

COLORADO GENERAL ASSEMBLY

JOINT BUDGET COMMITTEE



**FY 2006-07 SUPPLEMENTAL:
DEPARTMENT OF AGRICULTURE**

**PRIORITIZED AND NON-PRIORITIZED
REQUESTS**

JBC Working Document - Subject to Change

Staff Recommendation Does Not Represent Committee Decision

Prepared By:

Bernie Galalgher, JBC Staff

January 18, 2007

For Further Information Contact:

**Joint Budget Committee
200 East 14th Avenue, 3rd Floor
Denver, Colorado 80203
Telephone: (303) 866-2061**

**DEPARTMENT OF AGRICULTURE
FY 2006-07 SUPPLEMENTAL RECOMMENDATION
JBC WORKING DOCUMENT - SUBJECT TO CHANGE**

TABLE OF CONTENTS

	Numbers Page	Narrative Page
Supplemental #1 - Enterprise Status Brand Funds	1-2	4
Statewide Common Policy Supplemental Requests	3	5
Totals for All Supplementals	3	N.A.

	FY 2005-06	FY 2006-07	Fiscal Year 2006-07 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total with Recommendation

DEPARTMENT OF AGRICULTURE
Executive Director - John Stulp

Supplemental #1 - Enterprise Status Brand Funds

(1) COMMISSIONER'S OFFICE AND ADMINISTRATIVE SERVICES

Personal Services	1,438,500	1,543,876	0	0	1,543,876
FTE	<u>17.6</u>	<u>19.7</u>	<u>0.0</u>	<u>0.0</u>	<u>19.7</u>
General Fund	0	594,294	0	0	594,294
FTE	17.6	19.7	0.0	0.0	19.7
Cash Funds /a	437,672	126,480	8,133	8,133	134,613
Cash Funds Exempt /b	1,000,828	823,102	(8,133)	(8,133)	814,969
Workers' Compensation	<u>203,775</u>	<u>221,879</u>	<u>0</u>	<u>0</u>	<u>221,879</u>
General Fund	75,989	78,977	0	0	78,977
Cash Funds /d	62,986	140,920	(43,685)	(43,685)	97,235
Cash Funds Exempt /d	62,984	0	43,685	43,685	43,685
Federal Funds	1,816	1,982	0	0	1,982
Payment to Risk Management Fund	<u>102,035</u>	<u>202,322</u>	<u>0</u>	<u>0</u>	<u>202,322</u>
General Fund	14,283	70,417	0	0	70,417
Cash Funds /d	54,091	130,330	(40,403)	(40,403)	89,927
Cash Funds Exempt /d	32,865	0	40,403	40,403	40,403
Federal Funds	796	1,575	0	0	1,575

	FY 2005-06	FY 2006-07	Fiscal Year 2006-07 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total with Recommendation
<i>(4) BRAND BOARD</i>					
Alternative Livestock	<u>25,535</u>	<u>95,662</u>	<u>0</u>	<u>0</u>	<u>95,662</u>
Cash Funds /a	0	95,662	(95,662)	(95,662)	0
Cash Funds Exempt /a	25,535	0	95,662	95,662	95,662
Indirect Cost Assessments	<u>437,672</u>	<u>134,613</u>	<u>0</u>	<u>0</u>	<u>134,613</u>
Cash Funds /b	0	8,133	(8,133)	(8,133)	0
Cash Funds Exempt /b	437,672	126,480	8,133	8,133	134,613
<i>(5) SPECIAL PURPOSE</i>					
Brand Estray Fund	<u>27,834</u>	<u>94,050</u>	<u>0</u>	<u>0</u>	<u>94,050</u>
Cash Funds /c	0	59,400	(59,400)	(59,400)	0
Cash Funds Exempt /c	27,834	34,650	59,400	59,400	94,050
Total for Supplemental #1	<u>2,235,351</u>	<u>2,292,402</u>	<u>0</u>	<u>0</u>	<u>2,292,402</u>
General Fund	90,272	743,688	0	0	743,688
Cash Funds	554,749	560,925	(239,150)	(239,150)	321,775
Cash Funds Exempt	1,587,718	984,232	239,150	239,150	1,223,382
Federal Funds	2,612	3,557	0	0	3,557

/a denotes that the resource for funding is the Alternative Livestock Cash Fund

/b denotes that the resource for funding is from indirect cost recoveries from the Alternative Livestock Cash Fund

/c denotes that the resource for funding is the Brand Estray Cash Fund

/d denotes that the resource for funding is the Brand Board Cash Fund

	FY 2005-06	FY 2006-07	Fiscal Year 2006-07 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total with Recommendation
Statewide Supplementals (see narrative for more detail)	<u>N.A.</u>	<u>N.A.</u>	<u>80,730</u>	<u>Pending</u>	<u>N.A.</u>
General Fund			30,786		
Cash Funds			16,603		
Cash Funds Exempt			32,867		
Federal Funds			474		
Totals Including Pending Items in Request					
DEPARTMENT OF AGRICULTURE					
TOTALS for ALL Departmental line items	32,944,623	35,161,915	80,730	0	35,161,915
FTE	<u>250.6</u>	<u>282.0</u>	<u>0.0</u>	<u>0.0</u>	<u>282.0</u>
General Fund	3,989,634	5,204,790	30,786	0	5,204,790
FTE	52.6	58.4	0.0	0.0	58.4
Cash Funds	9,750,369	14,285,915	(222,547)	(239,150)	14,046,765
FTE	106.4	118.9	0.0	0.0	118.9
Cash Funds Exempt	12,597,404	13,786,528	272,017	239,150	14,025,678
FTE	78.4	93.7	0.0	0.0	93.7
Federal Funds	6,607,216	1,884,682	474	0	1,884,682
FTE	13.2	11.0	0.0	0.0	11.0

Key:

"N.A." = Not Applicable

**DEPARTMENT OF AGRICULTURE
 FY 2006-07 SUPPLEMENTAL RECOMMENDATION
 JBC WORKING DOCUMENT - SUBJECT TO CHANGE**

Supplemental # 1 - Enterprise Status of Brand Funds

	Request	Recommendation
Total	\$0	\$0
Cash Funds	(239,150)	(239,150)
Cash Funds Exempt	239,150	239,150

Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria? [An emergency or act of God / a technical error in the appropriation / new data / an unforeseen contingency]	YES
The Department missed requesting the Alternative Livestock Fund and Brand Estray Fund as cash funds exempt (CFE) and had requested the appropriation as cash funds (CF) in the Long Bill and as such this request constitutes as a technical error in the appropriation.	

Department Request: The Department requests \$239,150 increase in cash funds exempt (CFE) and a like decrease in cash fund (CF) spending authority from three funds that the Brand Board oversees, including: the Brand Fund, the Alternative Livestock Fund, and the Brand Estray Fund.

The Brand Board was provided enterprise status, pursuant to Section 35-41-101(5)(a), C.R.S., which articulates, "*The division and the board shall constitute an enterprise for the purposes of section 20 of article X of the state constitution, so long as the board retains the authority to issue revenue bonds and the board and the division receive less than ten percent of their total annual revenues in grants, as defined in section 24-77-102 (7), C.R.S., from all Colorado state and local governments combined.*"

After the passage of the 2006 Long Bill, the Department requested the appropriation for the Alternative Livestock Fund and Brand Estray Fund as cash funds rather than cash funds exempt. In addition, the Brand Fund's appropriations within the Risk Management line item and the Workers' Compensation line item should be budgeted as cash funds exempt instead of cash funds.

Staff Recommendation: Staff recommends that the committee approve this request. Given the statutory direction that stipulates the Brand Board's status as an enterprise, these funds and the associated line items which are impacted by their funding should be appropriated as cash funds exempt.

Statewide Common Policy Supplemental Requests

**DEPARTMENT OF AGRICULTURE
 FY 2006-07 SUPPLEMENTAL RECOMMENDATION
 JBC WORKING DOCUMENT - SUBJECT TO CHANGE**

These requests are not prioritized and are not analyzed in this packet . These items will be acted on separately by the JBC when it makes a decision regarding common policies.

Department of Agriculture's Portion of Statewide Supplemental Request	General Fund	Cash Funds	Cash Funds Exempt	Federal Funds	Total	FTE
1. Vehicle Reconciliation	(\$3,579)	(\$7,605)	\$0	(\$226)	(\$11,410)	0.0
2. Workers' Compensation	9,270	6,286	10,256	213	26,025	0.0
3. MNT / Telecommunications	(4,518)	0	0	0	(4,518)	0.0
4. Computer Service (GGCC)	(2,143)	0	0	0	(2,143)	0.0
5. Communication Services Payments	(1,552)	0	(2,382)	0	(3,934)	0.0
6. Capitol Complex Lease - Technical	11,528	2,604	0	0	14,132	0.0
7. Risk Management	21,780	15,318	24,993	487	62,578	0.0
Total Statewide Supplemental Requests for The Department of Agriculture	30,786	16,603	32,867	474	80,730	0.0

Staff Recommendation: The staff recommendation for these requests is pending committee approval of common policy supplementals. Staff asks permission to include the corresponding appropriations in the Department's supplemental bill when the committee approves this common policy supplemental. If staff believes there is reason to deviate from the common policy, staff will appear before the committee later to present the relevant analysis.