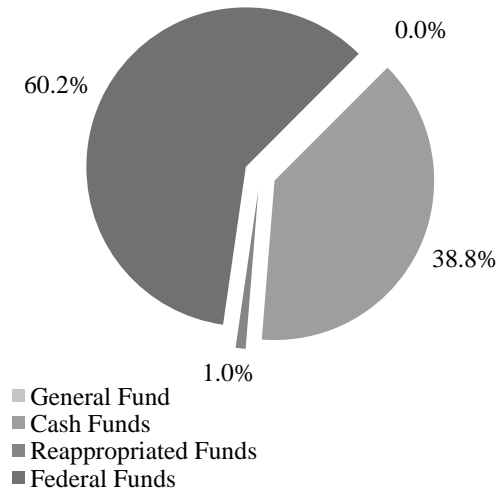
**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Labor and Employment**

**GRAPHIC OVERVIEW**

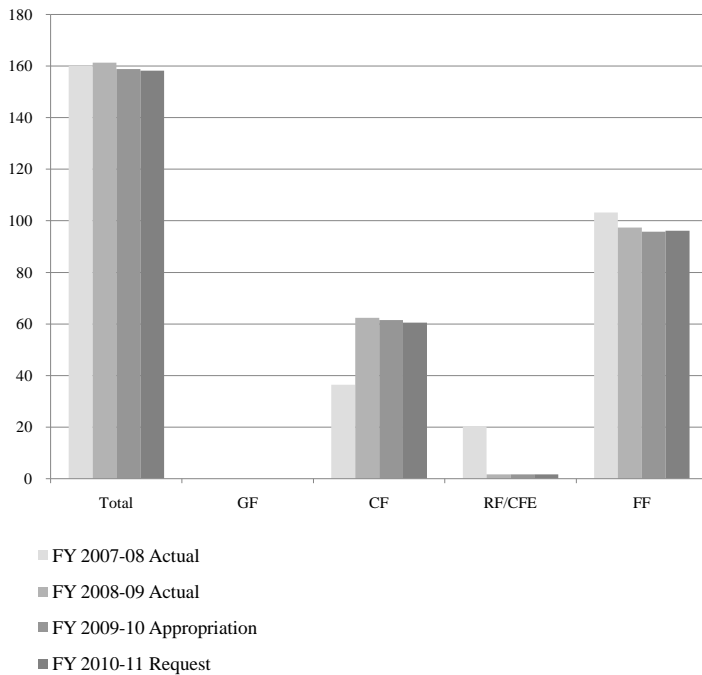
**Department's Share of Statewide General Fund**



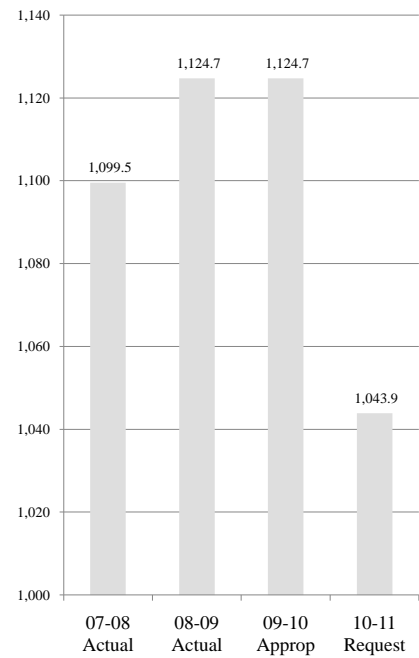
**Department Funding Sources**



**Budget History  
(Millions of Dollars)**



**FTE History**

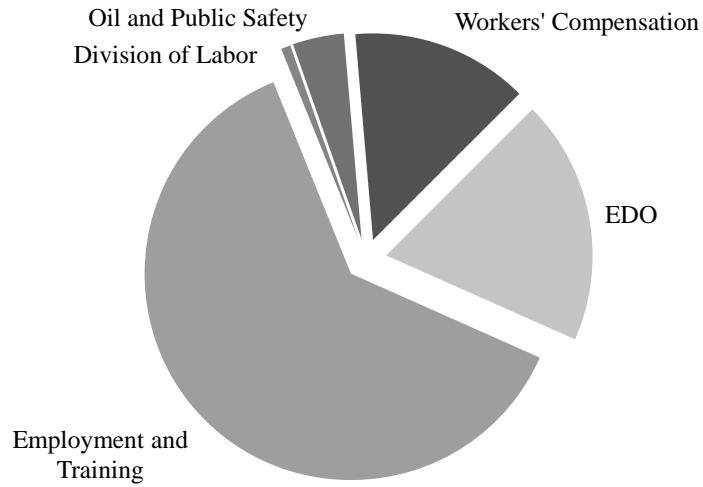


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

### Distribution of General Fund by Division

The Department of Labor and Employment received no General Fund appropriation for FY 2009-10.

### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Labor and Employment**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$0.0	\$61.5	\$1.6	\$95.7	\$158.8	1,121.6
FY 2010-11 Request	0.0	60.5	1.6	96.1	158.2	1,043.9
Increase / (Decrease)	\$0.0	(\$1.0)	\$0.0	\$0.4	(\$0.6)	(77.7)
Percentage Change	n/a	(1.6)%	0.0%	0.4%	(0.4)%	(6.9)%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 OPS Addition of Denver Conveyance Program	0	339,545	0	0	339,545	5.0
2 OPS Consolidated Enterprise System	0	14,175	0	4,725	18,900	0.0
3 Transfer of Wagner Peyser Program to Arapahoe/Douglas Workforce Region	0	0	0	0	0	0.0
NP-1 Annual Fleet Vehicle Replacement	0	1,415	0	1,416	2,831	0.0
NP-2 Statewide Information Technology Staff Consolidation	0	(243,562)	(11,814)	(350,682)	(606,058)	(67.0)
<b>Total</b>	<b>0</b>	<b>111,573</b>	<b>(11,814)</b>	<b>(344,541)</b>	<b>(244,782)</b>	<b>(62.0)</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Labor and Employment**

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Unemployment Insurance Benefit Extensions and the Unemployment Insurance Computer Systems**

Over the past six months, four pieces of federal legislation have passed that impact Colorado's unemployment insurance system. Each change in benefit qualifications require the Department to write new code in Cobalt that takes approximately six weeks of four people working full time. The system was not designed to handle the current workload, and the estimated cost to build a new system is \$73 million in 2007 dollars.

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**ISSUE: Unemployment Insurance Trust Fund Balance and the Chargeable Wage Base**

The amount of benefits paid from the Unemployment Insurance Trust Fund is at unprecedented levels, and the Department is projecting the payment of \$1,025 million UI benefits in FY 2009-10. The balance at the end of November 2009 was \$161.7 million, compared to \$676.5 million in November 2008.

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**ISSUE: Update on the Internet Self Service Project**

A total of ten internet applications are being built to make basic claimant and employer functions available on the internet. A total of \$6.0 million cash funds has been appropriated for the capital construction portion and \$670,000 and 2.5 FTE for the operation portion of this project. The project has been delayed eight months due to the development and deployment of the Fast Track applications, and is scheduled to be completed by August 2011.

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**ISSUE: Unintended Consequences of S.B. 09-37 on the TABOR Reserve in the Special Funds**

Senate Bill 09-037 changed the funding mechanism for the Division of Workers' Compensation Special Funds. The Special Funds contain \$94.0 million of TABOR reserve, which prior to S.B. 09-037, could be rebuilt each year. After S.B. 09-037, if any of the TABOR reserve is used it cannot be rebuilt the next year because the funding mechanism for the Special Funds is now a pay-as-you-go mechanism.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Labor and Employment**

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**ISSUE: Addition of Denver Conveyances to the Conveyance Program**

When the Conveyance Program in the Division of Oil and Public Safety was created in 2007, it was expected by the Division that the City and County of Denver would continue its conveyance program. In June 2009, the Division was notified by Denver that they would be discontinuing their conveyance program. By statute the Division is required to take over the Denver conveyance program, consequently doubling the Division's conveyance workload.

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**ISSUE: Options to Increase General Fund Revenue**

The Department does not receive a General Fund appropriation. As a result the only way the Department assist with the General Fund shortfall is through General Fund revenue enhancements. In August the Governor requested a \$5.0 million transfer from the Employment Support Fund for FY 2009-10.

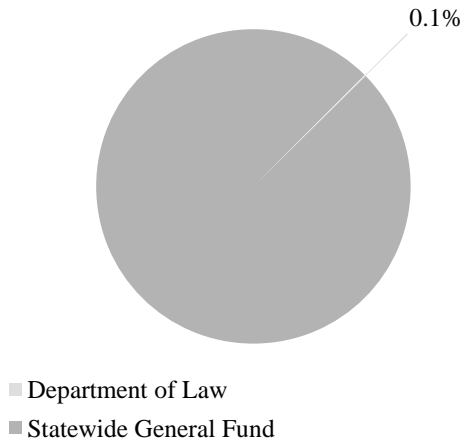
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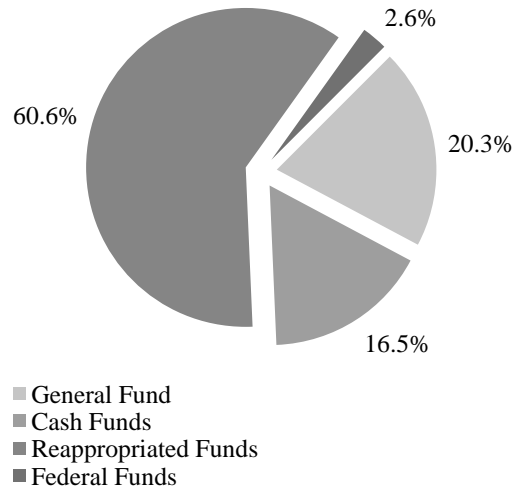
**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Law**

**GRAPHIC OVERVIEW**

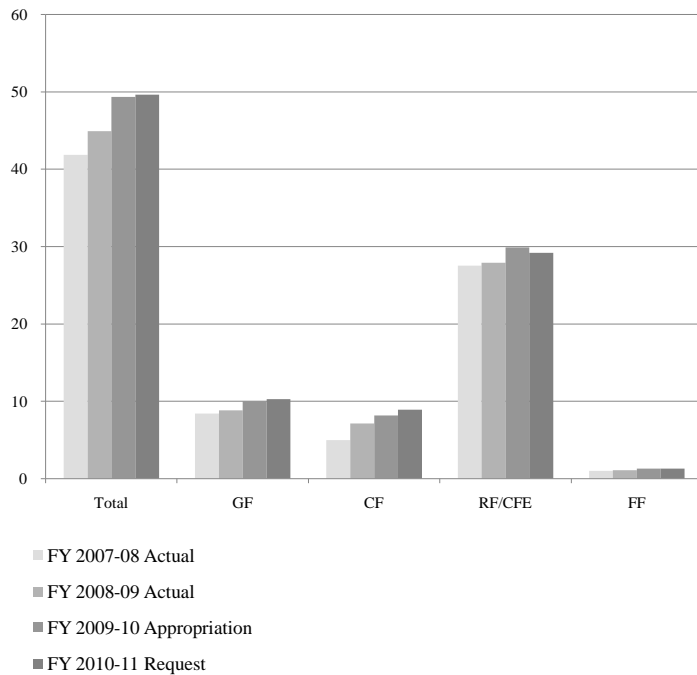
**Department's Share of Statewide General Fund**



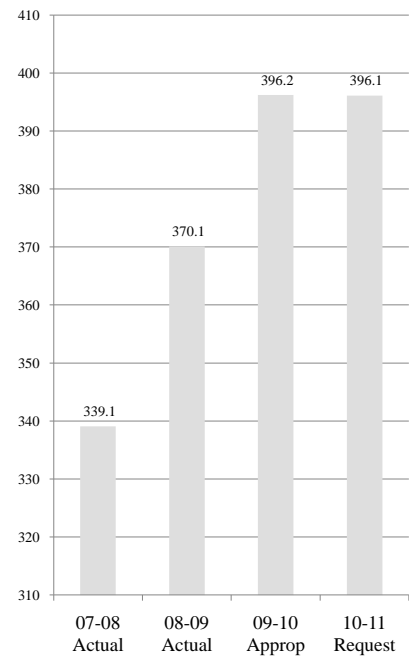
**Department Funding Sources**



**Budget History  
(Millions of Dollars)**



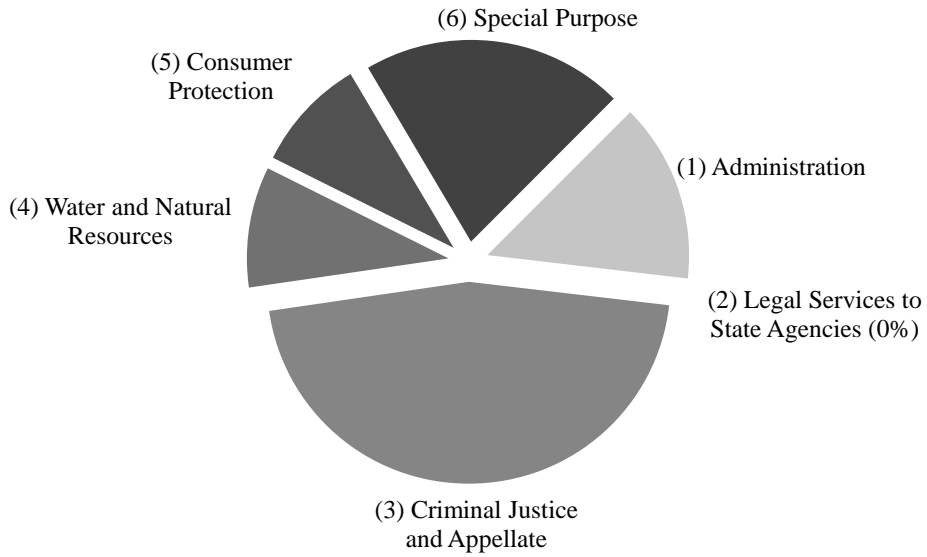
**FTE History**



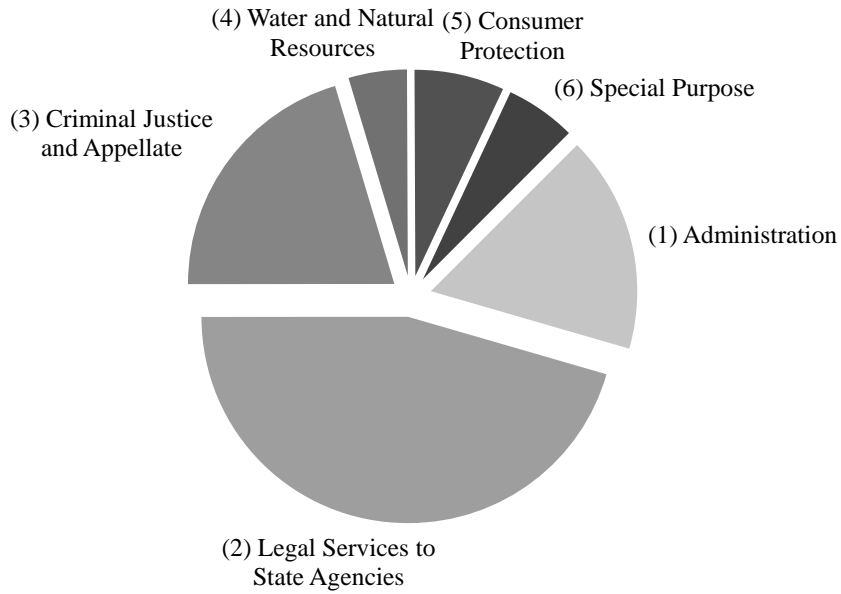
Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.



**Distribution of General Fund by Division**



**Distribution of Total Funds by Division**



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Law**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and percent, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RAF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$10.0	\$8.2	\$29.9	\$1.3	\$49.4	396.2
FY 2010-11 Request	10.3	8.9	29.2	1.3	49.7	396.1
Increase / (Decrease)	\$0.3	\$0.7	(\$0.7)	\$0.0	\$0.3	(0.1)
Percentage Change	3.0%	8.5%	-2.3%	0.0%	0.6%	0.0%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RAF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Additional FTE and spending authority for the Consumer Credit Units	0	51,404	0	0	51,404	0.5
2 Combine the Collection Agency Board (CAB) and the Uniform Consumer Credit Code (UCCC)	0	0	0	0	0	0.0
Non Prioritized 1 Administration Operating Expenses	103,389	83,012	19,972	(10,119)	196,254	0.0
<b>Total</b>	<b>103,389</b>	<b>134,416</b>	<b>19,972</b>	<b>(10,119)</b>	<b>247,658</b>	<b>0.5</b>

**BASE REDUCTION ITEM PRIORITY LIST**

<b>Base Reduction</b>	<b>GF</b>	<b>CF</b>	<b>RAF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 General Fund Reductions	(58,574)	(690)	(4,517)	(39)	(63,820)	0.0
<b>Total</b>	<b>(58,574)</b>	<b>(690)</b>	<b>(4,517)</b>	<b>(39)</b>	<b>(63,820)</b>	<b>0.0</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Law**

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Major Litigation Pending Against the State**

Summarizes legal cases involving the state that could have a significant adverse impact on the General Fund.

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**ISSUE: General Fund Reduction Opportunities**

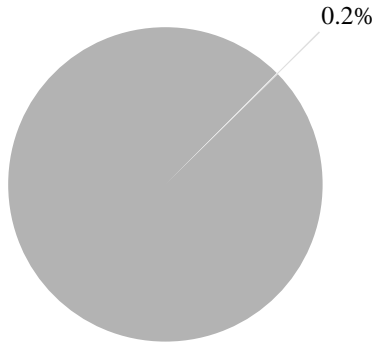
Examines options for decreasing the Department of Law's General Fund appropriations.

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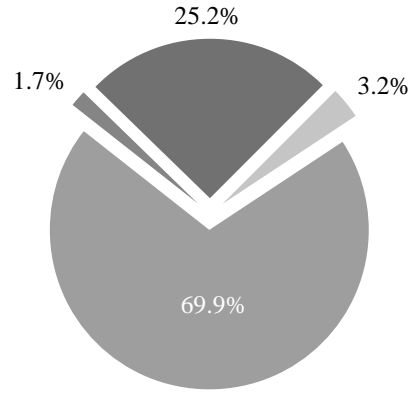
**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
 Department of Local Affairs  
 GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund**



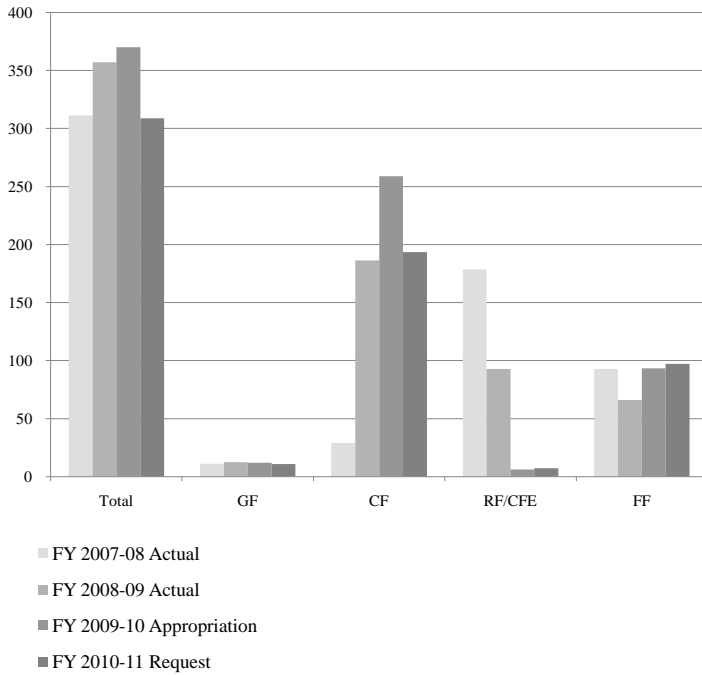
- Department of Local Affairs
- Statewide General Fund

**Department Funding Sources**

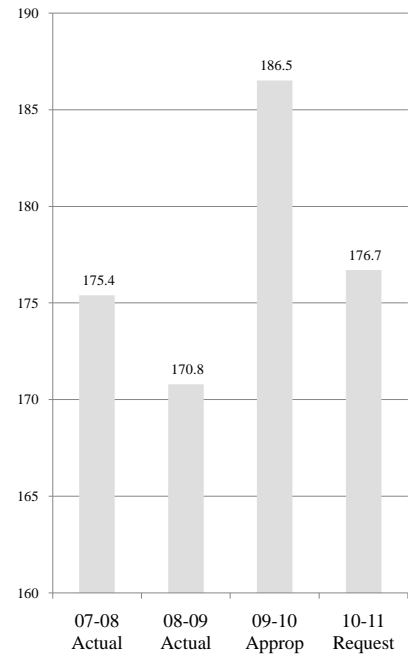


- General Fund
- Cash Funds
- Reappropriated Funds
- Federal Funds

**Budget History  
 (Millions of Dollars)**

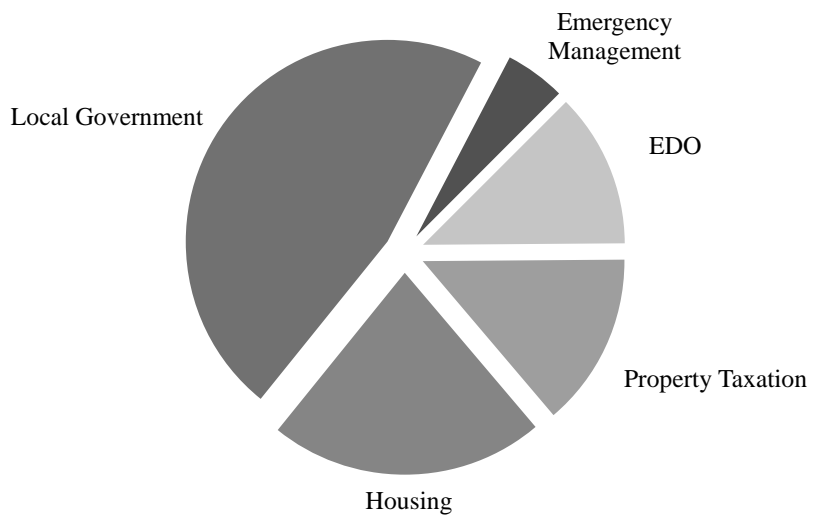


**FTE History**

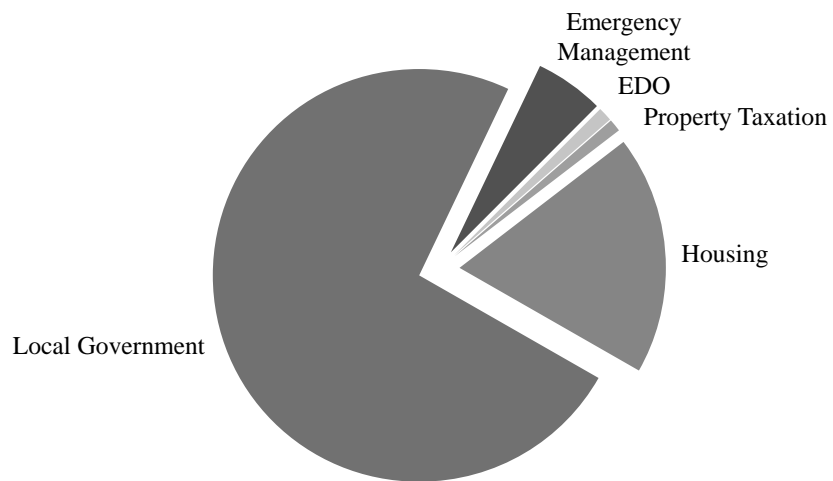


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

### Distribution of General Fund by Division



### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Local Affairs**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF*</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$11.9	\$258.6	\$6.1	\$93.4	\$370.0	186.5
FY 2010-11 Request	10.7	193.5	7.2	97.2	308.6	176.7
Increase / (Decrease)	(\$1.1)	(\$65.2)	\$1.0	\$3.8	(\$61.5)	(9.8)
Percentage Change	-9.6%	-25.2%	17.2%	4.1%	-16.6%	-5.3%

\* Does not include \$4.75 million for TANF-Funded Homeless Prevention and Rapid Rehousing Program moneys transferred from the Department of Human Services. This supplemental appropriation for FY 2009-10 was approved by the JBC in September 2009.

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 South Central Region DOLA Office Lease	0	0	6,240	0	6,240	0.0
2 Technical Adjustment to FY 2009-10 Refinance of General Fund in the Division of Local Government	(9,126)	0	9,126	0	0	0.0
NP-1 Statewide Information Technology Staff Consolidation	(21,592)	0	(30,061)	(37,446)	(89,099)	(9.9)
NP-2 Annual Fleet Vehicle Replacement	8,556	0	8,187	0	16,743	
<b>Total</b>	<b>(22,162)</b>	<b>0</b>	<b>(6,508)</b>	<b>(37,446)</b>	<b>(66,116)</b>	<b>(9.9)</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Local Affairs**

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**INFORMATIONAL ISSUE: Cash Fund Transfers to the General Fund**

This issue brief provides a status update of cash fund transfers to the General Fund for fiscal years 2008-09 and 2009-10 for funds administered by the Department of Local Affairs.

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**INFORMATIONAL ISSUE: Impact of Revenue Reductions on Grant Program Workload**

This issue brief reviews the impact that proposed revenue reductions would have on grant program workload in FY 2009-10.

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**ISSUE: Increase Property Tax Exemption Application and Reporting Fees**

This issue brief recommends that the fees in statute for the Property Tax Exemption Program be modified to accommodate the full costs of the program, thus eliminating the General Fund which necessary to cover current year program expenditures.

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**INFORMATIONAL ISSUE: Department of Local Affairs General Fund Expenditures**

This informational issue brief provides an overview of how the Department's General Fund is expended by line item and by line item type.

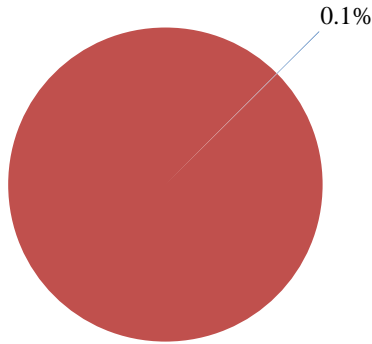
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**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Military and Veterans Affairs**

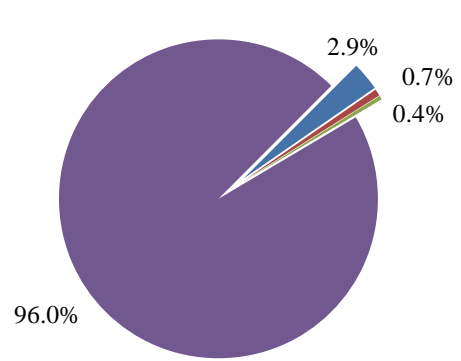
**GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund**



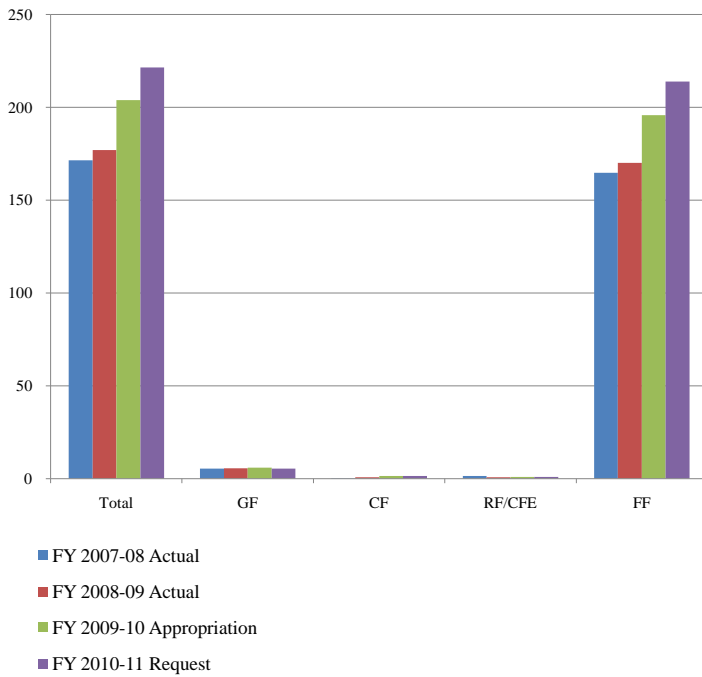
■ Department of Military and Veterans Affairs

**Department Funding Sources**

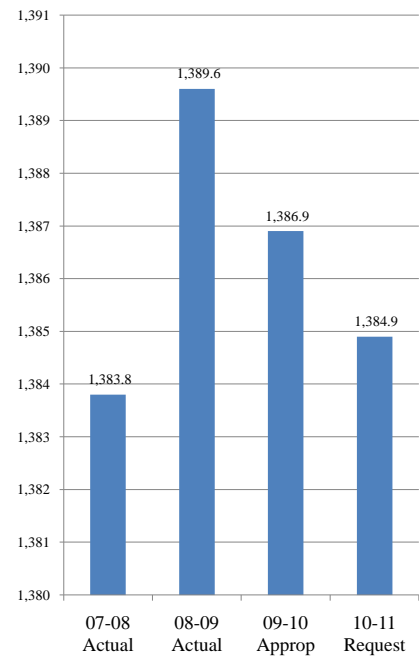


■ General Fund  
■ Cash Funds  
■ Reappropriated Funds  
■ Federal Funds

**Budget History  
(Millions of Dollars)**



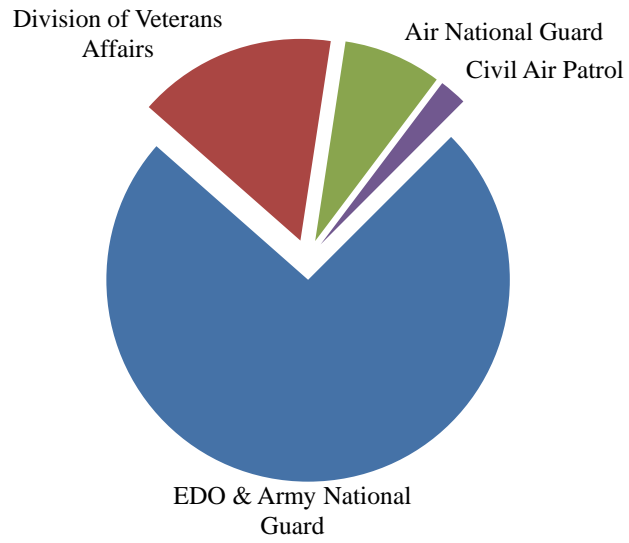
**FTE History**



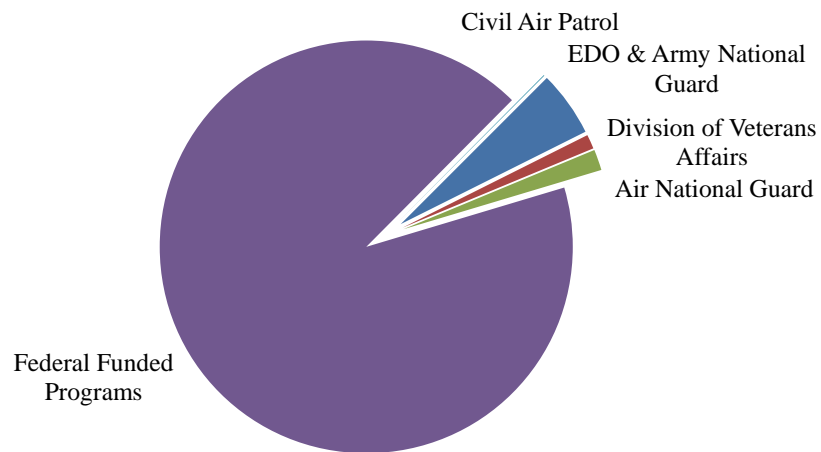
Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.



### Distribution of General Fund by Division



### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Military and Veterans Affairs**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$5.9	\$1.4	\$0.8	\$195.7	\$203.8	1,386.9
FY 2010-11 Request	5.4	1.4	0.8	213.8	221.4	1,384.9
Increase / (Decrease)	(\$0.5)	\$0.0	\$0.0	\$18.1	\$17.7	(2.0)
Percentage Change	-8.4%	2.6%	-0.1%	9.3%	8.7%	-0.1%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1	\$0	\$0	\$0	\$0	\$0	0.0
Restructure Civil Air Patrol and Federal Funded Programs Line Items						
Non-prioritized	(16,301)	0	0	0	(16,301)	0.0
Statewide decision items						
<b>Total</b>	<b>(\$48,903)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$48,903)</b>	<b>0.0</b>

**BASE REDUCTION PRIORITY LIST**

<b>Base Reduction</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1	(\$70,000)	\$0	\$0	\$0	(\$70,000)	0.0
Reduce Operations and Maintenance for Buckley Air Force Base.						
2	(50,000)	0	0	0	(50,000)	0.0
Reduce the Division of Veterans Affairs Operating Expenses.						
3	(277,199)	0	0	0	(277,199)	0.0
Reduce the Executive Director's Office Operating Expenses.						

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Military and Veterans Affairs**

<b>Base Reduction</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
Non-prioritized	(25,598)	0	0	(2,710)	(28,308)	0.0
Statewide Base Reductions.						
<b>Total</b>	<b>(\$422,797)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$2,710)</b>	<b>(\$425,507)</b>	<b>0.0</b>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Armory Construction**

In October 2007, the Federal National Guard Bureau awarded a new 800 soldier infantry battalion to Colorado. This increase in National Guard strength will bring \$8.2 million in annual federal payroll to the State, and require the construction of five new readiness centers (armories) around the state. The federal government will provide about \$63 million in construction funds, while the state must provide \$20 million.

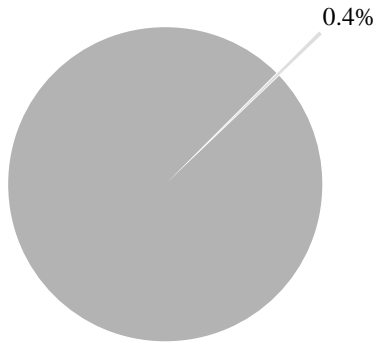
**ISSUE: Maintenance of The Department's Aging Facilities**

The age and condition of a number of armories around the State increases the State's financial responsibility for repairs and maintenance to these facilities and impacts the State's ability to respond to National and State missions.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Natural Resources**

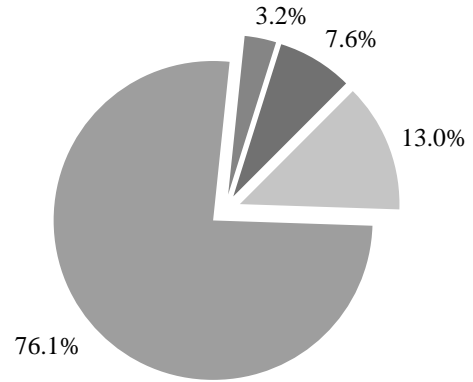
**GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund**



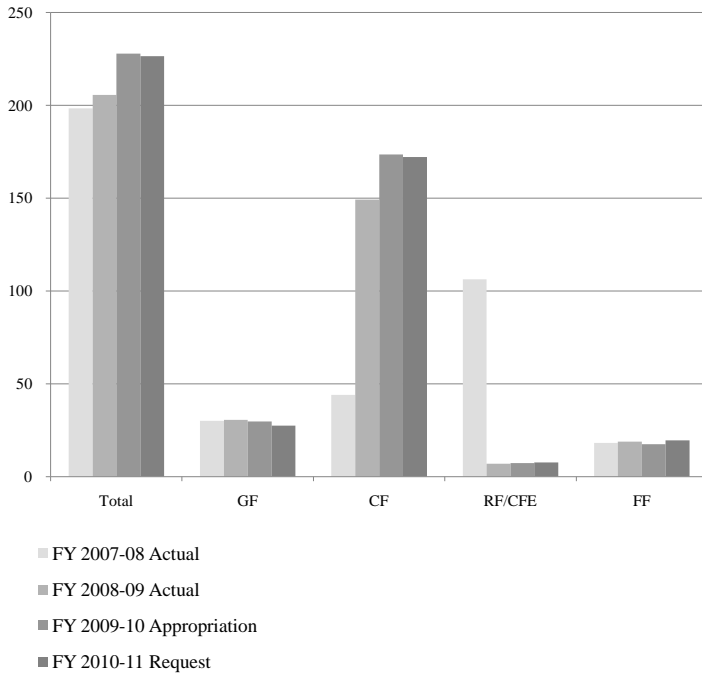
- Department of Natural Resources
- Statewide General Fund

**Department Funding Sources**

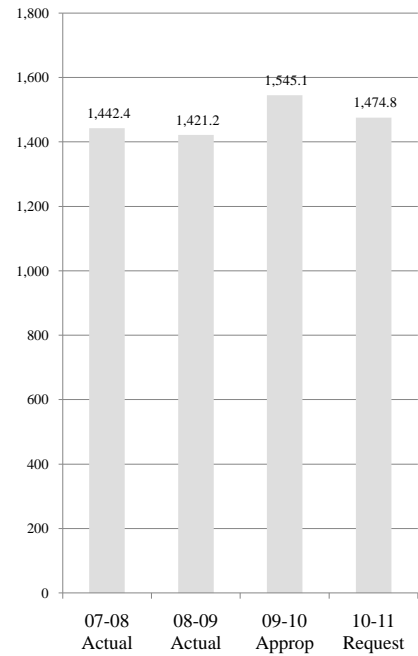


- General Fund
- Cash Funds
- Reappropriated Funds
- Federal Funds

**Budget History  
(Millions of Dollars)**

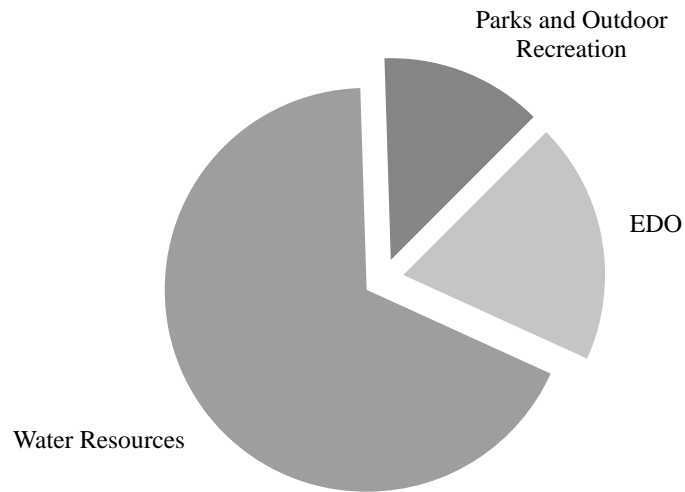


**FTE History**

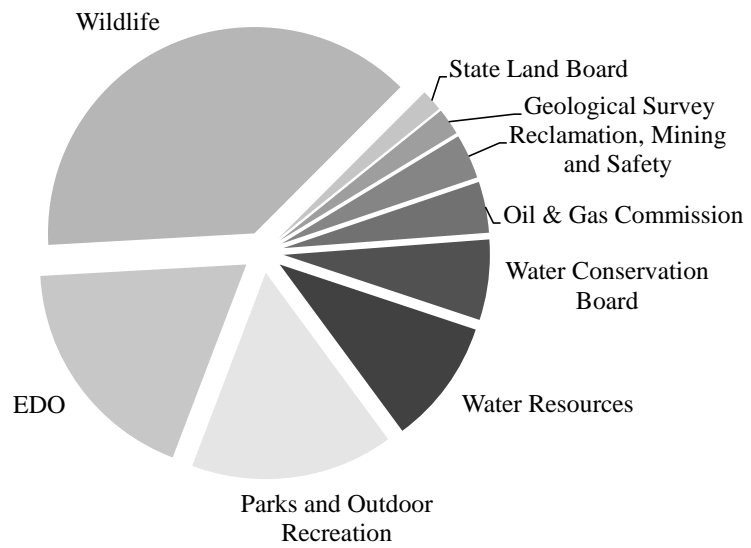


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

### Distribution of General Fund by Division



### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Natural Resources**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-ups on the Joint Budget Committee website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$29.7	\$173.4	\$7.3	\$17.4	\$227.8	1,545.1
FY 2010-11 Request	27.4	172.0	7.6	19.4	226.5	1,474.8
Increase / (Decrease)	(\$2.3)	(\$1.4)	\$0.3	\$2.0	(\$1.4)	(70.3)
Percentage Change	-7.6%	-0.8%	3.6%	11.8%	-0.6%	-4.6%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Leased Space Adjustments	(19,573)	48,694	(1,557)	2,919	30,483	0.0
2 Public Access Program Damage and Enhancement Reappropriation	0	0	225,000	0	225,000	0.0
3 Shift Funding for the Division of Wildlife from the Capital Construction to the Operating Budget	0	2,231,880	0	0	2,231,880	0.0
4 State Parks Capital Line Item Consolidation and Capital Reorganization	0	6,750,000	0	1,350,000	8,100,000	0.0
5 Increase Fee Revenue for Satellite Monitoring System	(20,000)	20,000	0	0	0	0.0
NP-1 Statewide Information Technology Staff Consolidation	(96,173)	(312,534)	(155,510)	(21,743)	(585,960)	(64.0)
NP-2 Annual Fleet Vehicle Replacements	9,521	177,879	0	(16,910)	170,490	0.0
<b>Total</b>	<b>(126,225)</b>	<b>8,915,919</b>	<b>67,933</b>	<b>1,314,266</b>	<b>10,171,893</b>	<b>(64.0)</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Natural Resources**

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Status of the Operational Account of the Severance Tax Trust Fund**

Discusses the status of fund balances and revenue volatility in the Operational Account of the Severance Tax Trust Fund.

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**ISSUE: Oil and Gas Development Activity and OGCC Workload**

Provides an update on oil and gas activity in Colorado and the workload and staffing of the Oil and Gas Conservation Commission.

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**INFORMATIONAL ISSUE: State Land Board Direct Sales Legislative Proposal**

Discusses the State Land Board's 2010 Session legislative proposal to allow the Land Board to make direct sales to local governments.

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**ISSUE: Options for Cash Funds Transfers to the General Fund**

Discusses options for Cash Fund Transfers from the Colorado Water Conservation Board Construction Fund and the Perpetual Base Account of the Severance Tax Trust Fund to the General Fund to Address the Projected FY 2009-10 and FY 2010-11 General Fund Revenue Shortfall.

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**ISSUE: State Parks Funding**

Provides a summary of various measures to increase revenues at state parks through increased fees, reduced expenditures, as well as a proposal to provide additional funding to State Parks from the Operational Account of the Severance Tax.

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**ISSUE: Division of Water Resources Cash Funding of Ground Water Management Program**

Provides options for cash funding of the Ground Water Management Program in the Division of Water Resources.

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**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Natural Resources**

**INFORMATIONAL ISSUE: Department Proposal to Shift Funding in the Divisions of Parks and Outdoor Recreation and Wildlife from the Capital Construction to the Operating Budget**

Provides a summary of the Division of Parks and Outdoor Recreation and the Division of Wildlife proposals to re-organize their capital construction budgets and move part of their re-organized capital construction line items into the operating side of the budget.

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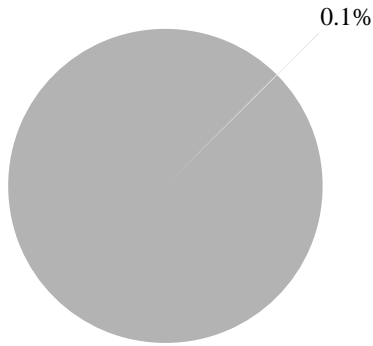
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**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Personnel and Administration**

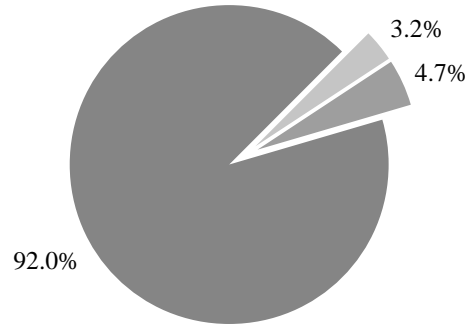
**GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund**



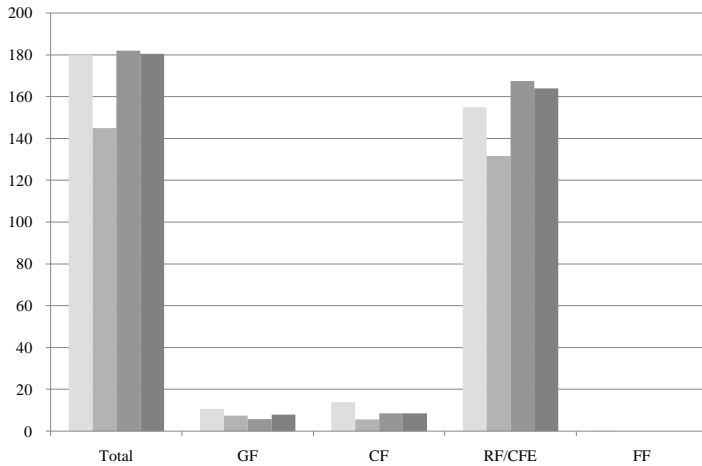
- Department of Personnel
- Statewide General Fund

**Department Funding Sources**



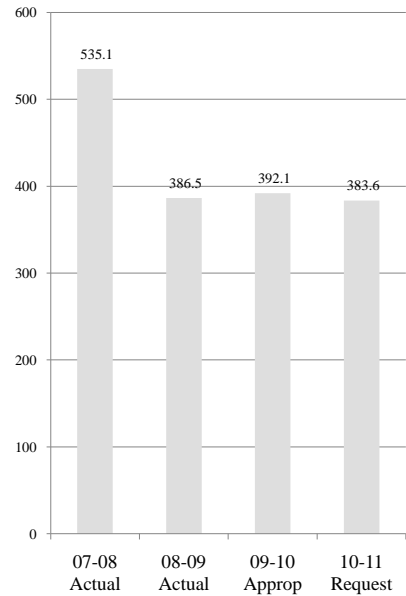
- General Fund
- Cash Funds
- Reappropriated Funds
- Federal Funds

**Budget History  
(Millions of Dollars)**



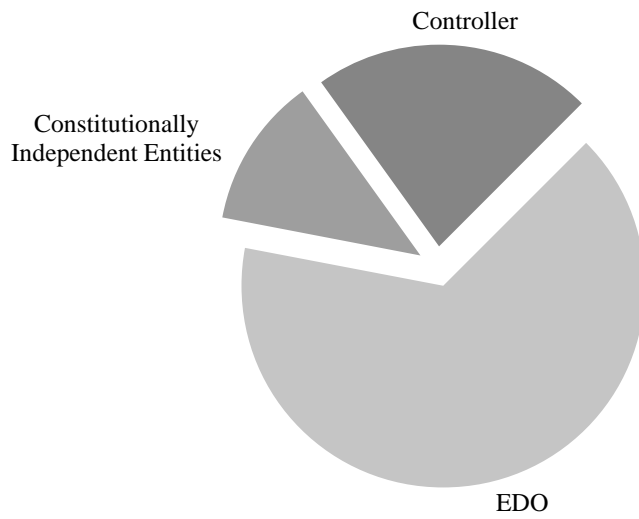
- FY 2007-08 Actual
- FY 2008-09 Actual
- FY 2009-10 Appropriation
- FY 2010-11 Request

**FTE History**

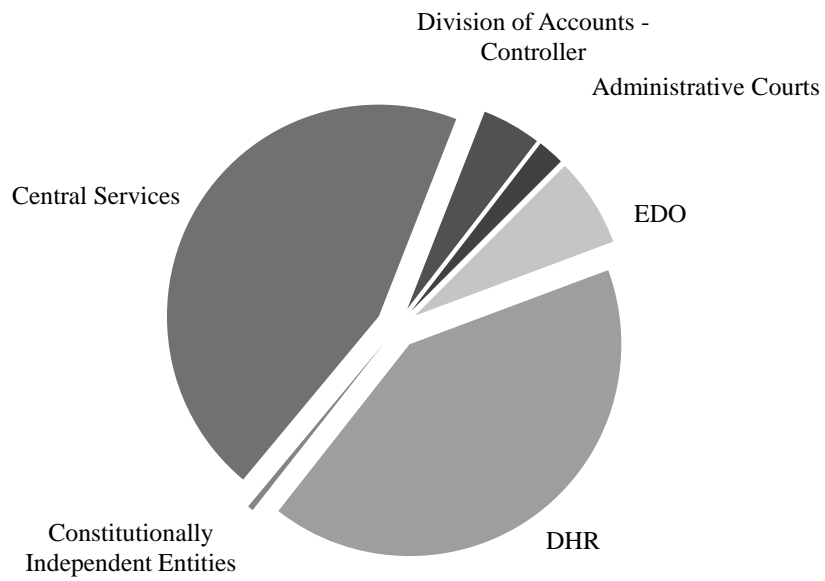


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

### Distribution of General Fund by Division



### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Personnel and Administration**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$5.9	\$8.6	\$167.4	\$0.0	\$181.9	392.1
FY 2010-11 Request	8.0	8.6	163.9	0.0	180.5	383.6
Increase / (Decrease)	\$2.1	\$0.0	(\$3.5)	\$0.0	(\$1.4)	(8.5)
Percentage Change	35.6%	0.0%	-2.1%	n/a	-0.8%	-2.2%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 FTE Reallocation	0	0	0	0	0	0.0
2 Employee Benefits Services' Operating Reduction	0	(41,434)	0	0	(41,434)	0.0
3 Annual Fleet Vehicle Replacements	0	0	2,549,157	0	2,549,157	0.0
<b>Total - Decision Items</b>	<b>\$0</b>	<b>(\$41,434)</b>	<b>\$2,549,157</b>	<b>\$0</b>	<b>\$2,507,723</b>	<b>0.0</b>
<b>Non-Prioritized Statewide Decision Items</b>						
NPSWDI-1 SW Common Policy - OIT Consolidation	0	(69,780)	0	0	(69,780)	0.0
<b>Total - Non-Prioritized Statewide Decision Items</b>	<b>\$0</b>	<b>(\$69,780)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$69,780)</b>	<b>0.0</b>
<b>Non-Prioritized DPA Corresponding Spending Authority Items</b>						

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Personnel and Administration**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
NP-1 Fleet Vehicle Lease for Corrections DI-2	0	0	31,740	0	31,740	0.0
NP-2 Fleet Vehicle Lease for Department of Public Safety	0	0	12,000	0	12,000	0.0
NP-3 Fleet Vehicle Lease for Department of Public Safety	0	0	19,410	0	19,410	0.0
<b>Total - Non-Prioritized DPA Corresponding Spending Authority Items</b>	<b>\$0</b>	<b>\$0</b>	<b>\$63,150</b>	<b>\$0</b>	<b>\$63,150</b>	<b>0.0</b>
<b>Total</b>	<b>\$0</b>	<b>(\$111,214)</b>	<b>\$2,612,307</b>	<b>\$0</b>	<b>\$2,501,093</b>	<b>0.0</b>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Proposed Legislation by the Public Employees Retirement Association (PERA)**

The Public Employees Retirement Association's (PERA) net assets have decreased from \$41.4 billion as of December 31, 2007, to \$30.9 billion as of July 31, 2009. Three of PERA's divisions have infinite amortization periods, and there is a possibility of the funds becoming insolvent within the next 30 years. PERA has developed a legislative package that increases employer and employee contributions, and decreases certain benefits for retirees.

**INFORMATIONAL ISSUE: Total Compensation**

Recent audits of the State's total compensation survey process have found great potential for improvement in how the State evaluates total compensation. Given the significant fiscal impact of the total compensation dollars (over \$1.0 billion), it is concerning that the Department has found it challenging to follow industry standards and best practices.

**INFORMATIONAL ISSUE: Outcomes of Prior Actions to Reduce State Fleet Expenditures**

During prior fiscal downturns, the Legislative and the Executive branch implemented several policies with the purpose of generating savings and efficiencies within the State fleet. However, the

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Personnel and Administration**

intended savings did not fully materialize. They were typically offset by increased expenditures elsewhere in the State budget.

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**ISSUE: Commuter Vehicles**

Although it is in the State's best interests for certain employees to take home a fleet vehicle, staff has identified over 1,250 commuters for whom this practice should be questioned. Colorado incurs approximately \$2.5 million to \$3.5 million annually to subsidize commutes, of which over \$1.1 million is General Fund.

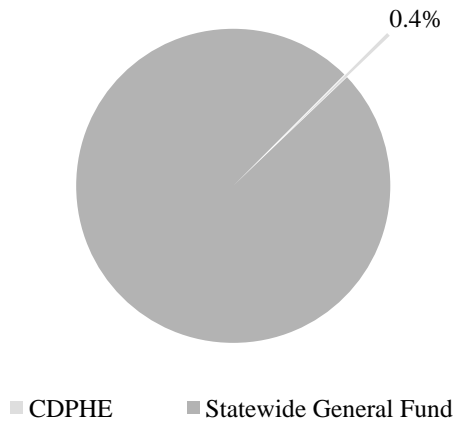
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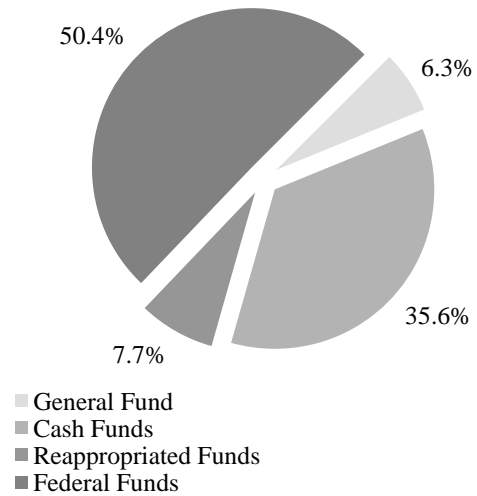
**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Public Health and Environment**

**GRAPHIC OVERVIEW**

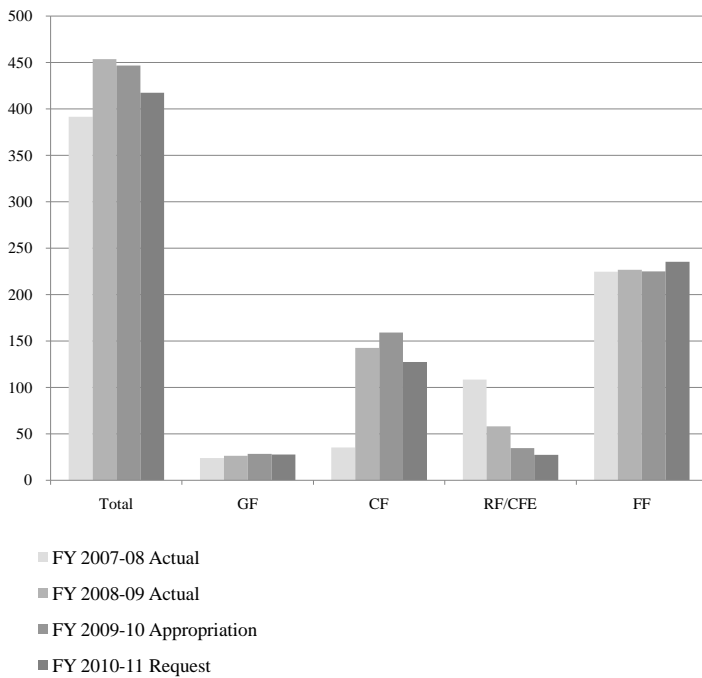
**Share of Statewide General Fund**



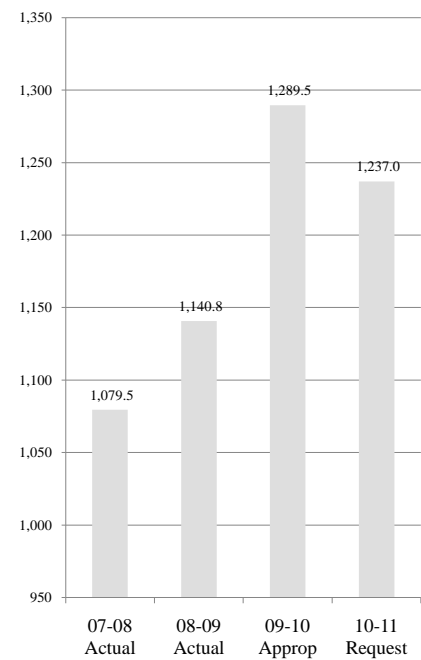
**Funding Sources**



**Budget History**  
(Millions of Dollars)

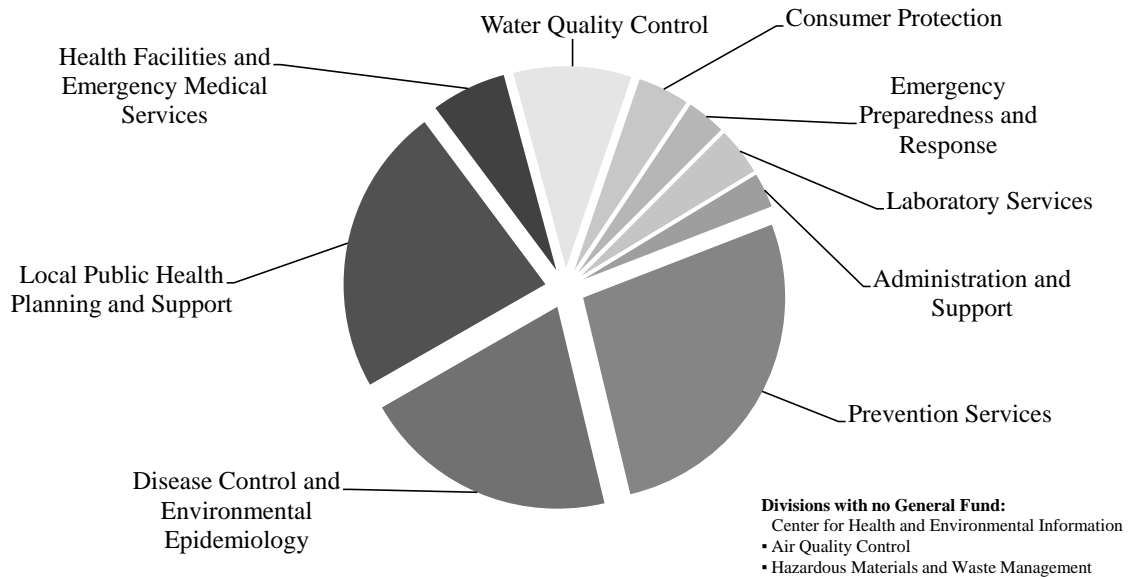


**FTE History**

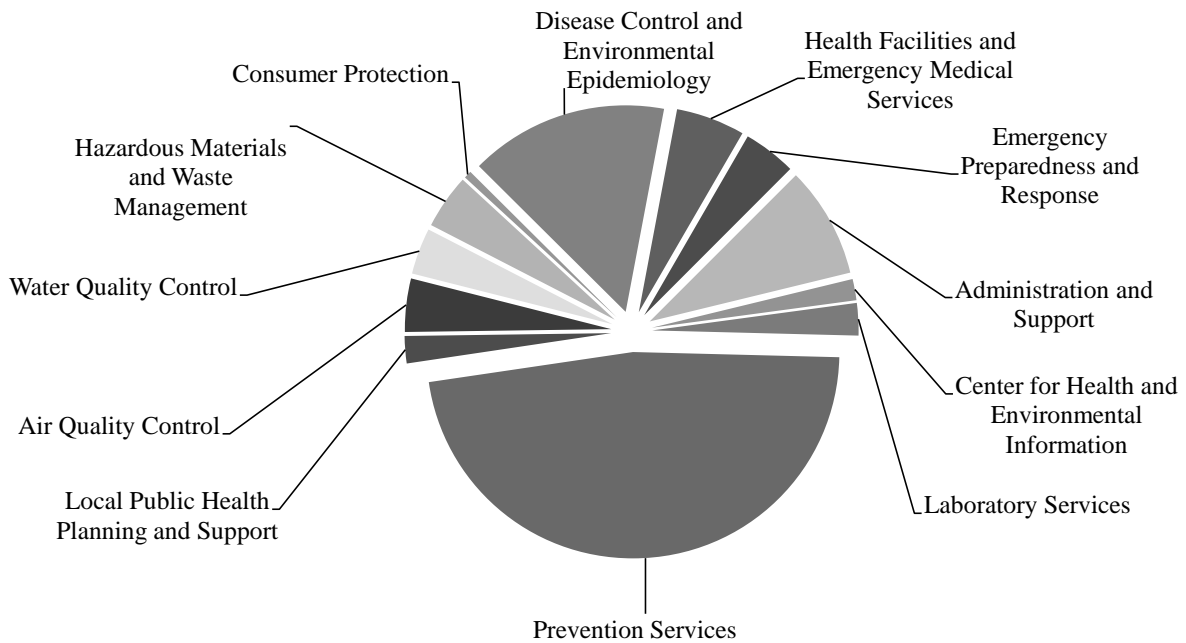


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

### Distribution of General Fund by Division



### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Public Health and Environment**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-ups on the Joint Budget Committee website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$28.2	\$158.9	\$34.5	\$224.9	\$446.5	1,289.5
FY 2010-11 Request	27.7	127.1	27.2	235.3	417.2	1,237.0
Increase / (Decrease)	(\$0.6)	(\$31.8)	(\$7.3)	\$10.4	(\$29.3)	(52.5)
Percentage Change	-2.0%	-20.0%	-21.0%	4.6%	-6.6%	-4.1%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Water Quality Control Division Water Quality Control Fund	0	199,032	0	0	199,032	0.0
2 North Front Range Emissions Technical Center	0	130,478	0	0	130,478	1.0
3 Long Bill Realignment	0	0	0	0	0	0.0
NP-11 Statewide Information Technology Staff Consolidation	(27,738)	(72,694)	(198,448)	(320,395)	(619,275)	(65.8)
NP-12 Annual Fleet Vehicle Replacements	0	98,914	23,885	11,586	134,385	0.0
<b>Total</b>	<b>(27,738)</b>	<b>355,730</b>	<b>(174,563)</b>	<b>(308,809)</b>	<b>(155,380)</b>	<b>(64.8)</b>

<b>Base Reduction Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
BR #NP5 Amendment 35 Funding Reduction	0	(21,200,983)	(4,490,435)	0	(25,691,418)	0.0
<b>Total</b>	<b>0</b>	<b>(21,200,983)</b>	<b>(4,490,435)</b>	<b>0</b>	<b>(25,691,418)</b>	<b>0.0</b>



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Public Health and Environment**

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Options for General Fund Savings in the Environmental Divisions**

Of the environmental divisions, only Water Quality Control and Consumer Protection receive General Fund appropriations and therefore provide opportunities for General Fund reductions.

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**ISSUE: Hazardous Substance Response Fund Status and Legislative Proposal**

As a result of cash fund transfers from the Hazardous Substance Response Fund (HSRF) to the General Fund in FY 2008-09 and FY 2009-10 and declining revenues from tipping fees, the Department estimates that the HSRF will become insolvent in FY 2015-16 and may become functionally inoperable in FY 2011-12.

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**INFORMATIONAL ISSUE: Decision Item #2 - North Front Range Emissions Technical Center**

The Department is requesting a total of \$130,478 cash funds and 1.0 FTE to support a new Emissions Technical Center for the North Front Range as a result of the expansion of the boundaries of the Automobile Inspection and Readjustment (AIR) program area.

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**ISSUE: Oil and Gas Permitting Consultation Workload is Lower than Anticipated**

The Department's consultation workload on oil and gas applications for permits to drill (APDs) has not kept pace with expectations.

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**ISSUE: Proposed Tobacco-settlement Legislation**

Staff recommends that the Committee carry a bill that extends for one year several of the provisions of S.B. 09-269, a bill that the JBC carried during the 2009 session. Such a bill will result in the transfer of about \$5 million of tobacco-settlement revenue to the General Fund.

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Public Health and Environment**

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**ISSUE: Appropriations of Amendment-35 Tobacco Tax Revenues to Support Medical Services Premiums in HCPF**

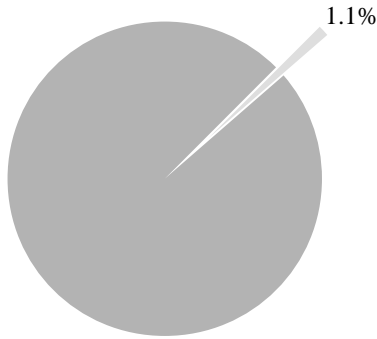
The Governor's August budget balancing proposal includes a total of \$15 million in appropriations from the cash funds that support three of CDPHE's Amendment 35 grant programs. These appropriations would support Medical Services Premiums in HCPF in FY 2009-10. CDPHE's November budget request includes another \$25.7 million in appropriations from the same cash funds, this time to support HCPF Medical Services Premiums in FY 2010-11.

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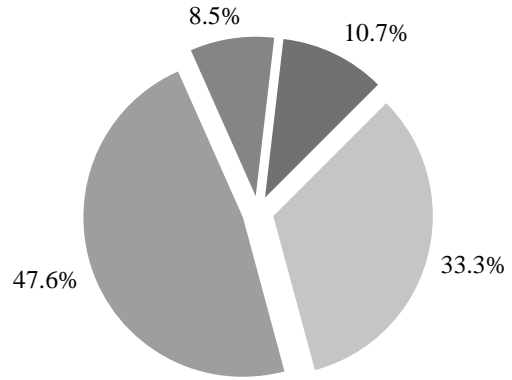
**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
 Department of Public Safety  
 GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund**



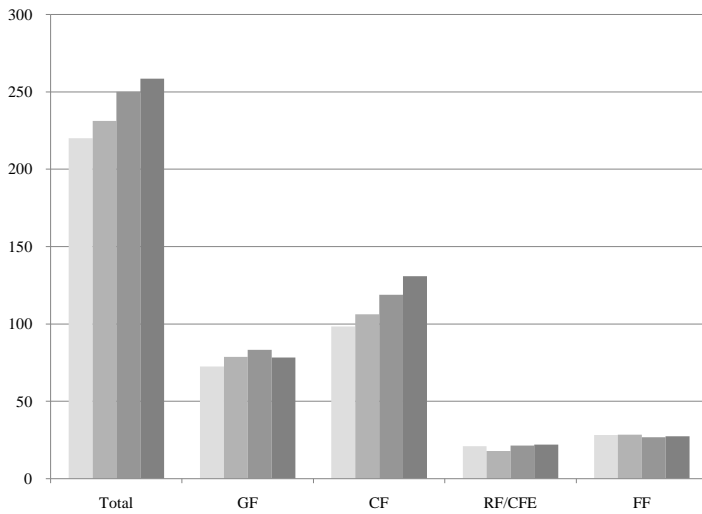
- Department of Public Safety
- Statewide General Fund

**Department Funding Sources**



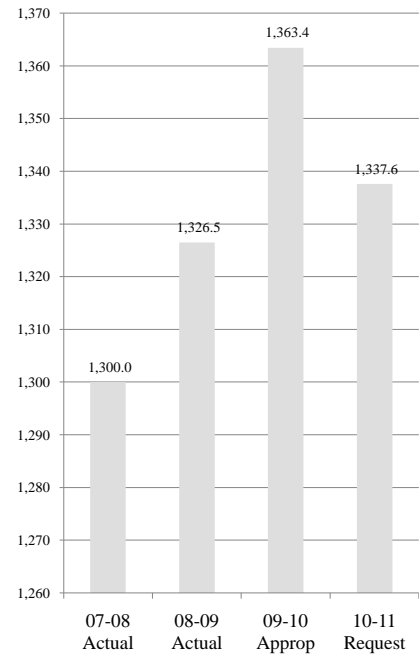
- General Fund
- Cash Funds
- Reappropriated Funds
- Federal Funds

**Budget History  
(Millions of Dollars)**



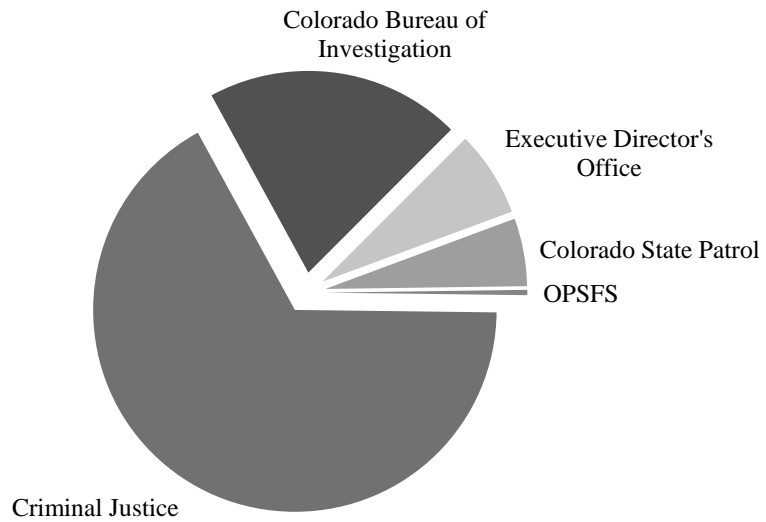
- FY 2007-08 Actual
- FY 2008-09 Actual
- FY 2009-10 Appropriation
- FY 2010-11 Request

**FTE History**

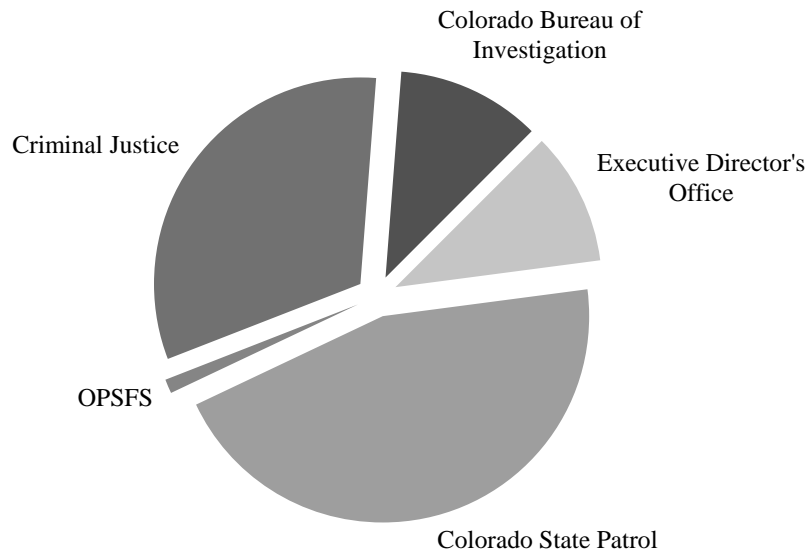


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

**Distribution of General Fund by Division**



**Distribution of Total Funds by Division**



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Public Safety**

**OVERVIEW OF NUMBERS PAGES**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$83.2	\$118.9	\$21.2	\$26.6	\$249.9	1,363.4
FY 2010-11 Request	78.2	130.8	22.0	27.4	258.4	1,337.6
Increase / (Decrease)	(\$5.0)	\$11.9	\$0.8	\$0.8	\$8.5	(25.8)
Percentage Change	-6.0%	10.0%	3.8%	3.0%	3.4%	-1.9%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>HUTF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Computer Aided Dispatch, Records Management System, and Mobile Data Computer Asset Maintenance	\$0	\$0	\$2,000,000	\$0	\$0	\$2,000,000	0.0
2 Officer Safety Equipment Package	0	0	278,420	0	0	278,420	0.0
3 Additional Gaming Trooper FTE	0	0	0	469,584	0	469,584	4.0
4 InstaCheck Unit Spending Authority Increase	0	74,976	0	0	0	74,976	0.0
5 E-470 Spending Authority Increase	0	78,511	0	0	0	78,511	0.0
6 Gaming Spending Authority Increase	0	0	0	21,790	0	21,790	0.0
7 Vehicles for Fire Inspectors	0	(12,298)	0	0	0	(12,298)	0.0
8 Additional Fleet Vehicles	(734)	0	0	0	(2,002)	(2,736)	0.0

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Department of Public Safety**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>HUTF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
9 Technical Adjustment to Identification and InstaCheck	(40,602)	40,602	0	0	0	0	0.0
10 Technical Adjustment to Communications Services	0	39,834	4,493	(46,184)	1,857	0	0.0
11 Refinance LEAF to HUTF "Off the Top"	0	0	1,082,980	0	0	1,082,980	0.0
NP-1 Annual Fleet Vehicle Replacements	52,015	36,510	1,768,059	48,403	22,606	1,927,593	0.0
NP-2 Statewide Information Technology Staff Consolidation	(145,486)	(5,925)	(125,482)	(20,182)	0	(297,075)	(33.0)
<b>Total Change Requests</b>	<b>(\$134,807)</b>	<b>\$252,210</b>	<b>\$5,008,470</b>	<b>\$473,411</b>	<b>\$22,461</b>	<b>\$5,621,745</b>	<b>(29.0)</b>

**SUMMARY OF BASE REDUCTION ITEMS**

<b>Base Reduction</b>	<b>GF</b>	<b>CF</b>	<b>HUTF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Community Corrections Discharge Planning	(160,489)	0	0	0	0	(160,489)	(2.0)
2 FTE for Recidivism Reduction Package Research and Evaluation	(96,229)	0	0	0	0	(96,229)	(0.6)
3 Community Corrections Boards Administration	(25,000)	0	0	0	0	(25,000)	0.0
<b>Total</b>	<b>(\$281,718)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$281,718)</b>	<b>(2.6)</b>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Decision Item 1 - Replace Computer Aided Dispatch (CAD), Records Management System (RMS), and Mobile Data Computer Asset Maintenance (MDC) Hardware and Software Architectures**

The Department requests \$2,000,000 HUTF "Off the Top" continuously appropriated in order to establish an asset maintenance budget for the replacement and on-going maintenance of the Colorado

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
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State Patrol (CSP) communications systems. The Department estimates total costs for the three systems in FY 2010-11 would be \$10,231,100.

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**ISSUE: HUTF "Off-the-Top" Growth**

The statutory framework of the HUTF "Off-the-Top" distributions allows the Colorado State Patrol and the Department of Revenue Ports of Entry divisions to continue to grow their funding base by 6.0 percent annually regardless of the HUTF or statewide revenue fluctuations.

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**ISSUE: Eliminate General Fund Support for CBI InstaCheck and Criminal Identification**

As part of the Governor's August 24, 2009, budget balancing proposal, the Department of Public Safety submitted two requests to refinance the funding mechanisms for the Colorado Bureau of Investigation's State Point of Contact - National Instant Criminal Background Check Program and the Criminal Identification component within the Colorado Bureau of Investigation Identification Unit.

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**ISSUE: Sherman Anti-Trust Act and State Troopers Salary Survey Process**

A Colorado State Auditor Report from May 2009, titled "Annual Compensation Survey Performance Evaluation Department of Personnel & Administration" raises concerns that current statutory requirements related to the Department of Personnel's survey process for state troopers conflict with federal guidelines.

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**ISSUE: Community Corrections Funding Level**

The policy of placing 11.5 percent of the inmate population from the Department of Corrections (DOC) in community corrections could be modified to achieve budgetary savings. Modifying the level of funding based on the actual usage of residential versus non-residential transition community corrections beds would achieve this savings.

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**ISSUE: Open Allocation for Community Corrections**

Despite efforts to increase the number of offenders in community corrections programs by implementing an open allocation method for providing community corrections funding to local

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Public Safety**

community corrections boards, a backlog of inmates awaiting community corrections programs still exists in the Department of Corrections (DOC).

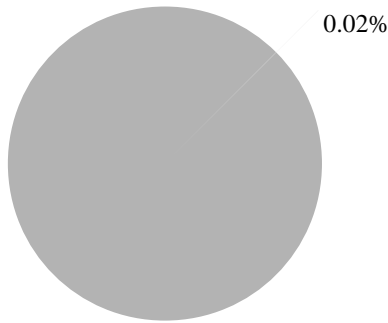
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**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Regulatory Agencies**

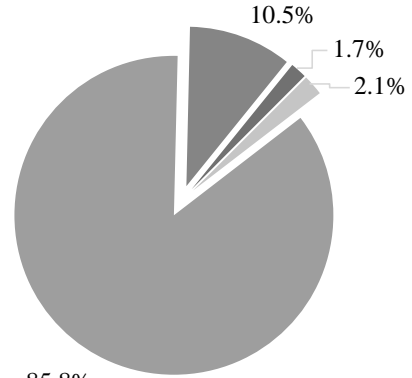
**GRAPHIC OVERVIEW**

**Department's Share of Statewide General Fund**



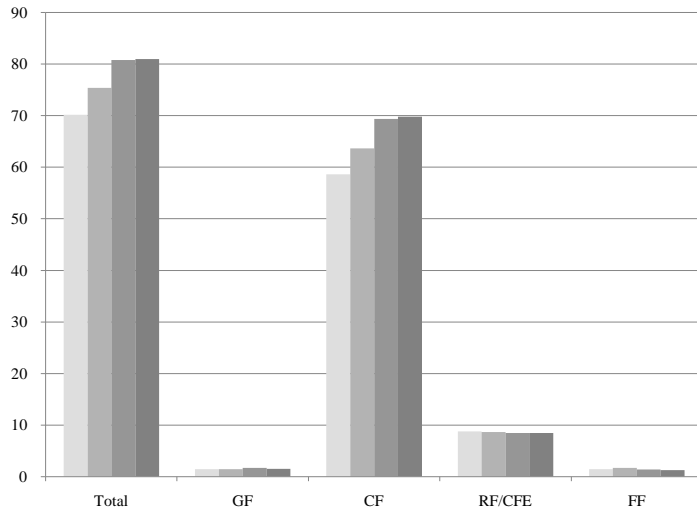
- Department of Regulatory Agencies
- Statewide General Fund

**Department Funding Sources**



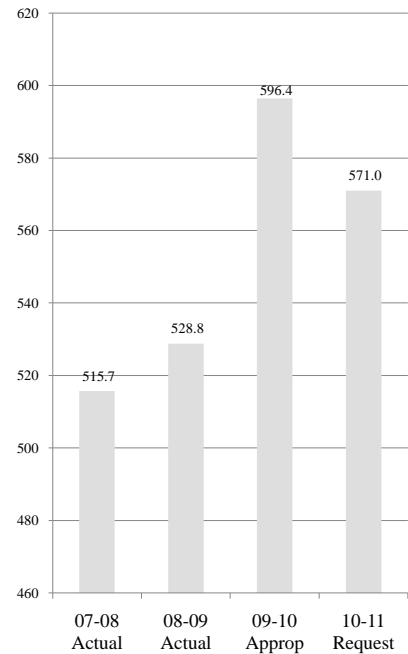
- General Fund
- Cash Funds
- Reappropriated Funds
- Federal Funds

**Budget History  
(Millions of Dollars)**



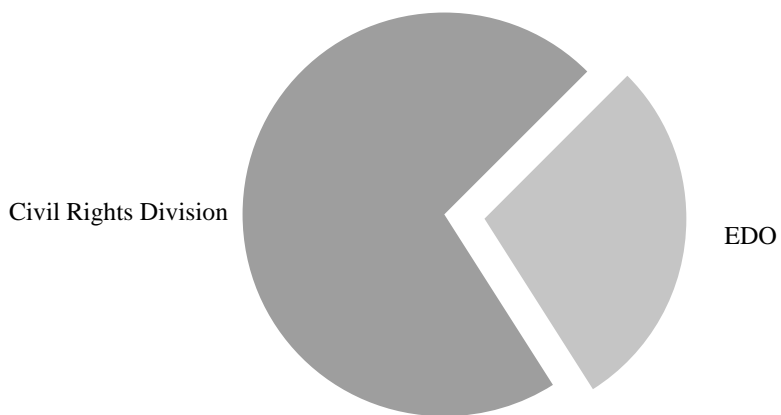
- FY 2007-08 Actual
- FY 2008-09 Actual
- FY 2009-10 Appropriation
- FY 2010-11 Request

**FTE History**

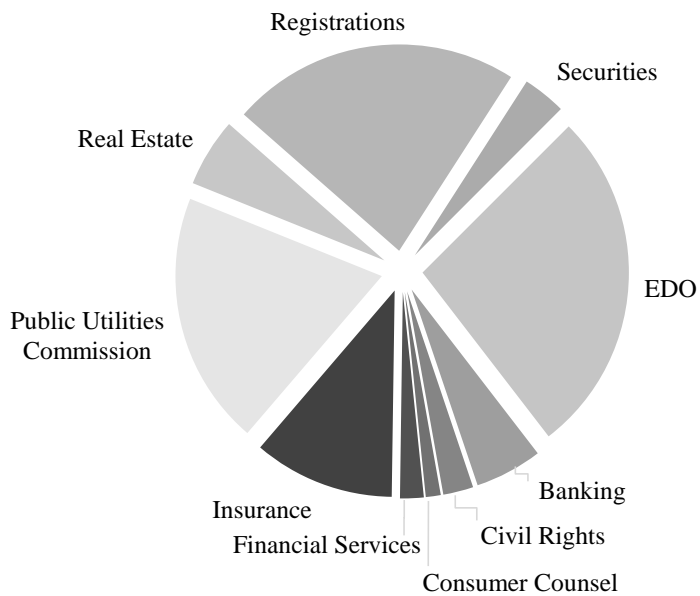


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

### Distribution of General Fund by Division



### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Regulatory Agencies**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$1.7	\$69.3	\$8.5	\$1.3	\$80.8	596.4
FY 2010-11 Request	1.5	69.8	8.5	1.2	81.0	571.0
Increase / (Decrease)	(\$0.2)	\$0.5	\$0.0	(\$0.1)	\$0.2	(25.4)
Percentage Change	(11.8)%	0.7%	0.0%	(7.7)%	0.2%	(4.3)%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Funding for Contract Security Officer	0	0	66,955	0	66,955	0.0
2 Increase Funding for Securities Investigators	0	67,848	0	0	67,848	1.0
NP-1 Annual Fleet Vehicle Replacement	0	54,308	0	0	54,308	0.0
NP-2 Statewide Information Technology Staff Consolidation	0	0	(207,646)	0	(207,646)	(25.5)
<b>Total</b>	<b>0</b>	<b>122,156</b>	<b>(140,691)</b>	<b>0</b>	<b>(18,535)</b>	<b>(24.5)</b>

**BASE REDUCTION ITEM PRIORITY LIST**

<b>Base Reduction</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Civil Rights Division General Fund Reduction	(129,945)	0	0	0	(129,945)	(1.0)
<b>Total</b>	<b>(129,945)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(129,945)</b>	<b>(1.0)</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Regulatory Agencies**

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Proposed Changes to Colorado's Insurance Premium Tax**

Current statute allows an insurance company with offices in Colorado to qualify those offices as a home or regional home office, if the company provides proof to the Division of Insurance that the offices perform two-thirds of the functions listed in Section 10-3-209 (1) (b) (II), C.R.S. Home and regional home offices qualify for a 1.0 percent insurance premium tax rate, while companies and offices that do not qualify pay a 2.0 percent insurance premium tax. If changes are made to statute requiring companies to perform all of the functions listed in Section 10-3-209 (1) (b) (II), C.R.S. than an estimated \$23 million additional revenue can be generated for the General Fund.

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**ISSUE: Assessing the Insurance Premium Tax to Pinnacol Assurance's Premiums**

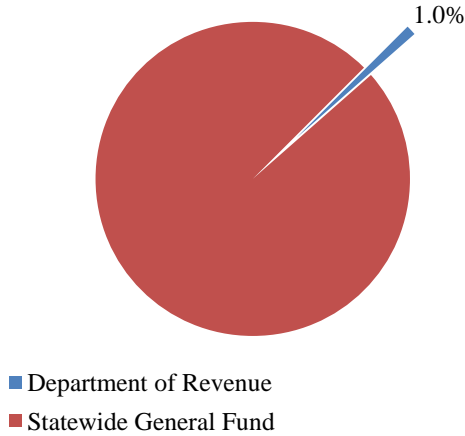
Currently Pinnacol Assurance is exempt from paying the insurance premium tax of 1.0 percent on written premiums. If Pinnacol Assurance had to pay the IPT, the \$513 million of written premiums in calendar year 2008, would have generated \$5.1 million in revenue for the General Fund.

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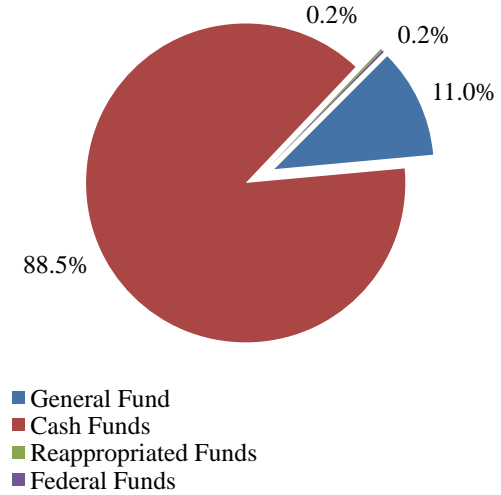
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**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Revenue  
GRAPHIC OVERVIEW**

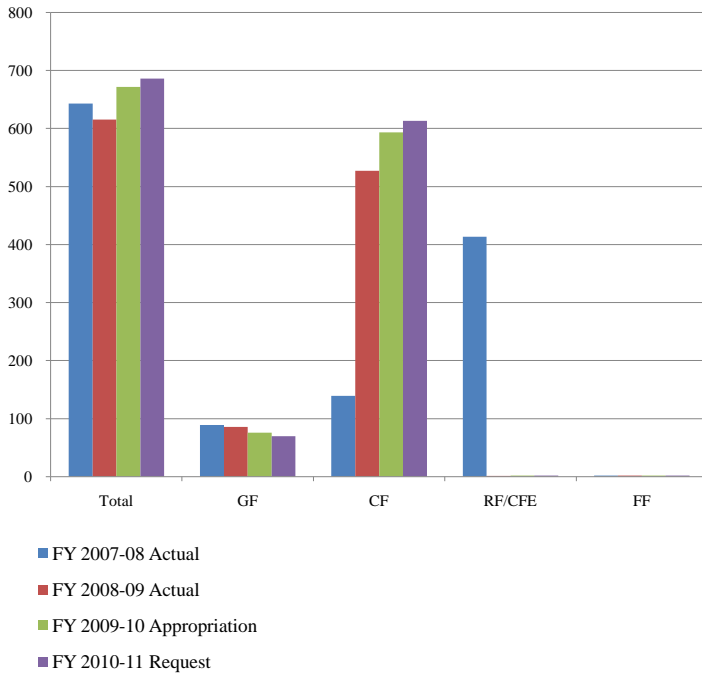
**Department's Share of Statewide General Fund**



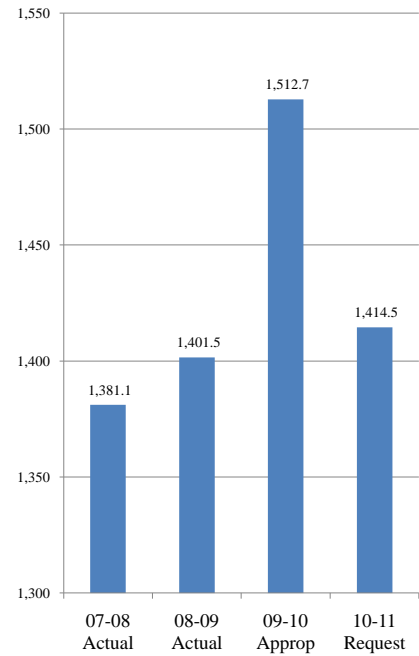
**Department Funding Sources**



**Budget History  
(Millions of Dollars)**

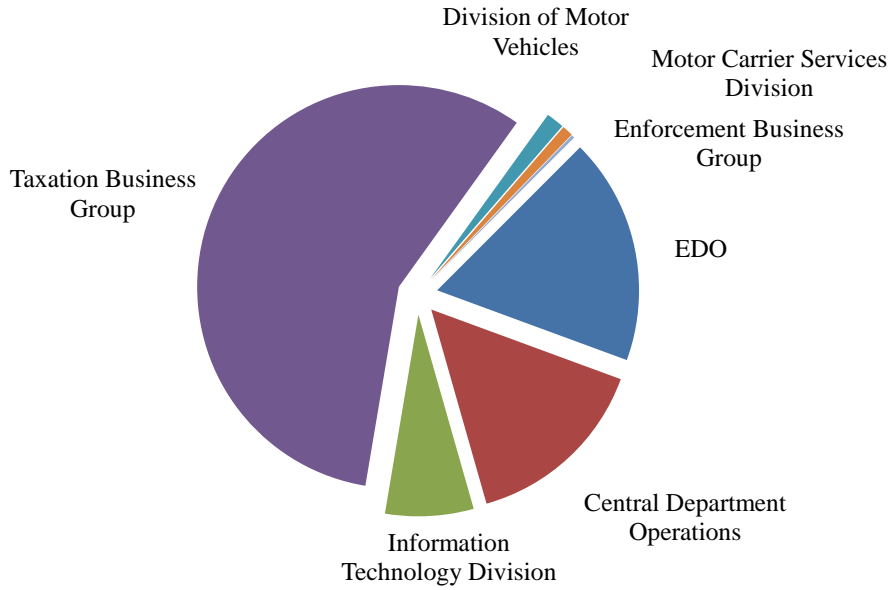


**FTE History**

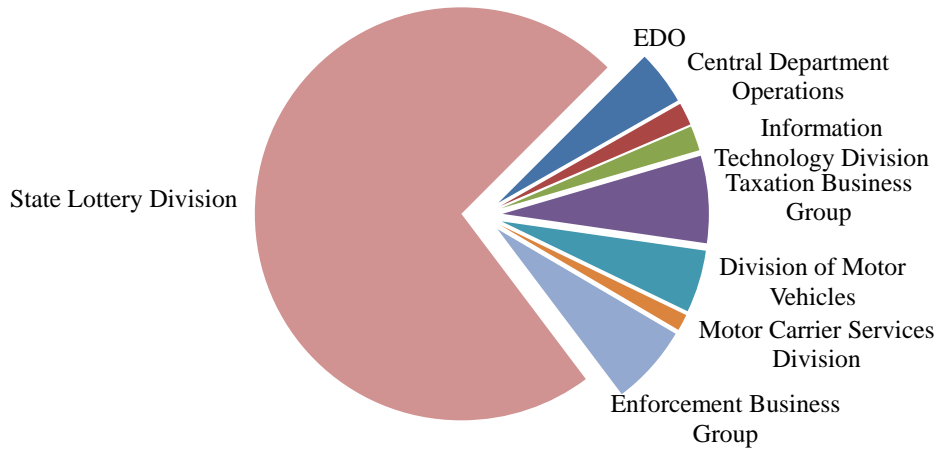


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

**Distribution of General Fund by Division**



**Distribution of Total Funds by Division**



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Revenue**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. The column titled HUTF, (Highway Users Tax Fund) breaks out the appropriation for the HUTF "Off-the-top" appropriation, which is included in the Cash Funds column. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>HUTF</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$75.7	\$607.2	\$1.4	\$1.5	\$685.8	\$13.6	1,512.7
FY 2010-11 Request	69.7	613.1	1.5	1.5	685.8	12.5	1,414.5
Increase / (Decrease)	(\$6.0)	\$5.9	\$0.1	\$0.0	\$0.0	(\$1.1)	(98.2)
Percentage Change	-8.0%	1.0%	8.0%	-0.3%	0.0%	-8.2%	-6.5%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>HUTF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Treasury Offset Program.	158,680	0	0	0	0	158,680	0.0
1b Extension of DMV Refinance from HUTF License Fee Collections.	(20,113,225)	17,362,554	2,750,671	0	0	0	0.0
2 Delinquency Billings	163,849	0	0	0	0	163,849	0.0
3 Vehicle Emissions Enhanced Service Area Expansion.	0	128,360	0	0	0	128,360	2.0
4 Interactive Voice Response Phone System - Hearing Division	0	0	0	0	0	0	0.0
5 Creation of a Program Section for Ignition Interlock Subsidy Program	0	0	0	0	0	0	0.0
Non-Prioritized Statewide Information Technology Staff Consolidation	(476,021)	(358,758)	(37,399)	(49,482)	0	(921,660)	(106.2)

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Revenue**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>HUTF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
Multiple Divisions. Statewide Decision Item.							
Non-Prioritized Statewide Annual Fleet Vehicle Replacements	15,413	(1,660)	(1,600)	0	0	12,153	0.0
<b>Total</b>	<b>(20,251,304)</b>	<b>17,130,496</b>	<b>2,711,672</b>	<b>(49,482)</b>	<b>0</b>	<b>(458,618)</b>	<b>(104.2)</b>

**BASE REDUCTION PRIORITY LIST**

<b>Base Reduction</b>	<b>GF</b>	<b>CF</b>	<b>HUTF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Transfer of Motor Carrier Services Operating for Dispatch Services Program Cuts	0	0	(52,704)	0	0	(52,704)	0.0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>(52,704)</b>	<b>0</b>	<b>0</b>	<b>(52,704)</b>	<b>0.0</b>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Effectiveness of increased appropriation for audits of out-of-state companies doing business in Colorado.**

For FY 2008-09, the General Assembly approved an increase for out-of-state travel for Colorado-based auditors. The Department estimated that audit production would increase by \$22.2 million, resulting in increased General Fund revenues of \$8.9 million in FY 2008-09. Actual audit production increased by \$18.0 million, resulting in additional General Fund revenues of \$7.2 million.

**INFORMATIONAL ISSUE: Colorado State Titling and Registration Account**

Current projections show that the Colorado State Titling and Registration (CSTAR) Account will have a negative fund balance by the end of FY 2010-11. This has occurred as titling activity, especially for new vehicles, has fallen dramatically as the economy has worsened over the last several years.



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Revenue**

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**INFORMATIONAL ISSUE: Status of Colorado Integrated Tax Architecture Project**

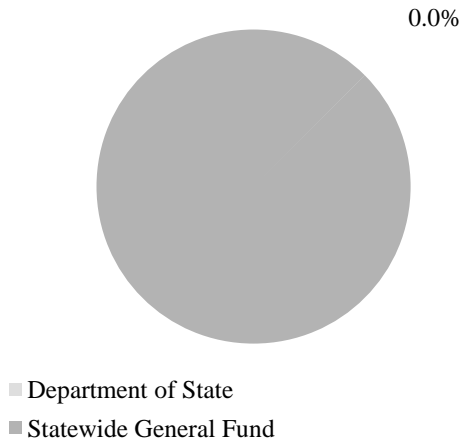
The Colorado Integrated Tax Architecture (CITA) project is an information technology (IT) project to replace the Department of Revenue's aging tax systems and infrastructure. At \$56.4 million, it is one of the most expensive IT projects the State has ever undertaken. The project is scheduled to be completed in five phases, over about a five year period.

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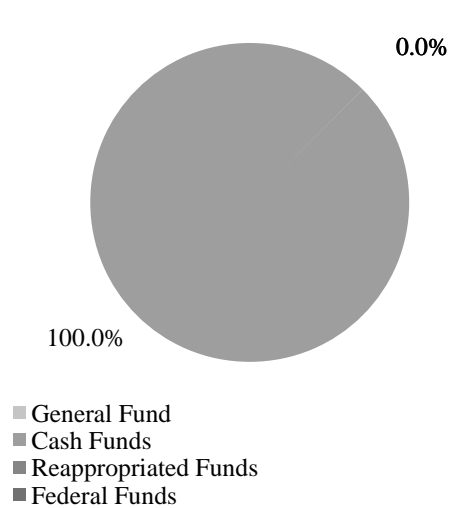
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**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of State  
GRAPHIC OVERVIEW**

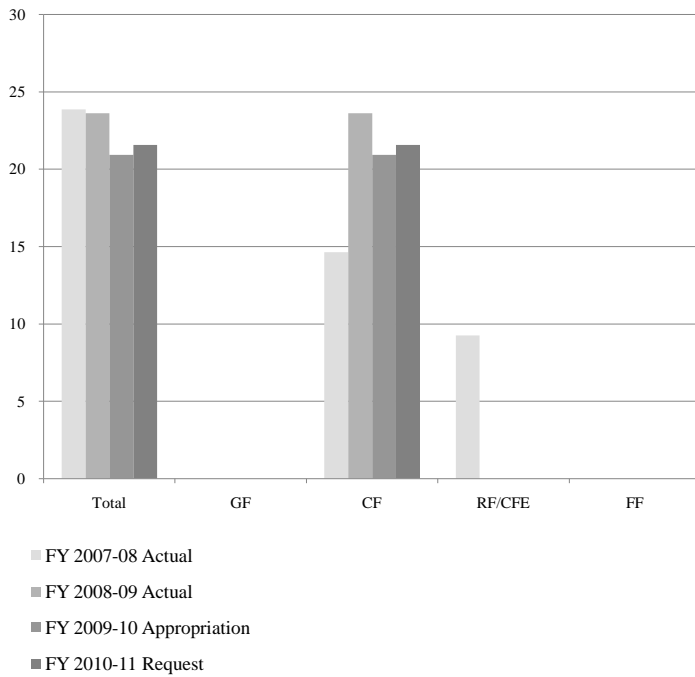
**Department's Share of Statewide General Fund**



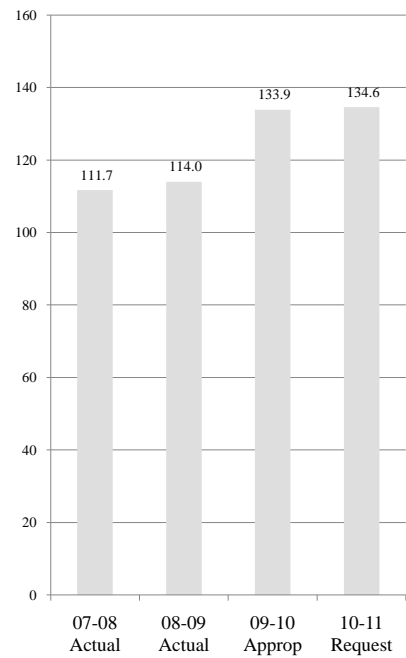
**Department Funding Sources**



**Budget History  
(Millions of Dollars)**



**FTE History**

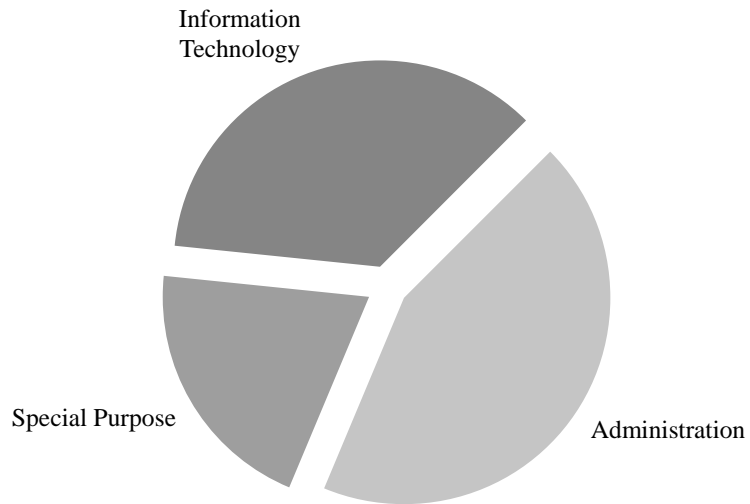


Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

### Distribution of General Fund by Division

The Department of State received no General Fund appropriation in FY 2009-10.

### Distribution of Total Funds by Division



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of State**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$0.0	\$20.9	\$0.0	\$0.0	\$20.9	133.9
FY 2010-11 Request	0.0	21.5	0.0	0.0	21.5	134.6
Increase / (Decrease)	\$0.0	\$0.6	\$0.0	\$0.0	\$0.6	0.7
Percentage Change	n/a	2.9%	n/a	n/a	2.9%	0.5%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Transfer HAVA costs and FTE from the Federal Elections Assistance Fund to the Department of State Cash Fund.	0	0	0	0	0	0.0
<b>Total</b>						

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Transfer Expenditures From the Federal Elections Assistance Fund to the Department of State Cash Fund.**

The Department anticipates that the Federal Elections Assistance Fund will be depleted by FY 2012-13, at which time the full cost of implementing the Help America Vote Act (\$3.3 million annually) must be transferred to the Department of State Cash Fund. The Department requests to gradually transfer these expenses so as to avoid a large fiscal impact during just one year.

**ISSUE: Outcome of the Election Reform Commission.**

The Election Reform Commission was created to address the issues that arose during the 2008 election, primarily concerns about the certification of electronic voting equipment. It developed 20

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of State**

recommendations, but the most significant outcome of the Commission was the passage of H.B. 09-1335.

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**ISSUE: Improvements to the Secretary of State's Electronic Campaign Finance Reporting.**

Senate Bill 07-259 required the Department of State to develop and implement improvements to the Secretary's website to improve the public's ability to search, download, and analyze campaign finance information. Between FY 2007-08 and FY 2009-10, the department was appropriated a total of \$1.6 million for this purpose. The issue describes the status of the new campaign finance filing system and its intended benefits.

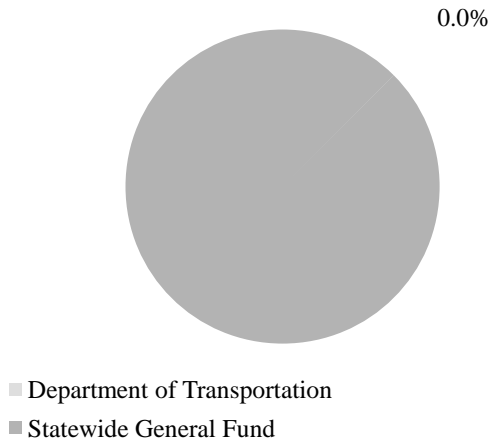
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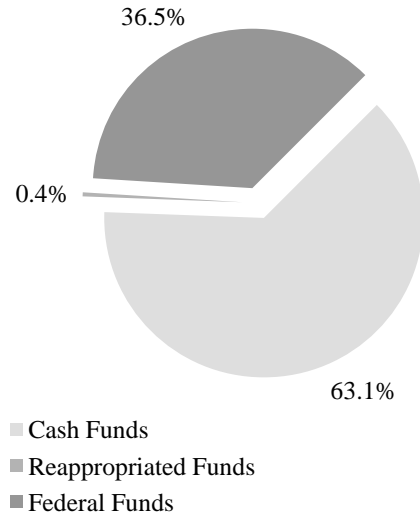
**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Transportation**

**GRAPHIC OVERVIEW**

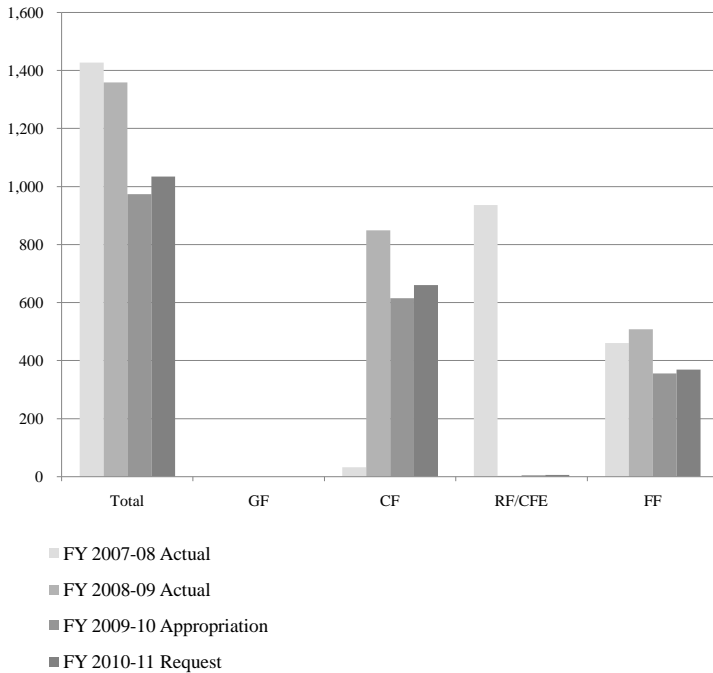
**Department's Share of Statewide General Fund**



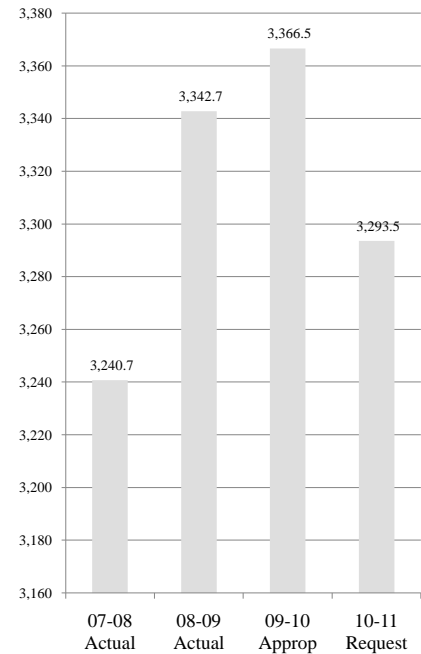
**Department Funding Sources**



**Budget History  
(Millions of Dollars)**



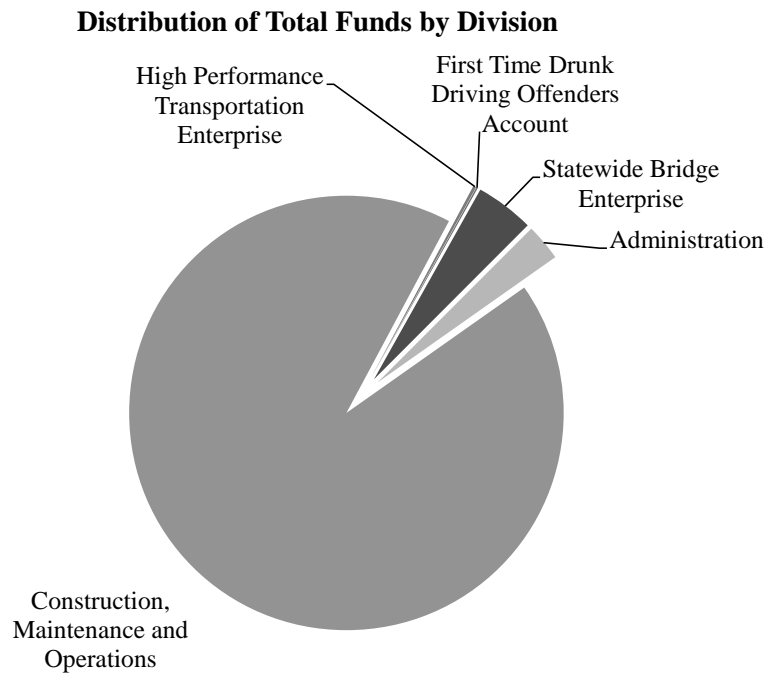
**FTE History**



Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

### Distribution of General Fund by Division

The Department of Transportation received no General Fund appropriation in FY 2009-10.



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Transportation**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2009-10 Appropriation	\$0.0	\$614.2	\$4.0	\$355.4	\$973.5	3,366.5
FY 2010-11 Request	0.0	659.4	5.0	369.1	1,033.5	3,293.5
Increase / (Decrease)	\$0.0	\$45.2	\$1.0	\$13.7	\$60.0	(73.0)
Percentage Change	n/a	7.4%	26.4%	3.9%	6.2%	-2.2%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Base Adjustment	0	0	0	0	0	0.0
2 (CDPS DI #11) CSP Refinance LEAF to HUTF "Off-the-Top"	0	(1,082,980)	1,082,980	0	0	0.0
NP-1 Statewide Information Technology Staff Transfer	0	0	0	0	0	(82.0)
<b>Total</b>	<b>0</b>	<b>(1,082,980)</b>	<b>1,082,980</b>	<b>0</b>	<b>0</b>	<b>(82.0)</b>

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: Decision Item #2 - Cash Fund Transfer from LEAF to the General Fund**

The Governor's August 25, 2009 budget balancing plan proposed to transfer \$1.9 million from the Law Enforcement Assistance Fund (LEAF) to the General Fund to help balance the FY 2009-10 budget although the status of the proposal is uncertain. The November 2, 2009 budget submission proposes to transfer all of the Department's LEAF funds to the General Fund in FY 2010-11 and FY 2011-12, with the reductions offset by a transfer of HUTF "Off-the-Top" funds from the Department of Public Safety.



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of Transportation**

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**INFORMATIONAL ISSUE: FASTER (S.B. 09-108) Revenues are Lower than Anticipated.**

Based on collections from the first quarter of FY 2009-10, revenues associated with the implementation of S.B. 09-108 (FASTER) appear to be falling short of the levels forecast in the bill's Legislative Council Staff Fiscal Note.

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**ISSUE: FASTER Deficit Report Summary**

The Department submitted the Transportation Deficit Report required by S.B. 09-108 in June. The report analyzes factors impacting the Department's budget, the anticipated revenue shortfall through 2019, and factors driving that shortfall.

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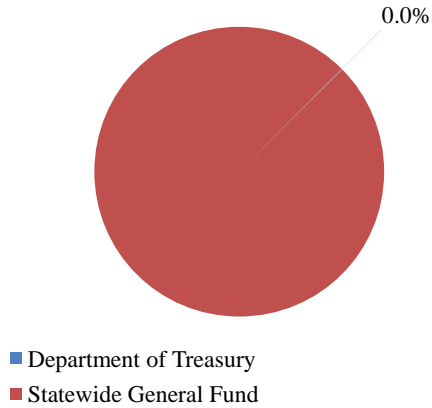
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**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Treasury Department**

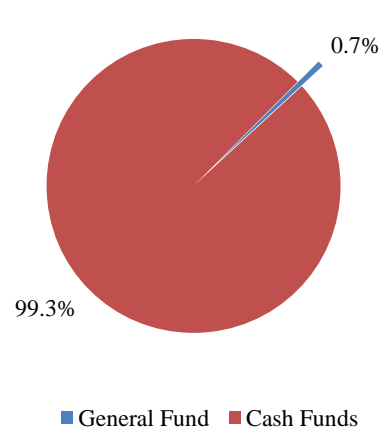
**GRAPHIC OVERVIEW**

Unless otherwise noted, all charts are based on the FY 2009-10 appropriation.

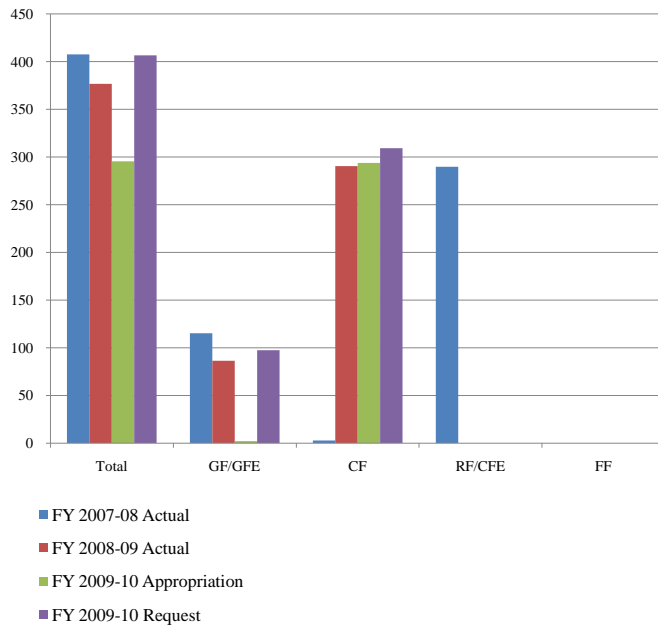
**Department's Share of Statewide General Fund**



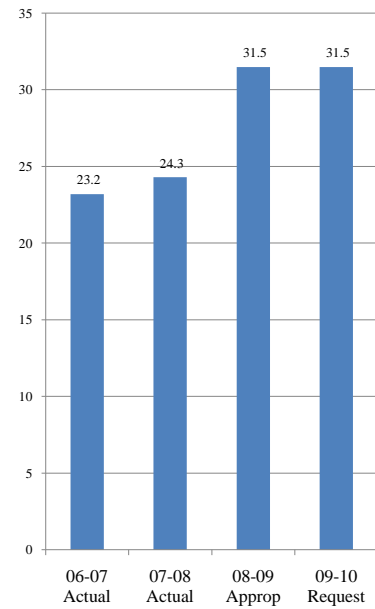
**Department Funding Sources**



**Budget History  
(Millions of Dollars)**

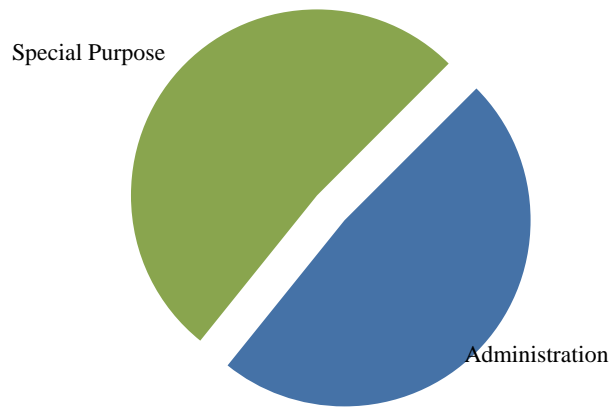


**FTE History**

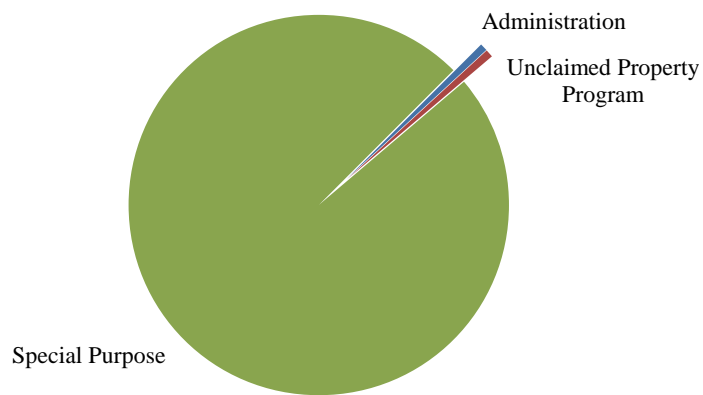


**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Treasury Department  
GRAPHIC OVERVIEW**

**Distribution of General Fund by Division**



**Distribution of Total Funds by Division**



**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of The Treasury**

**OVERVIEW OF BUDGET REQUEST**

The following table summarizes the total change, in dollars and as a percentage, between the Department's FY 2009-10 appropriation and its FY 2010-11 request. For more detailed information, see the staff briefing write-up on the Joint Budget Committee's website.

**Total Requested Change, FY 2009-10 to FY 2010-11 (millions of dollars)**

<b>Category</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
FY 2008-09 Appropriation	\$1.9	\$293.7	\$0.0	\$0.0	\$295.6	31.5
FY 2009-10 Request	97.5	309.2	0.0	0.0	406.6	31.5
Increase / (Decrease)	\$95.6	\$15.4	\$0.0	\$0.0	\$111.0	0.0
Percentage Change	4943.2%	5.3%	n/a	n/a	37.5%	0.0%

**SUMMARY OF DECISION ITEMS**

<b>Decision Item</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
The Department did not submit any decision items for FY 2010-11						
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**BASE REDUCTIONS PRIORITY LIST**

<b>Base Reductions</b>	<b>GF</b>	<b>CF</b>	<b>RF</b>	<b>FF</b>	<b>Total</b>	<b>FTE</b>
1 Annualization of 3 percent budget reduction presented August 25, 2009.	(\$28,012)	\$0	\$0	\$0	(\$28,012)	0.0
OSPB Statewide Annualization of statewide budget reduction presented August 25, 2009.	(888)	0	0	0	(888)	0.0
OSPB Statewide Statewide budget reductions.	(19,482)	0	0	0	(19,482)	0.0
<b>Total</b>	<b>(\$68,752)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$68,752)</b>	<b>0.0</b>

**FY 2010-11 Joint Budget Committee Staff Budget Briefing  
Department of The Treasury**

**SUMMARY OF ISSUES PRESENTED TO THE JBC**

**ISSUE: "Old Hire" Fire and Police Pension Plans**

Economic conditions, specifically the State's General Fund revenue shortfall, along with the recent decline in markets, significantly affect the State's obligations to fund contributions to the "old hire" fire and police pension plans.

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**ISSUE: CoverColorado**

CoverColorado, which is the State's plan to provide medical insurance to citizens of the state who cannot obtain insurance in the markets, requires a State subsidy of \$34 million from the Unclaimed Property Trust Fund for FY 2010-11, an increase of \$7 million from FY 2009-10. Growth of the subsidy in coming years will deplete the Unclaimed Property Trust Fund, endangering the State subsidy.

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