

JOINT BUDGET COMMITTEE



SUPPLEMENTAL BUDGET REQUESTS FY 2017-18

DEPARTMENT OF REVENUE

JBC WORKING DOCUMENT - SUBJECT TO CHANGE
STAFF RECOMMENDATION DOES NOT REPRESENT COMMITTEE DECISION

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DEPARTMENT OF REVENUE

DEPARTMENT OVERVIEW

The Department of Revenue is organized into three functional groups: Taxation, Motor Vehicles, and Enforcement. The Taxation Business Group collects revenues for State government and for local governments. The Division of Motor Vehicles regulates motor vehicle safety, issues personal identification documents, issues titles and registration documents for motor vehicles, enforces vehicle emission standards, operates the Motorist Insurance Identification Database Program, and regulates commercial drivers. The Enforcement Group regulates limited stakes gambling, alcohol, tobacco, racing events, and motor vehicle dealers. It also regulates medical and retail marijuana businesses. The three functional areas are supported by the Executive Director's Office (EDO), the Hearings Division located within the EDO, and the Information Technology Division.

The Department also operates the State Lottery, which accounts for almost one-third of the Department's annual budget. Lottery proceeds (sales less prizes and expenses) are distributed to the Conservation Trust Fund, Great Outdoors Colorado, Parks and Outdoors Recreation, and the Public School Capital Construction Fund.

The Department contracts with cities and counties to collect any tax type that it also collects for State government. The Department currently receives and distributes sales and use taxes on behalf of approximately 250 local governments and special districts.

SUMMARY: FY 2017-18 APPROPRIATION AND RECOMMENDATION

DEPARTMENT OF REVENUE: RECOMMENDED CHANGES FOR FY 2017-18						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2017-18 APPROPRIATION						
SB 17-254 (Long Bill)	\$355,833,948	\$107,585,406	\$241,178,908	\$6,245,246	\$824,388	1,435.3
Other legislation	540,999	9,600	531,399	0	0	1.9
CURRENT FY 2017-18 APPROPRIATION	\$356,374,947	\$107,595,006	\$241,710,307	\$6,245,246	\$824,388	1,437.2
RECOMMENDED CHANGES						
Current FY 2017-18 Appropriation	\$356,374,947	107,595,006	\$241,710,307	\$6,245,246	\$824,388	1,437.2
SNP2 DPA pipeline adjustment	873,824	873,824	0	0	0	0.0
SNP1 Annual fleet supplemental true-up	(63,855)	(25,542)	(38,313)	0	0	0.0
RECOMMENDED FY 2017-18 APPROPRIATION	\$357,184,916	\$108,443,288	\$241,671,994	\$6,245,246	\$824,388	1,437.2
RECOMMENDED INCREASE/(DECREASE)	\$809,969	\$848,282	(\$38,313)	\$0	\$0	0.0
Percentage Change	0.2%	0.8%	(0.0%)	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$357,184,916	\$108,443,288	\$241,671,994	\$6,245,246	\$824,388	1,437.2
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

REQUEST/RECOMMENDATION DESCRIPTIONS

SNP2 DPA PIPELINE ADJUSTMENT: The request includes an increase of \$873,824 General Fund for a non-prioritized request from the Department of Personnel for an increase adjustment in tax document pipeline processing fees. While this budget decision will be made in the Department of Personnel supplemental, this increase represents a 28.9 percent increase in the current \$3.0 million General Fund appropriation for the Document Management line item in Taxpayer Services.

SNP1 ANNUAL FLEET SUPPLEMENTAL TRUE-UP: The request includes a decrease of \$63,855 total funds, including a decrease of \$25,542 General Fund for the annual fleet supplemental true-up.

NON-PRIORITIZED SUPPLEMENTAL REQUESTS

SNP2 DPA PIPELINE ADJUSTMENT

	REQUEST	RECOMMENDATION
TOTAL	\$873,824	\$873,824
FTE	0.0	0.0
General Fund	873,824	873,824
Cash Funds	0	0
Reappropriated Funds	0	0
Federal Funds	0	0

DEPARTMENT REQUEST: The Department requests \$873,824 General Fund for a non-prioritized request from the Department of Personnel for an increase adjustment in tax document pipeline processing fees.

STAFF RECOMMENDATION: Staff recommends that the Committee incorporate the decision made in the Department of Personnel's supplemental request for this item.

STATEWIDE COMMON POLICY SUPPLEMENTAL REQUESTS

These requests are not prioritized and are not analyzed in this packet. The JBC will act on these items later when it makes decisions regarding common policies.

DEPARTMENT'S PORTION OF STATEWIDE SUPPLEMENTAL REQUEST	TOTAL	GENERAL FUND	CASH FUNDS	REAPPROP. FUNDS	FEDERAL FUNDS	FTE
SNP1 Annual fleet supplemental true-up	\$63,855	\$25,542	\$38,313	\$0	\$0	0.0
DEPARTMENT'S TOTAL STATEWIDE SUPPLEMENTAL REQUESTS	\$63,855	\$25,542	\$38,313	\$0	\$0	0.0

STAFF RECOMMENDATION: The staff recommendation for these requests is pending Committee action on common policy supplementals. Staff asks permission to include the corresponding appropriations in the Department's supplemental bill when the Committee acts on common policy supplementals. If staff believes there is reason to deviate from the common policy, staff will appear before the Committee at a later date to present the relevant analysis.