# Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

## **ENGROSSED**

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction

LLS NO. 24-1081.02 Alana Rosen x2606

**HOUSE BILL 24-1390** 

#### **HOUSE SPONSORSHIP**

Bird and Sirota, Taggart

#### SENATE SPONSORSHIP

Kirkmeyer and Bridges, Zenzinger

### **House Committees**

#### **Senate Committees**

Appropriations

	A BILL FOR AN ACT
101	CONCERNING MEASURES TO SUPPORT CERTAIN SCHOOL FOOD
102	PROGRAMS IN THE DEPARTMENT OF EDUCATION, AND, IN
103	CONNECTION THEREWITH, MAKING AND REDUCING AN
104	APPROPRIATION.

### **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov/">http://leg.colorado.gov/</a>.)

Joint Budget Committee. The bill requires the department of education (department) to apply to the United States department of agriculture for a statewide community eligibility provision if the

department determines participation in a statewide community eligibility provision will maximize federal funding.

The bill requires the department to annually establish options for, and communicate the options to, school food authorities to maximize federal funding. A school food authority that chooses an option other than those established by the department will not receive healthy school meals for all program funding and must use other eligible funding sources to cover the costs of serving free meals to all students at the schools of the school food authority.

The bill delays the implementation of the local food purchasing grant, the wage increase or stipend program for school meals food preparation and service employees (wage increase or stipend program), and the local school food purchasing technical assistance and education grant program until the 2025-26 budget year.

The bill requires the department to create a policy for school food authorities to maximize the collection of household income application forms for the national school lunch program to increase federal funding for the program. School food authorities that choose to participate in the program shall apply the policy to maximize the collection of household income application forms.

The bill creates the healthy school meals for all program technical advisory group (advisory group). As soon as practicable, the department shall convene the advisory group. The advisory group shall collaborate with school districts, the office of state planning and budgeting, and other interested parties to:

- Identify ways to maximize federal reimbursements;
- Reduce costs of the program;
- Review cost-savings options, including minimizing food waste:
- Strengthen the long-term resiliency of the healthy school meals for all cash fund;
- Create model revenue scenarios;
- Provide options and recommendations to balance program revenues and expenditures; and
- Draft a report with legislative and administrative recommendations and submit it to the education committees of the house of representatives and the senate, or any successor committees; the joint budget committee; the state board of education; and the governor.

On January 1, 2024, the local school food purchasing program (purchasing program) and the local school food purchasing technical assistance and education grant program (grant program) repealed. The bill recreates the purchasing program and the grant program, and extends the programs through the 2024-25 budget year.

The bill eliminates the authorization for department expenditures

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in excess of the appropriated amount to participating school food authorities for the wage increase or stipend program.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 22-82.9-202, add (3)
3	as follows:
4	22-82.9-202. Legislative declaration. (3) THE GENERAL
5	ASSEMBLY FURTHER DECLARES THAT FOR PURPOSES OF SECTION 17 OF
6	ARTICLE IX OF THE STATE CONSTITUTION, HEALTHY SCHOOL MEALS ARE
7	AN ESSENTIAL COMPONENT TO STUDENT LEARNING. FREE HEALTHY
8	SCHOOL MEALS ARE AN IMPORTANT COMPONENT OF AN ACCOUNTABLE
9	EDUCATION PROGRAM TO MEET STATE ACADEMIC STANDARDS AND MAY
10	THEREFORE RECEIVE FUNDING FROM THE STATE EDUCATION FUND
11	CREATED IN SECTION 17 (4) OF ARTICLE IX OF THE STATE CONSTITUTION.
12	SECTION 2. In Colorado Revised Statutes, 22-82.9-203, add
13	(11.5) as follows:
14	22-82.9-203. Definitions. As used in this part 2, unless the
15	context otherwise requires:
16	(11.5) "PROVISIONAL PROGRAMS" MEANS ALTERNATIVE OPTIONS
17	THROUGH THE NATIONAL SCHOOL LUNCH PROGRAM AND NATIONAL
18	SCHOOL BREAKFAST PROGRAM TO IMPROVE ACCESS TO FREE MEALS AND
19	TO SIMPLIFY MEAL COUNTING AND CLAIMS PROCEDURES.
20	SECTION 3. In Colorado Revised Statutes, 22-82.9-204, amend
21	(2), (3), and (4)(b); and <b>add</b> (6) and (7) as follows:
22	22-82.9-204. Healthy school meals for all program - created -
23	advisory group - report - rules - definition - repeal. (2) A school food
24	authority that chooses to participate in the program must annually give
25	notice of participation to the department as provided by rule of the state

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board. At a minimum, the notice must include evidence that the school food authority is participating in the community eligibility provision as required in subsection (3) of this section PROVISIONAL PROGRAMMING IF DEEMED NECESSARY BY THE DEPARTMENT. THE DEPARTMENT MAY REQUIRE SCHOOL FOOD AUTHORITY MODIFICATIONS TO THE PROGRAM THROUGHOUT THE YEAR TO MAXIMIZE A SCHOOL FOOD AUTHORITY'S FEDERAL REIMBURSEMENTS AS DEEMED NECESSARY BY THE DEPARTMENT.

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(3) (a) If the United States department of agriculture creates the option for the state, as a whole, to participate in the community eligibility provision, the department shall participate in the option and shall work with school food authorities and the necessary state and local departments to collect data and implement the community eligibility provision statewide, IF THE DEPARTMENT DETERMINES PARTICIPATION IN THE STATEWIDE COMMUNITY ELIGIBILITY PROVISION MAXIMIZES FEDERAL FUNDING. Until such time as Colorado participates in the community eligibility provision as a state, each participating school food authority, as a condition of participating in the program, must maximize the amount of federal reimbursement by THE SCHOOL FOOD AUTHORITY RECEIVES, INCLUDING, BUT NOT LIMITED TO, participating in PROVISIONAL PROGRAMS, INCLUDING the community eligibility provision for all schools that qualify, for the community eligibility provision and that the participating school food authority serves SUBJECT TO DETERMINATION BY THE DEPARTMENT THAT THE SCHOOL FOOD AUTHORITY'S PARTICIPATION MAXIMIZES FEDERAL REIMBURSEMENT.

(b) Annually, the department shall establish options for, and communicate the options to, each school food authority to maximize federal funding. A school food authority that chooses

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1	AN OPTION OTHER THAN THE OPTIONS ESTABLISHED BY THE DEPARTMENT
2	SHALL NOT RECEIVE HEALTHY SCHOOL MEALS FOR ALL PROGRAM FUNDING
3	AND MUST USE OTHER ELIGIBLE FUNDING SOURCES TO COVER THE COSTS
4	OF SERVING FREE MEALS TO ALL STUDENTS AT THE SCHOOLS OF THE
5	SCHOOL FOOD AUTHORITY.
6	(4) (b) SUBJECT TO AVAILABLE APPROPRIATIONS, implementation
7	of sections 22-82.9-205 to 22-82.9-207 is conditional upon the state of
8	Colorado being certified to participate in the demonstration project for
9	direct certification for children receiving medicaid benefits that is
10	operated pursuant to 42 U.S.C. sec. 1758 (b)(15) EFFECTIVE BEGINNING
11	IN THE 2025-26 BUDGET YEAR.
12	(6) (a) On or before July 1, 2024, the department shall
13	CREATE A POLICY FOR SCHOOL FOOD AUTHORITIES TO MAXIMIZE THE
14	COLLECTION OF HOUSEHOLD INCOME APPLICATION FORMS FOR THE
15	NATIONAL SCHOOL LUNCH PROGRAM TO INCREASE FEDERAL FUNDING FOR
16	THE PROGRAM.
17	(b) SCHOOL FOOD AUTHORITIES THAT CHOOSE TO PARTICIPATE IN
18	THE PROGRAM SHALL COMPLY WITH THE POLICY DESCRIBED IN
19	SUBSECTION (6)(a) OF THIS SECTION TO MAXIMIZE THE COLLECTION OF
20	HOUSEHOLD INCOME APPLICATION FORMS FOR THE NATIONAL SCHOOL
21	LUNCH PROGRAM.
22	(7) (a) The healthy school meals for all program
23	TECHNICAL ADVISORY GROUP IS CREATED IN THE DEPARTMENT. AS SOON
24	AS PRACTICABLE, THE DEPARTMENT SHALL CONVENE THE ADVISORY
25	GROUP AND THE ADVISORY GROUP SHALL COLLABORATE WITH SCHOOL
26	DISTRICTS, THE OFFICE OF STATE PLANNING AND BUDGETING, AND OTHER
27	INTERESTED PARTIES TO:

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1	(I) IDENTIFY WAYS TO MAXIMIZE FEDERAL REIMBURSEMENTS;
2	(II) REDUCE COSTS OF THE PROGRAM;
3	(III) REVIEW COST-SAVINGS OPTIONS, INCLUDING MINIMIZING
4	FOOD WASTE;
5	(IV) STRENGTHEN THE LONG-TERM RESILIENCY OF THE HEALTHY
6	SCHOOL MEALS FOR ALL CASH FUND;
7	(V) CREATE MODEL REVENUE SCENARIOS;
8	(VI) Provide options and recommendations for balancing
9	PROGRAM REVENUES AND EXPENDITURES IN THE MANNER MOST
10	EQUITABLE FOR STUDENTS AND SCHOOL FOOD AUTHORITIES; AND
11	(VII) Draft a report pursuant to subsection $(7)(d)$ of this
12	SECTION WITH LEGISLATIVE AND ADMINISTRATIVE RECOMMENDATIONS.
13	(b) (I) THE ADVISORY GROUP SHALL SOLICIT INPUT FROM
14	STAKEHOLDERS AND THE PUBLIC TO DIRECT THE ADVISORY GROUP'S WORK
15	(II) LEGISLATIVE COUNCIL STAFF AND JOINT BUDGET COMMITTEE
16	STAFF SHALL PROVIDE TECHNICAL SUPPORT TO THE ADVISORY GROUP.
17	(III) THE DEPARTMENT SHALL COLLABORATE WITH THE ADVISORY
18	GROUP TO OBTAIN THE CONTRACTUAL SERVICES NECESSARY FOR THE
19	ADVISORY GROUP'S WORK.
20	(c) In June 2024 and September 2024, the advisory group
21	SHALL SUBMIT A STATUS REPORT TO THE JOINT BUDGET COMMITTEE ON
22	THE PROGRESS OF THE ADVISORY GROUP'S WORK.
23	(d) (I) On or before December 1, 2024, the advisory group
24	SHALL SUBMIT A REPORT SUMMARIZING THE ADVISORY GROUP'S WORK
25	DESCRIBED IN SUBSECTION (7)(a) OF THIS SECTION TO THE EDUCATION
26	COMMITTEES OF THE HOUSE OF REPRESENTATIVES AND THE SENATE, OR
27	ANY SUCCESSOR COMMITTEES; THE JOINT BUDGET COMMITTEE; THE STATE

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1	BOARD; AND THE GOVERNOR.
2	(II) IN DECEMBER 2024, THE DEPARTMENT SHALL PRESENT THE
3	ADVISORY GROUP'S REPORT DESCRIBED IN SUBSECTION $(7)(d)(I)$ OF THIS
4	SECTION TO THE JOINT BUDGET COMMITTEE.
5	(III) In January 2025, the department shall include as part
6	OF ITS PRESENTATION DURING ITS "SMART ACT" HEARING REQUIRED BY
7	SECTION 2-7-203 INFORMATION CONCERNING THE PROGRAM AND THE
8	REPORT DESCRIBED IN SUBSECTION $(7)(d)(I)$ OF THIS SECTION.
9	(e) As used in this subsection, unless the context
10	OTHERWISE REQUIRES, "HEALTHY SCHOOL MEALS FOR ALL PROGRAM
11	TECHNICAL ADVISORY GROUP" OR "ADVISORY GROUP" MEANS THE
12	HEALTHY SCHOOL MEALS FOR ALL PROGRAM TECHNICAL ADVISORY GROUP
13	CREATED IN THIS SUBSECTION (7).
14	(f) This subsection (7) is repealed, effective July 1, 2025.
15	SECTION 4. In Colorado Revised Statutes, 22-82.9-205, amend
16	(5) as follows:
17	22-82.9-205. Local food purchasing grant - amount - advisory
18	committee - verification of invoices. (5) Subject to available
19	APPROPRIATIONS, this section is effective beginning in the first full budget
20	year after the state of Colorado is certified to participate in the federal
21	demonstration project for direct certification for children receiving
22	medicaid benefits as provided in section 22-82.9-204 (4) and begins
23	including medicaid direct certification in determining school districts
24	identified student percentages 2025-26 BUDGET YEAR.
25	SECTION 5. In Colorado Revised Statutes, 22-82.9-206, amend
26	(2) as follows:
27	22-82.9-206. School meals food preparation and service

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1	employees - wage increase or supend. (2) Subject to available
2	APPROPRIATIONS, this section is effective beginning in the first full budget
3	year after the state of Colorado is certified to participate in the federal
4	demonstration project for direct certification for children receiving
5	medicaid benefits as provided in section 22-82.9-204 (4) and begins
6	including medicaid direct certification in determining school districts'
7	identified student percentages 2025-26 BUDGET YEAR.
8	SECTION 6. In Colorado Revised Statutes, 22-82.9-207, amend
9	(4) as follows:
10	22-82.9-207. Local school food purchasing technical assistance
11	and education grant program - created - report. (4) Subject to
12	AVAILABLE APPROPRIATIONS, this section is effective beginning in the
13	first full budget year after the state of Colorado is certified to participate
14	in the federal demonstration project for direct certification for children
15	receiving medicaid benefits as provided in section 22-82.9-204 (4) and
16	begins including medicaid direct certification in determining school
17	districts' identified student percentages 2025-26 BUDGET YEAR.
18	SECTION 7. In Colorado Revised Statutes, 22-82.9-208, amend
19	(2) as follows:
20	22-82.9-208. Report - audit. (2) (a) The department shall
21	contract with an independent auditor to conduct a biennial financial and
22	performance audit of the implementation of the program, including
23	implementation of section 22-82.9-204 and including implementation of
24	local food purchasing grants pursuant to section 22-82.9-205,
25	distributions for the increase in wages or provision of stipends pursuant
26	to section 22-82.9-206, and implementation of the local school food
27	purchasing technical assistance and education grant program pursuant to

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section 22-82.9-207, to the extent said sections are in effect as provided in section 22-82.9-204 (4)(b). BEGINNING DECEMBER 1, 2027, the audit of the two budget years in each biennial cycle must be completed by December 1 of the following budget year. The department shall make the audit easily accessible by the public on the department website.

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(b) ANY APPROPRIATION TO THE DEPARTMENT FOR PURPOSES OF AN AUDIT THAT IS NOT EXPENDED IN A BUDGET YEAR IS FURTHER APPROPRIATED TO THE DEPARTMENT THROUGH THE CLOSE OF THE FOLLOWING BUDGET YEAR FOR THE SAME PURPOSES.

**SECTION 8.** In Colorado Revised Statutes, **amend** 22-82.9-209 as follows:

**22-82.9-209. Program - funding.** (1) For the 2023-24 budget year and for each budget year thereafter, the general assembly shall appropriate to the department, by separate line items in the annual general appropriation bill, the amount necessary to implement the program, including the amount required to reimburse participating school food authorities for eligible meals provided to students pursuant to section 22-82.9-204, and including the amount distributed as local food purchasing grants pursuant to section 22-82.9-205, SUBJECT TO AVAILABLE APPROPRIATIONS, AND the amount distributed pursuant to section 22-82.9-206 to increase the wages or provide stipends for staff who prepare and serve school meals, and at least five million dollars annually to implement the local school food purchasing technical assistance and education grant program pursuant to section 22-82.9-207, to the extent said sections are in effect as provided in section 22-82.9-204 (4)(b) SUBJECT TO AVAILABLE APPROPRIATIONS. The department may expend not more than one and five-tenths percent of the total amount

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1	annually appropriated pursuant to this section to offset the direct and
2	indirect costs incurred by the department in implementing this part 2.
3	(2) For the 2023-24 budget year and the 2024-25 budget
4	YEAR, THE GENERAL ASSEMBLY SHALL APPROPRIATE MONEY FROM THE
5	STATE EDUCATION FUND CREATED IN SECTION 17 (4) OF ARTICLE IX OF
6	THE STATE CONSTITUTION TO COVER PROGRAM COSTS FOR WHICH THERE
7	IS NOT SUFFICIENT MONEY IN THE HEALTHY SCHOOL MEALS FOR ALL CASH
8	FUND.
9	SECTION 9. In Colorado Revised Statutes, 22-82.9-210, add (8)
10	and (9) as follows:
11	22-82.9-210. Healthy school meals for all program general
12	fund exempt account - creation - uses - reporting requirements -
13	definitions - repeal. (8) On July 1, 2024, the state treasurer shall
14	TRANSFER THE BALANCE OF THE ACCOUNT TO THE HEALTHY SCHOOL
15	MEALS FOR ALL PROGRAM CASH FUND CREATED IN SECTION $22-82.9-211$
16	(9) This section is repealed, effective July 1, 2025.
17	<b>SECTION 10.</b> In Colorado Revised Statutes, add 22-82.9-211 as
18	follows:
19	22-82.9-211. Healthy school meals for all program cash fund
20	- creation - uses - reporting requirements - definitions. (1) AS USED
21	IN THIS SECTION, UNLESS THE CONTEXT OTHERWISE REQUIRES:
22	(a) "CASH FUND" MEANS THE HEALTHY SCHOOL MEALS FOR ALI
23	PROGRAM CASH FUND CREATED IN THIS SECTION.
24	(b) "HEALTHY SCHOOL MEALS FOR ALL PROGRAM REVENUE"
25	MEANS THE REVENUE GENERATED BY THE ADDITION TO FEDERAL TAXABLE
26	INCOME IN SECTION 39-22-104 (3)(p.5), WHICH REVENUE IS A
2.7	VOTER-APPROVED REVENUE CHANGE.

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1	(2) THE HEALTHY SCHOOL MEALS FOR ALL PROGRAM CASH FUND
2	IS CREATED IN THE STATE TREASURY. THE CASH FUND CONSISTS OF
3	HEALTHY SCHOOL MEALS FOR ALL PROGRAM REVENUE DEPOSITED IN THE
4	CASH FUND IN ACCORDANCE WITH SUBSECTION (4)(a) OF THIS SECTION.
5	THE STATE TREASURER SHALL CREDIT ALL INTEREST AND INCOME DERIVED
6	FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE CASH FUND TO THE
7	CASH FUND.
8	(3) (a) SUBJECT TO ANNUAL APPROPRIATION BY THE GENERAL
9	ASSEMBLY, THE DEPARTMENT MAY EXPEND MONEY FROM THE CASH FUND
10	FOR THE FOLLOWING PURPOSES:
11	(I) PROVIDING REIMBURSEMENTS TO A PARTICIPATING SCHOOL
12	FOOD AUTHORITY FOR OFFERING ELIGIBLE MEALS WITHOUT CHARGE
13	PURSUANT TO SECTION 22-82.9-204 (1)(b);
14	(II) AWARDING LOCAL FOOD PURCHASING GRANTS PURSUANT TO
15	SECTION 22-82.9-205;
16	(III) DISTRIBUTING MONEY TO A PARTICIPATING SCHOOL FOOD
17	AUTHORITY TO INCREASE WAGES OR PROVIDE STIPENDS FOR INDIVIDUALS
18	WHOM THE PARTICIPATING SCHOOL FOOD AUTHORITY EMPLOYS TO
19	DIRECTLY PREPARE AND SERVE FOOD FOR SCHOOL MEALS PURSUANT TO
20	SECTION 22-82.9-206 (1);
21	(IV) AWARDING LOCAL SCHOOL FOOD PURCHASING TECHNICAL
22	ASSISTANCE AND EDUCATION GRANTS PURSUANT TO SECTION 22-82.9-207;
23	AND
24	(V) THE DIRECT AND INDIRECT COSTS OF ADMINISTERING THE
25	PROGRAMS DESCRIBED IN THIS SUBSECTION (3)(a), SO LONG AS THESE
26	COSTS DO NOT EXCEED ONE AND FIVE-TENTHS PERCENT OF THE TOTAL
27	AMOUNT THE GENERAL ASSEMBLY ANNUALLY APPROPRIATES IN THE SAME

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1	FISCAL YEAR FOR THE OTHER PURPOSES DESCRIBED IN THIS SUBSECTION
2	(3)(a).

- (b) Money in the cash fund shall not be used for the PURPOSES DESCRIBED IN SUBSECTIONS (3)(a)(II), (3)(a)(III), AND (3)(a)(IV) OF THIS SECTION IF THE SUM OF THE ANNUAL TAX YEAR REVENUE RECORDED IN THE CASH FUND AND THE BALANCE IN THE CASH FUND, AS CALCULATED PURSUANT TO SUBSECTION (4) OF THIS SECTION, IS LESS THAN, OR IS ANTICIPATED TO BE LESS THAN, THE ANNUAL EXPENDITURE ANTICIPATED TO BE REQUIRED FOR THE PURPOSES DESCRIBED IN SUBSECTIONS (3)(a)(I) AND (3)(a)(V) OF THIS SECTION.
  - (4) (a) THE DEPARTMENT OF REVENUE SHALL, ON A MONTHLY BASIS, RECORD REVENUES AND DEPOSIT MONEY IN THE CASH FUND IN A MANNER THAT IS ALIGNED WITH EXEMPT REVENUES DETERMINED PURSUANT TO SUBSECTION (4)(b) OF THIS SECTION.

(b) The department of revenue shall, on a monthly basis, report the amount of healthy school meals for all program revenue identified from tax returns to the office of state planning and budgeting and the legislative council staff. The office of state planning and budgeting shall calculate the amount of healthy school meals for all program revenue both projected to be received and actually received by the department of revenue based on income tax return data and other relevant factors. The office of state planning and budgeting shall also identify, in collaboration with the department of revenue, the revenue to be recorded and deposited on a monthly basis by the department of revenue in the cash fund pursuant to subsection (4)(a) of this section, and the

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1	TOTAL REVENUE TO BE RECORDED AND DEPOSITED BY THE DEPARTMENT
2	OF REVENUE IN THE CASH FUND FOR THE FISCAL YEAR.
3	(c) THE AMOUNT OF HEALTHY SCHOOL MEALS FOR ALL PROGRAM
4	REVENUE IDENTIFIED BY THE OFFICE OF STATE PLANNING AND BUDGETING
5	FOR EACH FISCAL YEAR MUST INCLUDE ADJUSTMENTS FOR ESTIMATION
6	ERRORS DISCOVERED FOR ALL PRIOR FISCAL YEARS. THE OFFICE SHALL
7	NOTIFY THE DEPARTMENT OF REVENUE AND THE LEGISLATIVE COUNCIL
8	STAFF OF THE GENERAL ASSEMBLY OF THE ADJUSTMENT AMOUNTS.
9	(d) On December 1,2024, and every December 1 thereafter,
10	THE OFFICE OF STATE PLANNING AND BUDGETING SHALL REPORT THE
11	AMOUNT OF HEALTHY SCHOOL MEALS FOR ALL PROGRAM REVENUE
12	RECEIVED BY THE DEPARTMENT OF REVENUE IN THE PREVIOUS TAX YEAR
13	BASED ON INCOME TAX RETURN DATA AND OTHER RELEVANT FACTORS.
14	THE GENERAL ASSEMBLY SHALL CONSIDER THIS REPORT WHEN
15	ESTIMATING THE AMOUNT OF MONEY TO APPROPRIATE FOR THE PURPOSES
16	SPECIFIED IN SUBSECTION (3) OF THIS SECTION IN THE NEXT FISCAL YEAR.
17	(5) If the department determines that there is an
18	INSUFFICIENT AMOUNT OF MONEY IN THE CASH FUND TO PROVIDE FOR AN
19	EXPENDITURE AUTHORIZED BY THE ANNUAL APPROPRIATION FROM THE
20	CASH FUND FOR THE PURPOSES DESCRIBED IN SUBSECTION $(3)(a)(I)$ OF THIS
21	SECTION, THE DEPARTMENT MAY MAKE THE EXPENDITURE FROM THE
22	GENERAL FUND.
23	(6) In its annual submission of the state department's
24	BUDGET REQUEST TO THE JOINT BUDGET COMMITTEE, THE OFFICE OF STATE
25	PLANNING AND BUDGETING SHALL REPORT:
26	(a) THE TOTAL AMOUNT OF EXPENDITURES FROM THE CASH FUND
27	MADE PURSUANT TO SUBSECTION (3) OF THIS SECTION; AND

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1	(b) THE TOTAL AMOUNT OF EXPENDITURES FROM THE GENERAL
2	FUND MADE PURSUANT TO SUBSECTION $(5)$ OF THIS SECTION.
3	(7) On July $1,2024$ , the state treasurer shall transfer the
4	BALANCE FROM THE HEALTHY SCHOOL MEALS FOR ALL PROGRAM GENERAL
5	FUND EXEMPT ACCOUNT DEFINED IN SECTION 22-82.9-210 TO THE CASH
6	FUND PURSUANT TO SECTION $22-82.9-210$ (8).
7	
8	SECTION 11. In Colorado Revised Statutes, add part 3 to article
9	82.9 of title 22 as follows:
10	PART 3
11	LOCAL SCHOOL FOOD
12	PURCHASING PROGRAMS
13	22-82.9-301. Definitions. AS USED IN THIS PART 3, UNLESS THE
14	CONTEXT OTHERWISE REQUIRES:
15	(1) "COLORADO GROWN, RAISED, OR PROCESSED PRODUCTS"
16	MEANS ALL FRUITS, VEGETABLES, GRAINS, MEATS, AND DAIRY PRODUCTS
17	EXCEPT LIQUID MILK, GROWN OR RAISED IN COLORADO, AND MINIMALLY
18	PROCESSED PRODUCTS OR VALUE-ADDED PROCESSED PRODUCTS THAT
19	MEET THE STANDARDS FOR THE COLORADO PROUD DESIGNATION
20	ESTABLISHED BY THE COLORADO DEPARTMENT OF AGRICULTURE, EVEN IF
21	THE PRODUCT DOES NOT HAVE THE COLORADO PROUD DESIGNATION.
22	(2) "Department" means the department of education
23	CREATED PURSUANT TO SECTION 24-1-115.
24	(3) "LOCAL SCHOOL FOOD PURCHASING PROGRAM" OR
25	"PURCHASING PROGRAM" MEANS THE LOCAL SCHOOL FOOD PURCHASING
26	PROGRAM CREATED IN SECTION 22-82.9-302.
27	(4) "MINIMALLY DROCESSED DRODUCTS" MEANS DAW OF EDOZEN

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1	FABRICATED PRODUCTS; PRODUCTS THAT RETAIN THEIR INHERENT
2	CHARACTER, SUCH AS SHREDDED CARROTS OR DICED ONIONS; AND DRIED
3	PRODUCTS, SUCH AS BEANS, BUT DOES NOT INCLUDE ANY PRODUCTS THAT
4	ARE HEATED, COOKED, OR CANNED.
5	(5) "NATIONAL SCHOOL LUNCH PROGRAM" MEANS THE FEDERAL
6	SCHOOL LUNCH PROGRAM CREATED IN THE "RICHARD B. RUSSELL
7	NATIONAL SCHOOL LUNCH ACT", 42 U.S.C. SEC. 1751 ET SEQ., AS
8	AMENDED.
9	(6) "PARTICIPATING PROVIDER" MEANS A SCHOOL DISTRICT;
10	DISTRICT CHARTER SCHOOL; INSTITUTE CHARTER SCHOOL; BOARD OF
11	COOPERATIVE SERVICES; COLORADO SCHOOL FOR THE DEAF AND THE
12	BLIND, ESTABLISHED IN SECTION 22-80-102; APPROVED FACILITY SCHOOL
13	OR FACILITY, AS DEFINED IN SECTION 22-2-402; OR RESIDENTIAL OR DAY
14	TREATMENT CHILD CARE FACILITY, AS DEFINED IN SECTION 26-6-903, THAT
15	PARTICIPATES IN THE FEDERAL NATIONAL SCHOOL LUNCH PROGRAM AND
16	THAT HAS BEEN SELECTED BY THE DEPARTMENT TO PARTICIPATE IN THE
17	LOCAL SCHOOL FOOD PURCHASING PROGRAM PURSUANT TO SECTION
18	22-82.9-302 (2)(b).
19	(7) "STATE BOARD" MEANS THE STATE BOARD OF EDUCATION
20	CREATED AND EXISTING PURSUANT TO SECTION 1 OF ARTICLE IX OF THE
21	STATE CONSTITUTION.
22	(8) "TECHNICAL ASSISTANCE AND EDUCATION PROGRAM" MEANS
23	THE LOCAL SCHOOL FOOD PURCHASING TECHNICAL ASSISTANCE AND
24	EDUCATION GRANT PROGRAM CREATED PURSUANT TO SECTION
25	22-82.9-303.
26	(9) "VALUE-ADDED PROCESSED PRODUCTS" MEANS PRODUCTS

THAT ARE ALTERED FROM THEIR UNPROCESSED OR MINIMALLY PROCESSED

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1	STATE THROUGH PRESERVATION TECHNIQUES, INCLUDING COOKING,
2	BAKING, OR CANNING.
3	22-82.9-302. Local school food purchasing program - creation
4	- rules. (1) The local school food purchasing program is created
5	IN THE DEPARTMENT TO REIMBURSE PARTICIPATING PROVIDERS FOR THE
6	PURCHASE OF COLORADO GROWN, RAISED, OR PROCESSED PRODUCTS
7	PURSUANT TO THIS SECTION.
8	(2)(a) A SCHOOL DISTRICT, DISTRICT CHARTER SCHOOL, INSTITUTE
9	CHARTER SCHOOL, BOARD OF COOPERATIVE SERVICES, THE COLORADO
10	SCHOOL FOR THE DEAF AND THE BLIND, AN APPROVED FACILITY SCHOOL
11	OR FACILITY, OR A RESIDENTIAL CHILD CARE FACILITY MAY APPLY TO THE
12	DEPARTMENT TO PARTICIPATE IN THE PURCHASING PROGRAM TO RECEIVE
13	REIMBURSEMENT FOR PURCHASE OF COLORADO GROWN, RAISED, OR
14	PROCESSED PRODUCTS PURSUANT TO THIS SECTION.
15	$(b) (I) \ The \ department \ shall \ select \ participating \ providers$
16	THAT SERVED FEWER THAN TWO MILLION ONE HUNDRED FIFTY THOUSAND
17	SCHOOL LUNCHES IN THE $2023-24$ SCHOOL YEAR. THE DEPARTMENT SHALL
18	CREATE A FORM FOR PARTICIPATING PROVIDERS TO TRACK AND REPORT
19	THE COLORADO GROWN, RAISED, OR PROCESSED PRODUCTS PURCHASED.
20	(II) THE DEPARTMENT SHALL GIVE PREFERENCE TO APPLICANTS
21	THAT:
22	(A) DEMONSTRATE A COMMITMENT TO LOCAL PURCHASING OR
23	FOOD AND AGRICULTURAL EDUCATION;
24	(B) HAVE A KITCHEN WITH THE ABILITY TO STORE, PREPARE, AND
25	SERVE LOCAL FOOD PRODUCTS;
26	(C) HAVE GREATER THAN TWENTY-FIVE PERCENT OF THEIR
27	STUDENTS ELIGIBLE FOR FREE OR REDUCED PRICE LUNCH PURSUANT TO

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1	THE NATIONAL SCHOOL LUNCH PROGRAM;
2	(D) SERVED FEWER THAN ONE MILLION TWO HUNDRED FIFTY
3	THOUSAND SCHOOL LUNCHES IN THE 2023-24 SCHOOL YEAR COUNT; AND
4	(E) SATISFY ANY OTHER ELIGIBILITY REQUIREMENTS ESTABLISHED
5	BY THE DEPARTMENT.
6	(III) TO THE EXTENT POSSIBLE, IN SELECTING PARTICIPATING
7	PROVIDERS, THE DEPARTMENT SHALL ENSURE DIVERSITY IN GEOGRAPHIC
8	LOCATION AND DISTRICT PUPIL COUNT.
9	(c) On or before August 1 of the year following the
10	PARTICIPATING PROVIDER'S APPLICATION, THE PARTICIPATING PROVIDER
11	SHALL TRACK AND REPORT TO THE DEPARTMENT FOR THE SCHOOL YEAR
12	IN WHICH IT APPLIED, AND FOR THE 2023-24 SCHOOL YEAR, THE TOTAL
13	AMOUNT OF COLORADO GROWN, RAISED, OR PROCESSED PRODUCTS IT
14	PURCHASED FOR STUDENT MEALS AND THE TOTAL NUMBER OF LUNCHES
15	THAT IT PROVIDED TO STUDENTS.
16	(3) (a) IN OCTOBER 2024, THE DEPARTMENT SHALL REIMBURSE
17	EACH PARTICIPATING PROVIDER PARTICIPATING IN THE PURCHASING
18	PROGRAM AT LEAST FIVE CENTS FOR EVERY SCHOOL LUNCH THAT THE
19	PARTICIPATING PROVIDER PREPARED IN THE 2023-24 SCHOOL YEAR OR A
20	MINIMUM OF ONE THOUSAND DOLLARS, WHICHEVER IS GREATER; EXCEPT
21	THAT A PARTICIPATING PROVIDER IS NOT REIMBURSED FOR THE AMOUNT
22	OF VALUE-ADDED PROCESSED PRODUCTS THAT EXCEEDS TWENTY-FIVE
23	PERCENT OF THE TOTAL OF THE COLORADO GROWN, RAISED, OR
24	PROCESSED PRODUCTS IT PURCHASED.
25	(b) NOTWITHSTANDING SUBSECTION (3)(a) OF THIS SECTION, THE
26	MAXIMUM AMOUNT OF REIMBURSEMENTS THAT MAY BE AWARDED IN ANY
27	YEAR IS FIVE HUNDRED THOUSAND DOLLARS.

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1	(4) REIMBURSEMENT PAYMENTS MADE PURSUANT TO THIS SECTION
2	ACCRUE TO THE PARTICIPATING PROVIDER'S NONPROFIT SCHOOL FOOD
3	ACCOUNT.
4	(5) (a) The state board is authorized to adopt rules to
5	IMPLEMENT THE PURCHASING PROGRAM.
6	(b) The department is authorized to monitor the
7	PURCHASING PROGRAM TO ENSURE PROGRAM INTEGRITY.
8	(c) THE DEPARTMENT SHALL CREATE, DISTRIBUTE, AND COLLECT
9	PRODUCER AND PARTICIPATING PROVIDER SURVEYS REQUIRED PURSUANT
10	TO SECTION 22-82.9-304.
11	(6) IF IN ANY STATE BUDGET YEAR THE DEPARTMENT DOES NOT
12	EXPEND OR ENCUMBER THE FULL AMOUNT OF THE APPROPRIATION FOR THE
13	PURCHASING PROGRAM, UP TO FIVE PERCENT OF THE APPROPRIATION IS
14	AVAILABLE TO THE DEPARTMENT IN THE NEXT STATE BUDGET YEAR TO
15	PAY FOR THE EVALUATION REQUIRED PURSUANT TO SECTION 22-82.9-304.
16	22-82.9-303. Local school food purchasing technical assistance
17	and education grant program - creation - report. (1) THE LOCAL
18	SCHOOL FOOD PURCHASING TECHNICAL ASSISTANCE AND EDUCATION
19	GRANT PROGRAM IS CREATED IN THE DEPARTMENT. THE PURPOSE OF THE
20	TECHNICAL ASSISTANCE AND EDUCATION PROGRAM IS TO ISSUE A GRANT
21	TO A STATEWIDE NONPROFIT ORGANIZATION TO DEVELOP AND MANAGE A
22	GRANT PROGRAM TO ASSIST WITH THE PROMOTION OF COLORADO GROWN,
23	RAISED, OR PROCESSED PRODUCTS TO PARTICIPATING PROVIDERS.
24	(2) Subject to available appropriations, the nonprofit
25	ORGANIZATION MAY AWARD GRANTS FOR THE FOLLOWING:
26	(a) TRAINING, TECHNICAL ASSISTANCE, AND PHYSICAL
27	INFRASTRUCTURE GRANTS TO PARTICIPATING PROVIDERS, GROWER

-18-

1	ASSOCIATIONS, OR OTHER ORGANIZATIONS THAT AGGREGATE PRODUCTS
2	FROM PRODUCERS FOR:
3	(I) PROFESSIONAL CONTRACTING SERVICES TO SUPPORT THE
4	DEVELOPMENT AND SUSTAINABILITY OF LOCAL AND REGIONAL FOOD
5	SYSTEMS;
6	(II) CHEF TRAINING ON FOOD HANDLING AND PROCUREMENT
7	PRACTICES AND SMALL KITCHEN EQUIPMENT PURCHASES;
8	(III) GOOD AGRICULTURAL PRACTICES CERTIFICATION COSTS AND
9	GOOD HANDLING PRACTICES CERTIFICATION COSTS AND TRAINING ON
10	SELLING TO SCHOOLS; AND
11	(IV) CAPACITY BUILDING FOR LOCAL VALUE-ADDED PROCESSED
12	PRODUCTS; AND
13	(b) EDUCATION, OUTREACH, AND PROMOTION FOR:
14	$(I) \ S \hbox{\it Chools to engage families and communities around the}$
15	BENEFITS OF FARM-TO-SCHOOL AND WAYS TO SUPPORT FARM-TO-SCHOOL;
16	AND
17	(II) GROWER ASSOCIATIONS AND GROWERS TO COMMUNICATE TO
18	SCHOOLS AND SCHOOL COMMUNITIES ABOUT THE MULTIPLE BENEFITS OF
19	PURCHASING LOCAL PRODUCTS.
20	(3) THE NONPROFIT ORGANIZATION SHALL ANNUALLY REPORT TO
21	THE DEPARTMENT ON THE TECHNICAL ASSISTANCE AND EDUCATION
22	PROGRAM, INCLUDING:
23	(a) THE NUMBER AND TYPES OF ENTITIES RECEIVING GRANTS;
24	(b) THE NUMBER, TYPES, AND PURPOSES OF THE GRANTS AWARDED
25	PURSUANT TO SUBSECTION (2)(a) OF THIS SECTION; AND
26	(c) THE TYPES OF EDUCATION AND OUTREACH CONDUCTED BY
27	PARTICIPATING PROVIDERS AND OTHERS PURSUANT TO SUBSECTION (2)(b)

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1	OF THIS SECTION.
2	<b>22-82.9-304. Evaluation - report.</b> (1) ON OR BEFORE DECEMBER
3	1, 2025, THE DEPARTMENT SHALL SUBMIT A REPORT TO THE EDUCATION
4	COMMITTEES OF THE HOUSE OF REPRESENTATIVES AND THE SENATE, THE
5	HOUSE OF REPRESENTATIVES AGRICULTURE, WATER, AND NATURAL
6	RESOURCES COMMITTEE, THE SENATE AGRICULTURE AND NATURAL
7	RESOURCES COMMITTEE, OR THEIR SUCCESSOR COMMITTEES, ON THE
8	EFFECT OF THE PURCHASING PROGRAM ON THE AMOUNT OF COLORADO
9	GROWN, RAISED, OR PROCESSED PRODUCTS PURCHASED BY PARTICIPATING
10	PROVIDERS, INCLUDING:
11	(a) NAMES AND DEMOGRAPHIC DATA OF PARTICIPATING
12	PROVIDERS;
13	(b) THE DOLLAR AMOUNT SPENT ON COLORADO GROWN, RAISED
14	OR PROCESSED PRODUCTS DURING THE PURCHASING PROGRAM, INCLUDING
15	LOCAL PURCHASING DATA FROM THE 2023-24 SCHOOL YEAR, THAT THE
16	PARTICIPATING PROVIDER INCLUDED IN THE APPLICATION TO THE
17	PURCHASING PROGRAM;
18	(c) PRODUCT CATEGORIES PURCHASED;
19	(d) Number of Colorado producers or businesses
20	PARTICIPATING BY PARTICIPATING PROVIDER AND IN TOTAL;
21	(e) ECONOMIC EFFECT ON PARTICIPATING PROVIDERS, PRODUCERS
22	AND ECONOMIES; AND
23	(f) QUALITATIVE PRODUCER AND PARTICIPATING PROVIDER
24	SURVEYS.
25	22-82.9-305. Program funding - state education fund
26	Purchasing nutritious foods from Colorado's food systems,
27	INCLUDING LOCAL FARMERS AND RANCHERS, SUPPORTS STUDENTS

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1	NUTRITION AND PROVIDES QUALITY MEALS TO BOOST THE HEALTH AND
2	WELL-BEING OF COLORADO STUDENTS, AND IS AN IMPORTANT COMPONENT
3	OF AN ACCOUNTABLE EDUCATION PROGRAM TO MEET STATE ACADEMIC
4	STANDARDS, AND MAY THEREFORE RECEIVE FUNDING FROM THE STATE
5	EDUCATION FUND CREATED SECTION 17 (4) OF ARTICLE IX OF THE STATE
6	CONSTITUTION.
7	22-82.9-306. Repeal of part. This part 3 is repealed, effective
8	July 1, 2026.
9	SECTION 12. In Colorado Revised Statutes, 24-75-109, amend
10	(1)(f) as follows:
11	24-75-109. Controller may allow expenditures in excess of
12	appropriations - limitations - appropriations for subsequent fiscal
13	year restricted - repeal. (1) For the purpose of closing the state's books,
14	and subject to the provisions of this section, the controller may, on or
15	after May 1 of any fiscal year and before the forty-fifth day after the close
16	thereof, upon approval of the governor, allow any department, institution,
17	or agency of the state, including any institution of higher education, to
18	make an expenditure in excess of the amount authorized by an item of
19	appropriation for such fiscal year if:
20	(f) The overexpenditure is by the department of education for
21	<del>either:</del>
22	(I) Providing reimbursements to a participating school food
23	authority for offering eligible meals without charge, pursuant to section
24	<del>22-82.9-204 (1)(b); or</del>
25	(II) Distributing money to a participating school food authority to
26	increase wages or provide stipends for individuals whom the participating
27	school food authority employs to directly prepare and serve food for

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1	school meals, pursuant to section 22-82.9-206 (1). PROVIDING
2	REIMBURSEMENTS TO A PARTICIPATING SCHOOL FOOD AUTHORITY FOR
3	OFFERING ELIGIBLE MEALS WITHOUT CHARGE, PURSUANT TO SECTION
4	22-82.9-204 (1)(b).
5	SECTION 13. In Colorado Revised Statutes, 24-75-201, amend
6	(2)(c) as follows:
7	24-75-201. General fund - general fund surplus - custodial
8	money - repeal. (2) (c) (I) Any unrestricted balance remaining in the
9	healthy school meals for all program general fund exempt account created
10	in section 22-82.9-210 (2) at the end of any fiscal year shall not be
11	designated as part of the general fund surplus.
12	(II) This subsection (2)(c) is repealed, effective July 1, 2025.
13	SECTION 14. In Colorado Revised Statutes, 24-75-201.1,
14	amend (2)(e) as follows:
15	24-75-201.1. Restriction on state appropriations - legislative
16	declaration - definitions - repeal. (2) The basis for the calculation of
17	the reserve as specified in this section includes all appropriations for
18	expenditure from the general fund for such fiscal year, except for any
19	appropriations for:
20	(e) (I) Expenditures from the healthy school meals for all program
21	general fund exempt account created in section 22-82.9-210 (2).
22	(II) This subsection (2)(e) is repealed, effective July 1, 2025.

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				APPROPRIATION FROM							
		ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS			
	\$	\$		\$	\$	\$	\$	\$			
1	SECTION 15. Appropriation to the department of education for the fiscal year beginning July 1, 2024. Amend as added by House Bill 24-1430 section 2, Part IV (1)(A),										
2	(3)(D)(1), (3)(D)(2), and the affected totals, and <b>repeal</b> Footnote 17, as follows:										
3	Section 2. Appropriation.										
4	PART IV										
5				DEPARTMENT	OF EDUCATION						
6											
7	(1) MANAGEMENT AND AI	DMINISTRATION									
8	(A) Administration and Centr	ally-Appropriated	Line Items								
9	State Board of Education	575,805		575,805							
10				(2.5 FTE)							
11	General Department and										
12	Program Administration	6,532,726		3,204,516		188,595	3,139,615 <sup>b</sup>				
13				(23.9FTE)		(2.1 FTE)	(19.9 FTE)				
14	Grants Administration	564,452		389,513		174,939	c				
15	Health, Life, and Dental	9,686,767		4,025,403		1,462,109	968,342°	3,230,913(I)			

				APPROPRIATION FROM				
		ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS
		\$	;	\$	\$	\$	\$	3
1	Short-term Disability	93,966		38,115		12,790 <sup>d</sup>	9,834°	33,227(I)
2	Paid Family Medical Leave							
3	Insurance	265,629		96,798	<del>1,277</del> f	38,371 <sup>d</sup>	29,501°	99,682(I)
4						39,648 <sup>d</sup>		
5	Unfunded Liability							
6	Amortization Equalization							
7	Disbursement	6,264,374		2,498,466	42,478 <sup>f</sup>	852,690 <sup>d</sup>	655,574°	2,215,166(I)
8						895,168 <sup>d</sup>		
9	Salary Survey	2,167,677		778,984	<del>20,500</del> <sup>f</sup>	<del>311,459</del> d	240,788°	815,946(I)
10						331,959 <sup>d</sup>		
11	Step Pay	2,163,729		908,997		$312,360^{d}$	205,099°	737,273(I)
12	PERA Direct Distribution	1,304,359		963,385	<del>6,335</del> f	188,732 <sup>d</sup>	145,907 <sup>e</sup>	
13						195,067 <sup>d</sup>		

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				AT ROTHING WINDS				
		ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS
		\$	5	\$		\$	\$	3
1	Temporary Employees							
2	Related to Authorized							
3	Leave	29,961		29,961				
4	Workers' Compensation	334,121		160,533		43,601	<sup>d</sup> 11,291 <sup>e</sup>	118,696(I)
5	Legal Services	1,324,188		818,348		443,603	62,237 <sup>e</sup>	
6	Administrative Law Judge							
7	Services	209,603				209,603	38	
8	Payment to Risk							
9	Management and Property							
10	Funds	821,832		821,832				
11	Capitol Complex Leased							
12	Space	1,053,714		300,308		191,776	95,888 <sup>h</sup>	465,742(I)
13	CORE Operations	66,377		33,185		25,715	7,477 <sup>j</sup>	
14		33,459,280						
15								

			APPROPRIATION FROM							
ITEM 8	k TO	DTAL	GENERAL	<b>GENERAL</b>	CASH	REAPPROPRIATED	FEDERAL			
SUBTOT	AL		FUND	FUND	FUNDS	FUNDS	FUNDS			
				EXEMPT						
\$	\$	\$		\$	\$	\$	\$			

- <sup>a</sup> This amount shall be from general education development program fees.
- Of this amount, \$2,270,195 shall be from departmental indirect cost recoveries or the Indirect Costs Excess Recovery Fund created in Section 24-75-1401 (2), C.R.S., and \$869,420
- 3 shall be from statewide indirect cost recoveries or the Indirect Costs Excess Recovery Fund created in Section 24-75-1401 (2), C.R.S.
- 4 °Of this amount, \$91,134 shall be from the State Education Fund created in Section 17 (4)(a) of Article IX of the State Constitution, \$48,734 shall be from the Marijuana Tax Cash Fund
- 5 created in Section 39-28.8-501 (1), C.R.S., \$27,096 shall be from the Early Literacy Fund created in Section 22-7-1210 (1), C.R.S. \$4,459 shall be from the Public School Capital
  - Construction Assistance Fund created in Section 22-43.7-104 (1), C.R.S., and \$3,516 shall be from the Start Smart Nutrition Program Fund created in Section 22-82.7-105 (1), C.R.S.
- Pursuant to Section 17 (3) of Article IX of the State Constitution, appropriations from the State Education Fund are not subject to the limitation on fiscal year spending set forth in Section
- 8 20 of Article X of the State Constitution.

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- d Of these amounts, \$1,228,130 shall be from the State Education Fund created in Section 17 (4)(a) of Article IX of the State Constitution, \$1,098,482(I) shall be from the Educator
- Licensure Cash Fund created in Section 22-60.5-112 (1)(a), C.R.S., \$597,456 shall be from the Public School Capital Construction Assistance Fund created in Section 22-43.7-104 (1),
- C.R.S., \$486,345 shall be from the Early Literacy Fund created in Section 22-7-1210 (1), C.R.S., \$186,980 shall be from the Marijuana Tax Cash Fund created in Section 39-28.8-501
- (1), C.R.S., \$70,590 SHALL BE FROM THE HEALTHY SCHOOL MEALS FOR ALL PROGRAM CASH FUND CREATED IN SECTION 22-82.9-211 (2), C.R.S., \$44,739 shall be from general education
- development program fees, and \$215,359 shall be from various sources of cash funds. Pursuant to Section 17 (3) of Article IX of the State Constitution, appropriations from the State
- Education Fund are not subject to the limitation on fiscal year spending set forth in Section 20 of Article X of the State Constitution.

			APPROPRIATION FROM						
ITEM &	T T	OTAL	GENERAL	GENERAL	CASH	REAPPROPRIATED	) FEDERAL		
SUBTOTA	AL		FUND	FUND	FUNDS	FUNDS	FUNDS		
				EXEMPT					
\$	\$	\$		\$	\$	\$	\$		

estimated to be transferred from the Division of Public School Capital Construction Assistance line item appropriation in the School District Operations section of this department,

\$37,047 is estimated to be transferred from the Department of Regulatory Agencies from the Reading Services for the Blind Cash Fund and Disabled Telephone Users Fund in the Public

Utilities Commission, \$36,506 is estimated to be from Medicaid funds transferred from the Department of Health Care Policy and Financing from the Transfer to the Department of

Education for Public School Health Services Administration line item in the Executive Director's Office, and \$150,661 shall be from various sources of reappropriated funds.

<sup>4</sup> These amounts shall be from the Healthy School Meals for All Program General Fund Exempt Account created in Section 22-82.9-210 (3), C.R.S.

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- <sup>g</sup> Of this amount, \$171,874(I) shall be from the Educator Licensure Cash Fund created in Section 22-60.5-112 (1)(a), C.R.S., and \$37,729 shall be from the State Education Fund created in Section 17 (4)(a) of Article IX of the State Constitution. Pursuant to Section 17 (3) of Article IX of the State Constitution, appropriations from the State Education Fund are not subject to the limitation on fiscal year spending set forth in Section 20 of Article X of the State Constitution.
- h This amount shall be transferred from the Division of Public School Capital Construction Assistance line item appropriation in the School District Operations section of this department.

  11 i Of this amount, it is estimated that \$9,616 shall be from the State Education Fund created in Section 17 (4)(a) of Article IX of the State Constitution, \$6,155(I) shall be from the Educator

  12 Licensure Cash Fund created in Section 22-60.5-112 (1)(a), C.R.S., \$4,442 shall be from the Public School Capital Construction Assistance Fund created in Section 22-43.7-104 (1),

  13 C.R.S., \$3,515 shall be from the Early Literacy Fund created in Section 22-7-1210 (1), C.R.S., \$1,602 shall be from the Marijuana Tax Cash Fund created in Section 39-28.8-501 (1),

  14 C.R.S., and \$385 shall be from general education development program fees. Pursuant to Section 17 (3) of Article IX of the State Constitution, appropriations from the State Education
  - This amount shall be from departmental indirect cost recoveries or the Indirect Costs Excess Recovery Fund created in Section 24-75-1401 (2), C.R.S.

Fund are not subject to the limitation on fiscal year spending set forth in Section 20 of Article X of the State Constitution.

						APPROPRIATION F	ROM	
		ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS
		\$	3	\$	\$	\$	\$	
1								
2	(3) SCHOOL DISTRICT O	PERATIONS						
3	(D) Nutrition							
4	(1) Healthy School Meals for	All Program						
5	Program Administration <sup>17</sup>							
6	ADMINISTRATION	887,732		<del>95,908</del>	<del>791,824</del> ª			
7		791,824				791,824ª		
8		(3.2 FTE)		(1.0 FTE)				
9						(3.2 FTE)		
10	School Meal							
11	Reimbursements	137,483,812		<del>22,146,226</del>	115,337,586*			
12						137,483,812 <sup>a</sup>		
13	<b>Local Food Purchasing</b>							
14	Grant	5,000,000		5,000,000				

							APPROPRIATION	FROM		
		ITEM & SUBTOTAL	TOTAL	GENERAL FUND		GENERAL FUND EXEMPT	CASH FUNDS	REAPPROP FUNI		FEDERAL FUNDS
	\$		\$	\$	\$	LALWII I	\$	\$	\$	
1	Local Food Technical									
2	Assistance Grant	5,000,000		5,000,00	9					
3	Wage Distributions	8,400,000		8,400,00	9					
4		156,771,544								
5		138,275,636								
6										
7	<sup>a</sup> These amounts OF THESE AMOU	JNTS, \$116,129,41	0 shall be from the	e Healthy School Mea	ls for	All Program <del>Ge</del>	neral Fund Exempt A	ccount, CASH FUN	D, created in S	Section 22-82.9-211
8	(2), C.R.S., AND \$22,146,226 SH	HALL BE FROM THE	STATE EDUCATION	ON FUND CREATED IN	SECTI	on 17 (4)(a) of	ARTICLE IX OF THE S	TATE CONSTITUTION	ON.	
9										
10	(2) Other Nutrition Program									
11	Federal Nutrition Programs	156,775,300		104,97	3					156,670,327(I)
12				(0.9 FTE	)					(16.1 FTE)
13	State Match for School									
14	Lunch Program	2,472,644					2,472,64	14 <sup>a</sup>		

APPROPRIATION FRO
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		ITEM & SUBTOTAL	TOTAL	\$ GENERAL FUND	\$	GENERAL FUND EXEMPT	\$ CASH FUNDS	REAPPROPRIATED FUNDS \$	FEDERAL FUNDS
1	Child Nutrition School								
2	Lunch Protection Program	841,460					841,460 <sup>t</sup>	l .	
3	Start Smart Nutrition								
4	Program	296,484					296,484	l	
5	LOCAL SCHOOL FOOD								
6	PURCHASING PROGRAMS	675,729					675,729 <sup>1</sup>	,	
7							(0.4 FTE)		
8	Summer Electronics								
9	Benefits Transfer for								
10	Children	447,870		223,935	5				223,935(I)
11				(0.9 FTE)	)				(0.8 FTE)
12		160,833,758							
13		161,509,487							

					APPROPRIATION FI	ROM	
		ITEM & TOTAL UBTOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS
	\$	\$	\$	\$	\$	\$	3
1	<sup>a</sup> This amount shall be from the Stat		,		st and income earned or	n the investment of mone	y in the Public School
2	Fund that is credited to the State Pu	blic School Fund pursuant to Se	ction 22-41-102 (3)(g)	, C.R.S.			
3	<sup>b</sup> This amount shall be from the State	Education Fund created in Secti	on 17 (4)(a) of Article	IX of the State Constit	cution. Pursuant to Secti	on 17 (3) of Article IX of	the State Constitution,
4	appropriations from the State Educa	ntion Fund are not subject to the	limitation on fiscal year	ar spending set forth is	n Section 20 of Article	X of the State Constitution	on.
5	<sup>c</sup> This amount shall be from the Star	rt Smart Nutrition Program Fund	created in Section 22-	-82.7-105 (1), C.R.S.			
6							
7							
8	TOTALS PART IV						
9	(EDUCATION)	<del>\$7,440,497,346</del>	<del>\$3,338,057,203</del>	\$1,363,480,333*	1,764,077,511 <sup>b</sup>	\$104,652,889°	\$870,229,410 <sup>d</sup>
10		\$7,422,677,167	\$3,297,415,069	\$1,247,280,333a	\$1,903,099,466 <sup>b</sup>		
11							
12							
13	<sup>a</sup> This amount shall be from the Gen	neral Fund Exempt Account crea	ted in Section 24-77-1	03.6 (2), C.R.S.			
14	<sup>b</sup> Of this amount, \$5,432,434 contain	ns an (I) notation.					

<sup>c</sup> Of this amount, \$43,900,000 contains an (I) notation.

15

				APPROPRIATION FROM						
ITEM	Л &	TOTAL	GENERAL	GENERAL	CASH	REAPPROPRIATED	FEDERAL			
SUBTO	OTAL		FUND	FUND	FUNDS	FUNDS	FUNDS			
				EXEMPT						
\$	\$		\$	\$	\$	\$	\$			

1	d This amount	contains an	(T)	notation

2

3

**FOOTNOTES** -- The following statements are referenced to the numbered footnotes throughout section 2.

Department of Higher Education, School District Operations, Nutrition, Healthy School Meals for All, Program Administration -- Of the amount appropriated in this line item, up to \$400,000, if not expended prior to the close of the 2024-25 state fiscal year, remains available for expenditure until the close of the 2025-26 state fiscal year.

1	SECTION 16. Repeal and reenact, with amendments, as
2	enacted by House Bill 24-1430, section 16, as follows:
3	SECTION 16. Appropriation to the department of education
4	for the fiscal year beginning July 1, 2023. In Session Laws of Colorado
5	2023, amend section 7 (1) introductory portion, (1)(f), and add (1)(h) of
6	chapter 89, (SB 23-221), as follows:
7	Section 7. Appropriation. (1) For the 2023-24 state fiscal year,
8	\$171,439,107 is appropriated to the department of education. Of this
9	appropriation, \$156,000,000 is from the healthy school meals for all
10	program general fund exempt account and \$15,439,107 is from the
11	general fund. STATE EDUCATION FUND CREATED IN SECTION 17 (4) OF
12	ARTICLE IX OF THE STATE CONSTITUTION. To implement this act, the
13	department may use this appropriation as follows:
14	(f) \$171,000,000 for school meal reimbursements; and
15	(h) \$100,000 for consulting support, which amount, if not
16	expended prior to the close of the 2023-24 state fiscal year, remains
17	available for expenditure until the close of the 2024-25 state fiscal year.
18	SECTION 17. Effective date. This act takes effect upon passage;
19	except that sections 15 and 16 of this act take effect only if House Bill
20	24-1430 becomes law, in which case sections 15 and 16 take effect upon
21	the effective date of this act or House Bill 24-1430, whichever is later.
22	SECTION 18. Safety clause. The general assembly finds,
23	determines, and declares that this act is necessary for the immediate
24	preservation of the public peace, health, or safety or for appropriations for
25	the support and maintenance of the departments of the state and state
26	institutions.

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