

JOINT BUDGET COMMITTEE



STAFF FIGURE SETTING FY 2017-18

DEPARTMENT OF THE TREASURY

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

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FEBRUARY 2, 2017

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HOW TO USE THIS DOCUMENT

The Department Overview contains a table summarizing the staff recommended incremental changes followed by brief explanations of each incremental change. A similar overview table is provided for each division, but the description of incremental changes is not repeated, since it is available under the Department Overview. More details about the incremental changes are provided in the sections following the Department Overview and the division summary tables.

Decision items, both department-requested items and staff-initiated items, are discussed either in the Decision Items Affecting Multiple Divisions or at the beginning of the most relevant division. Within a section, decision items are listed in the requested priority order, if applicable.

It is Staff's practice to review the Department's SMART ACT Performance Plan and Evaluation Reports and utilize any relevant performance measures in the analysis of the budget; however the Department has not posted the FY 2015-16 Evaluation Reports or FY 2016-17 Performance Plan on its website or made it available to JBC Staff as of the submission date of this document.

DEPARTMENT OVERVIEW

The State Treasurer is one of five independently elected constitutional officers of the state. The Department of the Treasury is responsible for the following primary duties: (1) acts as the State's banker and investment officer, providing investment, accounting, and cash management services and preparing related reports; (2) administers the Unclaimed Property Program; (3) disburses Senior Citizen and Disabled Veteran Property Tax Exemption payments to local governments; (4) provides short-term interest-free financing to school districts by issuing tax and revenue anticipation notes and making loans from the General Fund; (5) assists charter schools with long-term financing by making direct bond payments; (6) distributes Highway Users Tax Fund (HUTF) revenues to counties and municipalities; (7) distributes federal mineral leasing funds received for the State's share of sales, bonuses, royalties, and rentals of public lands within Colorado; (8) manages certain state public financing transactions; and (9) reimburses certain property taxes owed or paid for real and business personal property destroyed in a natural disaster. The Department's funding for FY 2016-17 consists of 28.2 percent General Fund, 68.4 percent cash funds, and 3.4 percent reappropriated funds.

SUMMARY OF STAFF RECOMMENDATIONS

DEPARTMENT OF THE TREASURY					
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FTE
FY 2016-17 APPROPRIATION					
HB 16-1405 (Long Bill)	\$518,036,107	\$146,008,257	\$354,252,675	\$17,775,175	32.9
Senior Citizen and Disabled Veteran Property Tax Exemption Long Bill add-on	(6,700,000)	(6,700,000)	0	0	0.0
TOTAL	\$511,336,107	\$139,308,257	\$354,252,675	\$17,775,175	32.9
FY 2017-18 RECOMMENDED APPROPRIATION					
FY 2016-17 Appropriation	\$511,336,107	\$139,308,257	\$354,252,675	\$17,775,175	32.9
Senior Citizen and Disabled Veteran Property Tax Exemption adjustment	9,333,444	9,333,444	0	0	0.0
BA1 Investment tools	18,037	18,037	0	0	0.0
NP Non-prioritized requests	5,997	6,311	1,836	(2,150)	0.0
Annualize prior year legislation	500,000	0	500,000	0	0.0
Centrally appropriated line items	147,959	86,655	61,304	0	0.0
TOTAL	\$521,341,544	\$148,752,704	\$354,815,815	\$17,773,025	32.9
INCREASE/(DECREASE)	\$10,005,437	\$9,444,447	\$563,140	(\$2,150)	0.0
Percentage Change	2.0%	6.8%	0.2%	(0.0%)	0.0%
FY 2017-18 EXECUTIVE REQUEST					
Request Above/(Below) Recommendation	\$6,700,000	\$6,700,000	\$0	\$0	0.0

DESCRIPTION OF INCREMENTAL CHANGES

FY 2016-17

SENIOR CITIZEN AND DISABLED VETERAN PROPERTY TAX EXEMPTION LONG BILL ADD-ON:

The recommendation includes a reduction of \$6.7 million General Fund in the amount identified for

informational purposes only in the FY 2016-17 Long Bill for the Senior Citizen and Disabled Veteran Property Tax Exemption.

FY 2017-18

SENIOR CITIZEN AND DISABLED VETERAN PROPERTY TAX EXEMPTION ADJUSTMENT: The recommendation includes, for informational purposes, a \$9.3 million General Fund increase for reimbursement to local governments for lost property tax revenues.

BA1 INVESTMENT TOOLS: The recommendation includes an increase of \$18,037 General Fund for costs associated with the Bloomberg and S&P investment tools used by the Department's investment officers.

NP NON-PRIORITIZED REQUESTS: The recommendation includes adjustments to line items impacted by requests discussed during figure setting presentations for other departments. These requests include: OIT Secure; HRIS Maintenance; lease purchases; property fund; and health, life, and dental.

ANNUALIZE PRIOR YEAR LEGISLATION: The recommendation includes the annualization of S.B. 16-035 (The Public School Fund).

CENTRALLY APPROPRIATED LINE ITEMS: The recommendation includes adjustments to centrally appropriated line items for the following: state contributions for health, life, and dental benefits; short-term disability; supplemental state contributions to the Public Employees' Retirement Association (PERA) pension fund; salary survey; workers' compensation; legal services; Capitol complex leased space; payments to the Governor's Office of Information Technology (OIT); and CORE operations.

PRIMARY DIFFERENCES FROM THE REQUEST

JBC staff's recommendation includes a reduction of \$6.7 million General Fund in the amount identified for informational purposes in the FY 2016-17 Long Bill for the Senior Citizen and Disabled Veteran Property Tax Exemption.

(1) ADMINISTRATION

The Administration Division is responsible for the operation and oversight of the Department of the Treasury. The Division performs three primary functions: accounting, cash management, and investment services.

ACCOUNTING: The accounting section primarily performs daily reconciliation of all cash that flows in and out of the state's bank accounts. This section is responsible for allocating monthly interest earnings to various funds managed by the Treasury. It manages disbursements and transfers, including: distributing Highway Users Tax Fund (HUTF), tobacco settlement, tobacco tax, and federal mineral leasing funds; and disbursing senior citizen and disabled veteran property tax exemption payments to local governments. Further, the section issues cash flow notes on behalf of school districts participating in the interest-free loan program; and it administers the school bond payment guarantee program and the charter-school intercept and moral obligation credit enhancement program. Finally, this section is responsible for managing the Elderly Property Tax Deferral Program.

CASH MANAGEMENT: The cash management section manages the state's banking service agreements and bank accounts, coordinates receipts and disbursements, and works with the investment staff to ensure that sufficient funds are maintained in the state's bank accounts. One of the main goals of the cash management section is to maintain a sufficient amount of cash to allow the state to meet its financial obligations, while at the same time investing as much as possible in order to maximize interest and investment income.

INVESTMENT: The investment section manages large portfolios collectively worth approximately \$8.6 billion. These assets are managed under statutory guidelines with the objectives of reducing financial risk, maintaining desired portfolio liquidity, and maintaining high yields.

GENERAL NOTE CONCERNING FUNDING FOR THE ADMINISTRATION DIVISION

Pursuant to Section 24-36-120, C.R.S., the Administration Division is partially funded by a transaction fee imposed on cash transactions that the division conducts on behalf of the more than 100 interest-earning cash funds that are subject to the fee. Specific funds, such as the State Education Fund, the Highway Users Tax Fund, the Great Outdoors Colorado Trust Fund, the Public School Fund, the Old Age Pension Fund, the College Opportunity Fund, and any other fund for which the collection of these fees are prohibited by the State Constitution are exempt from the payment of these fees.

The resulting revenue from these fees covers nearly one-half of the Administration Division's expenses, which would otherwise be paid by the General Fund. The FY 2016-17 fee per transaction will be established at the start of the fiscal year and will equal the FY 2016-17 appropriation for the Administration Division divided by the total number of cash transactions conducted by the Treasury during the prior year (FY 2015-16); including transactions conducted on behalf of funds that do not pay the fee. The amount paid by an eligible fund during FY 2016-17 will then equal the per transaction fee multiplied by the number of transactions conducted on behalf of that fund during the prior year (FY 2015-16).

The formula through which fees are calculated results in the General Fund paying for approximately half of any increased Administration Division appropriation, while the rest is covered by eligible cash funds. For example, if the General Assembly increases the Administration Division's Operating Expenses appropriation by \$1,000, the per transaction fee will increase by a fraction of a cent, raising approximately \$500 more from the eligible cash funds; the General Fund will cover the remainder. While transaction fee revenue is used to fund a portion of all lines in the Administration Division, for simplicity, staff reflects all of this revenue in the Personal Services line.

ADMINISTRATION				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 Appropriation				
HB 16-1405 (Long Bill)	\$2,345,974	\$1,086,429	\$1,259,545	17.4
TOTAL	\$2,345,974	\$1,086,429	\$1,259,545	17.4
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$2,345,974	\$1,086,429	\$1,259,545	17.4
BA1 Investment tools	18,037	18,037	0	0.0
NP Non-prioritized requests	8,147	6,311	1,836	0.0
Centrally appropriated line items	149,934	86,655	63,279	0.0
TOTAL	\$2,522,092	\$1,197,432	\$1,324,660	17.4
INCREASE/(DECREASE)	\$176,118	\$111,003	\$65,115	0.0
Percentage Change	7.5%	10.2%	5.2%	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

DECISION ITEMS - ADMINISTRATION

→ BA1 INVESTMENT TOOLS

REQUEST: The Department requests an increase of \$18,037 General Fund to expand its current Standard & Poor's (S&P) credit services subscription, and to add a new subscription through existing Bloomberg terminals beginning April 1, 2017.

RECOMMENDATION: Staff recommends approval of the Department's request.

ANALYSIS: The Department of the Treasury currently subscribes to the abbreviated S&P Corporate credit research service, Credit Wire. It also receives Trade Reporting and Compliance Engine Service's trading volume and executed bond prices data provided by the Financial Industry Regulatory Authority on Bloomberg at no direct cost. The Department is seeking an increase in funding in order to subscribe to S&P's full comprehensive corporate credit service and a research product called Structured Finance in FY 2017-18. Access to these services will provide the investment officers with more complete reporting on corporate and structured finance credit research, additional access to reports on structured products, and access to real time trade volume and bond price reporting. Investment officers will have the opportunity to provide more complete reporting on corporate and structured finance credit research and avoid unreasonable costs associated with working with bond dealers to buy and sell millions of securities on a daily basis. The total annual cost for both subscriptions is \$34,644, reflecting an annual increase of \$22,887 for the

expansion. A portion of the total cost (\$11,757) will be allocated to the Department’s debt issuance because the Department relies upon the investment tools to assist in reinvesting the proceeds of the issuances.

This request is associated with the Department’s FY 2016-17 supplemental request. The Committee denied the Department’s supplemental request because it did not meet supplemental criteria; however, the Treasurer indicated that the FY 2016-17 fourth quarter costs of expanding the subscriptions could be covered by existing resources. In order for the Department to continue the expanded subscription into FY 2017-18, staff recommends approval of the Department’s request.

→ NON-PRIORITIZED REQUESTS

REQUEST: The Department requests an increase of \$8,147, including \$6,311 General Fund and \$1,836 cash funds, for costs associated with centrally appropriated line items including health, life, dental; payments to risk management and property funds; and payments to OIT.

RECOMMENDATION: Staff recommendation is pending Committee common policy decisions. Staff will reflect Committee action in the appropriation for this request.

LINE ITEM DETAIL — ADMINISTRATION

PERSONAL SERVICES

This line item provides funding for employees' salaries and wages, as well as the associated state contribution to the Public Employees Retirement Association and the state share of federal Medicare taxes. This line item also provides funding for certain professional and temporary services.

STATUTORY AUTHORITY: Section 24-50-101, C.R.S., et seq.

REQUEST: The Department requests an appropriation of \$1,399,784 total funds, including \$466,828 General Fund and \$952,956 cash funds from Treasury transaction fees and the Unclaimed Property Trust Fund, and 17.4 FTE.

RECOMMENDATION: Staff recommends an appropriation of \$1,399,784 total funds, including \$466,828 General Fund and \$952,956 cash funds from Treasury transaction fees and the Unclaimed Property Trust Fund, and 17.4 FTE.

ADMINISTRATION, PERSONAL SERVICES				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$1,399,784	\$446,828	\$952,956	17.4
TOTAL	\$1,399,784	\$446,828	\$952,956	17.4
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$1,399,784	\$446,828	\$952,956	17.4
TOTAL	\$1,399,784	\$446,828	\$952,956	17.4

ADMINISTRATION, PERSONAL SERVICES				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,399,784	\$446,828	\$952,956	17.4
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

HEALTH, LIFE, AND DENTAL

This line item provides funding for the employer's share of the cost of group benefit plans providing health, life, and dental (HLD) insurance for state employees.

STATUTORY AUTHORITY: Pursuant to Section 24-50-611, C.R.S., and defined in Section 24-50-603 (9), C.R.S.

REQUEST: The Department requests an appropriation of \$298,256 total funds, including \$158,832 General Fund and \$139,424 cash funds from the Unclaimed Property Trust Fund. This request reflects an increase of \$42,317 total funds, including \$11,424 General Fund and \$30,284 cash funds from the Unclaimed Property Trust Fund.

RECOMMENDATION: Staff recommends an appropriation of \$298,266 total funds, including \$158,832 General Fund and \$139,424 cash funds from the Unclaimed Property Trust Fund, in accordance with the Committee's compensation related common policy decision.

ADMINISTRATION, HEALTH, LIFE, AND DENTAL				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$256,548	\$147,408	\$109,140	0.0
TOTAL	\$256,548	\$147,408	\$109,140	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$256,548	\$147,408	\$109,140	0.0
Centrally appropriated line items	42,317	11,340	30,977	0.0
NP Non-prioritized requests	(609)	84	(693)	0.0
TOTAL	\$298,256	\$158,832	\$139,424	0.0
INCREASE/(DECREASE)	\$41,708	\$11,424	\$30,284	0.0
Percentage Change	16.3%	7.7%	27.7%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$298,256	\$158,832	\$139,424	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

SHORT-TERM DISABILITY

This line item provides funding for the employer's share of state employees short-term disability insurance premiums.

STATUTORY AUTHORITY: Pursuant to Section 24-50-611, C.R.S., and defined in Section 24-50-603 (13), C.R.S.

REQUEST: The Department requests an appropriation of \$3,720 total funds, including \$2,314 General Fund and \$1,406 cash funds from the Unclaimed Property Trust Fund. This reflects a net increase of \$74 total funds, including an increase of \$80 General Fund and a decrease of \$6 cash funds, for adjustments to centrally appropriated line items.

RECOMMENDATION: Staff recommendation is pending Committee action on compensation related common policies. Staff will reflect the Committee’s decision in the Long Bill.

ADMINISTRATION, SHORT-TERM DISABILITY				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$3,646	\$2,234	\$1,412	0.0
TOTAL	\$3,646	\$2,234	\$1,412	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$3,646	\$2,234	\$1,412	0.0
Centrally appropriated line items	74	80	(6)	0.0
TOTAL	\$3,720	\$2,314	\$1,406	0.0
INCREASE/(DECREASE)	\$74	\$80	(\$6)	0.0
Percentage Change	2.0%	3.6%	(0.4%)	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

S.B. 04-257 AMORTIZATION EQUALIZATION DISBURSEMENT

Pursuant to S.B. 04-257, this line item provides additional funding to increase the state contribution for the Public Employees' Retirement Association (PERA).

STATUTORY AUTHORITY: Section 24-51-411, C.R.S.

REQUEST: The Department requests an appropriation of \$102,427 total funds, including \$63,699 General Fund and \$38,728 cash funds from the Unclaimed Property Trust Fund. This reflects an increase of \$6,162 General Fund and \$2,367 cash funds for adjustments to centrally appropriated line items.

RECOMMENDATION: Staff recommendation is pending Committee action on compensation related common policies. Staff will reflect the Committee’s decision in the Long Bill.

ADMINISTRATION, S.B. 04-257 AMORTIZATION EQUALIZATION DISBURSEMENT				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$93,898	\$57,537	\$36,361	0.0
TOTAL	\$93,898	\$57,537	\$36,361	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$93,898	\$57,537	\$36,361	0.0
Centrally appropriated line items	8,529	6,162	2,367	0.0
TOTAL	\$102,427	\$63,699	\$38,728	0.0

ADMINISTRATION, S.B. 04-257 AMORTIZATION EQUALIZATION DISBURSEMENT				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
INCREASE/(DECREASE)	\$8,529	\$6,162	\$2,367	0.0
Percentage Change	9.1%	10.7%	6.5%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$102,427	\$63,699	\$38,728	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT

Pursuant to S.B. 06-235, this line item provides additional funding to increase the state contribution for the Public Employees' Retirement Association (PERA).

STATUTORY AUTHORITY: Section 24-51-411, C.R.S.

REQUEST: The Department requests an appropriation of \$102,427 total funds, including \$63,699 General Fund and \$38,728 cash funds from the Unclaimed Property Trust Fund.

RECOMMENDATION: Staff recommendation is pending Committee action on compensation related common policies. Staff will reflect the Committee's decision in the Long Bill.

ADMINISTRATION, S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$92,920	\$56,938	\$35,982	0.0
TOTAL	\$92,920	\$56,938	\$35,982	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$92,920	\$56,938	\$35,982	0.0
Centrally appropriated line items	9,507	6,761	2,746	0.0
TOTAL	\$102,427	\$63,699	\$38,728	0.0
INCREASE/(DECREASE)	\$9,507	\$6,761	\$2,746	0.0
Percentage Change	10.2%	11.9%	7.6%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$102,427	\$63,699	\$38,728	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

SALARY SURVEY

This line item provides funding to pay for annual increases for salary survey.

STATUTORY AUTHORITY: Section 24-50-104, C.R.S.

REQUEST: The Department requests an appropriation of \$55,081 total funds, including \$33,997 General Fund and \$21,084 cash funds from the Unclaimed Property Trust Fund.

RECOMMENDATION: Staff recommendation is pending Committee action on compensation related common policies. Staff will reflect the Committee's decision in the Long Bill.

ADMINISTRATION, SALARY SURVEY				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$0	\$0	\$0	0.0
Centrally appropriated line items	55,081	33,997	21,084	0.0
TOTAL	\$55,081	\$33,997	\$21,084	0.0
INCREASE/(DECREASE)				
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

MERIT PAY

This line item provides funding to pay for performance-based pay increases related to employee performance and evaluations.

STATUTORY AUTHORITY: Section 24-50-104 (1) (c), C.R.S.

REQUEST: The Department requests no appropriation for this line item.

RECOMMENDATION: Staff recommendation is pending Committee action on compensation related common policies. Staff will reflect the Committee’s decision in the Long Bill.

WORKER’S COMPENSATION AND PAYMENT TO RISK MANAGEMENT AND PROPERTY FUNDS

This line item provides funding for the Department's share of the statewide costs for workers' compensation and risk management and property programs.

STATUTORY AUTHORITY: Sections 24-30-1510.7, 24-30-1510, and 24-30-1510.5, C.R.S.

REQUEST: The Department requests an appropriation of \$4,221 General Fund, including a Department of Personnel common policy increase of \$10.

RECOMMENDATION: Staff recommendation is pending Committee action on compensation related common policies. Staff will reflect the Committee’s decision in the Long Bill.

ADMINISTRATION, WORKERS' COMPENSATION AND PAYMENT TO RISK MANAGEMENT AND PROPERTY FUNDS			
	TOTAL FUNDS	GENERAL FUND	FTE
FY 2016-17 APPROPRIATION			
HB 16-1405 (Long Bill)	\$2,653	\$2,653	0.0
TOTAL	\$2,653	\$2,653	0.0

ADMINISTRATION, WORKERS' COMPENSATION AND PAYMENT TO RISK MANAGEMENT AND PROPERTY FUNDS			
	TOTAL FUNDS	GENERAL FUND	FTE
FY 2017-18 RECOMMENDED APPROPRIATION			
FY 2016-17 Appropriation	\$2,653	\$2,653	0.0
Centrally appropriated line items	1,558	1,558	0.0
NP Non-prioritized requests	10	10	0.0
TOTAL	\$4,221	\$4,221	0.0
INCREASE/(DECREASE)			
	\$1,568	\$1,568	0.0
Percentage Change	59.1%	59.1%	0.0%
FY 2017-18 EXECUTIVE REQUEST			
Request Above/(Below) Recommendation	\$0	\$0	0.0

OPERATING EXPENSES

This line item provides funding for supplies and materials for the Administration Division, as well as for certain services that are not covered by other line items such as capital outlay, utilities, custodial services, equipment rental, storage, dues and subscriptions, and printing. The most significant expenditure funded through this appropriation is for the Department's investment tools, which include leasing three Bloomberg terminals and a subscription to the Standard & Poors Credit Wire Service. The operating line also funds traditional operating expenses such as telephone, copying, postage, and office supplies. Also included are professional development and job enhancement activities, such as books, dues and membership to organizations and registration fees for seminars.

STATUTORY AUTHORITY: Section 24-36-101, C.R.S., et seq.

REQUEST: The Department requests an appropriation of \$180,481 General Fund, including an increase of \$18,037 General Fund for the Department's BA1 request for expanded investment tool subscriptions.

RECOMMENDATION: Staff recommends an appropriation of \$180,481 General Fund.

ADMINISTRATION, OPERATING EXPENSES			
	TOTAL FUNDS	GENERAL FUND	FTE
FY 2016-17 APPROPRIATION			
HB 16-1405 (Long Bill)	\$162,444	\$162,444	0.0
TOTAL	\$162,444	\$162,444	0.0
FY 2017-18 RECOMMENDED APPROPRIATION			
FY 2016-17 Appropriation	\$162,444	\$162,444	0.0
BA1 Investment tools	18,037	18,037	0.0
TOTAL	\$180,481	\$180,481	0.0
INCREASE/(DECREASE)			
	\$18,037	\$18,037	0.0
Percentage Change	11.1%	11.1%	0.0%
FY 2017-18 EXECUTIVE REQUEST			
Request Above/(Below) Recommendation	\$0	\$0	0.0

INFORMATION TECHNOLOGY ASSET MAINTENANCE

This line item provides funding to replace information technology equipment consistent with standard replacement cycles (e.g., four years for desktop and laptop computers, and five years for printers).

STATUTORY AUTHORITY: Section 24-37.5-104, C.R.S.

REQUEST: The Department requests an appropriation of \$12,568 total funds, including \$6,284 General Fund and \$6,284 cash funds from the Unclaimed Property Trust Fund.

RECOMMENDATION: Staff recommends an appropriation of \$12,568 total funds, including \$6,284 General Fund and \$6,284 cash funds from the Unclaimed Property Trust Fund.

ADMINISTRATION, INFORMATION TECHNOLOGY ASSET MAINTENANCE				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$12,568	\$6,284	\$6,284	0.0
TOTAL	\$12,568	\$6,284	\$6,284	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$12,568	\$6,284	\$6,284	0.0
TOTAL	\$12,568	\$6,284	\$6,284	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$12,568	\$6,284	\$6,284	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

LEGAL SERVICES

This line item provides funding for the Department to purchase legal services from the Department of Law. Section 24-75-112 (1) (i), C.R.S. authorizes agencies to spend up to 10 percent of this appropriation for operating expenses, contractual services, and tuition for employee training.

STATUTORY AUTHORITY: Pursuant to Section 24-31-101 (1) (a), C.R.S., and defined in Section 24-75-112 (1) (i), C.R.S.

REQUEST: The Department requests an appropriation of \$57,073 total funds, including \$28,537 General Fund and \$28,536 cash funds from the Unclaimed Property Trust Fund. This reflects an increase of \$2,419 total funds, including \$1,120 General Fund and \$1,209 cash funds, for adjustment to centrally appropriated line items.

RECOMMENDATION: Staff recommends an appropriation of \$57,073 total funds, including \$28,537 General Fund and \$28,536 cash funds from the Unclaimed Property Trust Fund.

ADMINISTRATION, LEGAL SERVICES				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				

ADMINISTRATION, LEGAL SERVICES				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
HB 16-1405 (Long Bill)	\$54,654	\$27,327	\$27,327	0.0
TOTAL	\$54,654	\$27,327	\$27,327	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$54,654	\$27,327	\$27,327	0.0
Centrally appropriated line items	2,419	1,210	1,209	0.0
TOTAL	\$57,073	\$28,537	\$28,536	0.0
INCREASE/(DECREASE)	\$2,419	\$1,210	\$1,209	0.0
Percentage Change	4.4%	4.4%	4.4%	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

CAPITOL COMPLEX LEASED SPACE

This line item is used to pay the Department of Personnel for the costs of maintaining state buildings that are part of the capitol complex.

STATUTORY AUTHORITY: Section 24-30-1104 (4) and Part 1 of Article 82 of Title 24, C.R.S.

REQUEST: The Department requests an appropriation of \$66,982 General Fund. This reflects an increase of \$9,312 General Fund for adjustments to centrally appropriated line items.

RECOMMENDATION: Staff recommends an appropriation of \$66,982 General Fund.

ADMINISTRATION, CAPITOL COMPLEX LEASED SPACE			
	TOTAL FUNDS	GENERAL FUND	FTE
FY 2016-17 APPROPRIATION			
HB 16-1405 (Long Bill)	\$57,670	\$57,670	0.0
TOTAL	\$57,670	\$57,670	0.0
FY 2017-18 RECOMMENDED APPROPRIATION			
FY 2016-17 Appropriation	\$57,670	\$57,670	0.0
Centrally appropriated line items	9,312	9,312	0.0
TOTAL	\$66,982	\$66,982	0.0
INCREASE/(DECREASE)	\$9,312	\$9,312	0.0
Percentage Change	16.1%	16.1%	0.0%
FY 2017-18 EXECUTIVE REQUEST			
Request Above/(Below) Recommendation	\$0	\$0	0.0

PAYMENTS TO OIT

Funds in this line item are used to reimburse the Governor's Office of Information Technology for costs associated with statewide computer services; the multiuse network providing secure, high-speed broadband access; enterprise management and oversight, and back-office business functions; and the state's cyber security program. This line item consolidates four line items in the Department's previous years' budgets, including: Purchase of Services from Computer Center,

Colorado State Network, Management & Administration of OIT, and Information Technology Security.

STATUTORY AUTHORITY: Section 24-37.5-104, C.R.S.

REQUEST: The Department requests an appropriation of \$65,463 total funds, including \$62,934 General Fund and \$2,529 cash funds from the Unclaimed Property Trust Fund. This request reflects an increase of \$10,097 total funds, including \$7,568 General Fund and \$2,529 cash funds, for adjustments to centrally appropriated line items and non-prioritized requests.

RECOMMENDATION: Staff recommends an appropriation of \$65,463 total funds, including \$62,934 General Fund and \$2,529 cash funds from the Unclaimed Property Trust Fund.

ADMINISTRATION, PAYMENTS TO OIT				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$44,493	\$44,493	\$0	0.0
TOTAL	\$44,493	\$44,493	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$44,493	\$44,493	\$0	0.0
Centrally appropriated line items	12,224	12,224	0	0.0
NP Non-prioritized requests	8,746	6,217	2,529	0.0
TOTAL	\$65,463	\$62,934	\$2,529	0.0
INCREASE/(DECREASE)	\$20,970	\$18,441	\$2,529	0.0
Percentage Change	47.1%	41.4%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$65,463	\$62,934	\$2,529	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

CORE OPERATIONS

This line item funds the statewide accounting system (CORE) used by the State Controller to record all state revenues and expenditures.

STATUTORY AUTHORITY: Section 24-30-209, C.R.S.

REQUEST: The Department requests an appropriation of \$163,609 total funds, including \$73,624 General Fund and \$89,985 cash funds from the Unclaimed Property Trust Fund.

RECOMMENDATION: Staff recommends an appropriation of \$163,609 total funds, including \$73,624 General Fund and \$89,985 cash funds from the Unclaimed Property Trust Fund.

ADMINISTRATION, CORE OPERATIONS				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$154,696	\$69,613	\$85,083	0.0
TOTAL	\$154,696	\$69,613	\$85,083	0.0

ADMINISTRATION, CORE OPERATIONS				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$154,696	\$69,613	\$85,083	0.0
Centrally appropriated line items	8,913	4,011	4,902	0.0
TOTAL	\$163,609	\$73,624	\$89,985	0.0
INCREASE/(DECREASE)				
	\$8,913	\$4,011	\$4,902	0.0
Percentage Change	5.8%	5.8%	5.8%	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

CHARTER SCHOOL FACILITIES FINANCING SERVICES

The Treasurer has several duties associated with charter school facility financing. A charter school may request that the Treasurer make direct payments of principal and interest on bonds issued on behalf of the school for the purpose of enhancing the ability of the school to obtain favorable financing terms pursuant to Section 22-30.5-406, C.R.S. The Treasurer is authorized to withhold, from the amount paid to the chartering district for the state share of the district's total program funding, the amount of any direct payments made on behalf of the charter school plus any administrative costs associated with making such payments. Any administrative costs withheld are deposited into the Charter School Financing Administrative Cash Fund. Moneys in this fund are continuously appropriated.

Under the provisions of H.B. 03-1021, the Colorado Educational and Cultural Facilities Authority may issue bonds on behalf of qualified charter schools. Participating charter schools are required to annually pay \$1 per \$1,000 of the principal amount of the bonds outstanding to the State Treasurer for deposit in the State Charter School Interest Savings Account (within the State Charter School Debt Reserve). The Treasurer is authorized to charge participating schools a fee to defray related direct and indirect costs. Such moneys are also to be deposited in the State Charter School Interest Savings Account within the State Charter School Debt Reserve Fund pursuant to Section 22-30.5-407 (3), C.R.S. Moneys in the State Charter School Debt Reserve Fund, including fees collected from schools, are continuously appropriated to the State Treasurer.

STATUTORY AUTHORITY: Sections 22-30.5-407 (4) (a) and (a.5), C.R.S.

REQUEST: The Department request reflects an informational appropriation of \$5,000 cash funds from the Charter School Financing Administrative Cash Fund.

RECOMMENDATION: Staff recommends reflecting an informational appropriation of \$5,000 cash funds from the Charter School Financing Administrative Cash Fund.

ADMINISTRATION, CHARTER SCHOOL FACILITIES FINANCING SERVICES				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$5,000	\$0	\$5,000	0.0
TOTAL	\$5,000	\$0	\$5,000	0.0

ADMINISTRATION, CHARTER SCHOOL FACILITIES FINANCING SERVICES				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$5,000	\$0	\$5,000	0.0
TOTAL	\$5,000		\$5,000	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

DISCRETIONARY FUND

Five elected state officials receive an annual appropriation for expenditures in pursuance of official business as each elected official sees fit. Subject to annual appropriation by the General Assembly, the Treasurer is to receive \$5,000 from the General Fund annually for this purpose.

STATUTORY AUTHORITY: Section 24-9-105, C.R.S.

REQUEST: The Department requests a continuation appropriation of \$5,000 General Fund.

RECOMMENDATION: Staff recommends a continuation appropriation of \$5,000 General Fund.

ADMINISTRATION, DISCRETIONARY FUND			
	TOTAL FUNDS	GENERAL FUND	FTE
FY 2016-17 APPROPRIATION			
HB 16-1405 (Long Bill)	\$5,000	\$5,000	0.0
TOTAL	\$5,000	\$5,000	0.0
FY 2017-18 RECOMMENDED APPROPRIATION			
FY 2016-17 Appropriation	\$5,000	\$5,000	0.0
TOTAL	\$5,000	\$5,000	0.0
Percentage Change	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST			
Request Above/(Below) Recommendation	\$0	\$0	0.0

(2) UNCLAIMED PROPERTY PROGRAM

The Department administers the state's unclaimed property program, as set forth in Article 13 of Title 38, C.R.S. (The "Unclaimed Property Act"). Under this program, the state takes possession of dormant or abandoned properties from a wide range of business and public institutions and tries to return the properties to their rightful owners. Generally, property is subject to the custody of the state as unclaimed property if the last-known address of the property owner (or the person entitled to the property) is in Colorado.

While the program originally targeted properties held by banks, savings and loans, and credit unions, it has been expanded to include properties held by insurance companies, public institutions, government agencies, public corporations or authorities, non-profit entities, hospitals, utilities, estates, trusts, or any other legal or commercial entity. Recovered items include un-cashed checks and money orders, unclaimed stocks and securities, abandoned safety deposit box contents, dormant bank accounts, unclaimed utility deposits, unclaimed insurance benefits, unclaimed gift cards, un-cashed tax refunds, and intangible properties held by the courts, government agencies, and businesses.

Pursuant to Section 38-13-116.5, C.R.S., moneys collected by the Unclaimed Property Program and any associated interest earnings are deposited in the Unclaimed Property Trust Fund. Moneys in the Trust Fund that are not used or held in reserve to pay claims are used (subject to appropriation) to pay the direct and indirect costs of administering the program pursuant to Section 38-13-116.5 (2), C.R.S. In addition, the Treasury sells securities that have been held as unclaimed property for more than one year and deposits the proceeds in the Unclaimed Property Tourism Promotion Trust Fund. The principal in this fund may only be used to pay claims, but the interest earnings are to be credited to the Colorado Travel and Tourism Promotion Fund, which is administered by the Department of Agriculture.

Prior to FY 2001-02, the administration of the program was supported through General Fund appropriations. Pursuant to H.B. 02-1392, program expenses are now supported by the principal in the Unclaimed Property Trust Fund. Section 38-13-116.5 (2) (d), C.R.S., provides that any moneys appropriated to the Department of the Treasury for the expenses of administering the program shall count as fiscal year spending under Section 6 or Article X (TABOR) of the State Constitution. Prior to FY 2004-05, net cash generated by the Unclaimed Property program was counted as state revenue under the Taxpayer's Bill of Rights (TABOR). Pursuant to S.B. 04-211, beginning in FY 2004-05, net cash generated by the program is no longer counted as state revenue under TABOR rules unless it is appropriated to cover the direct and indirect costs of administering the Unclaimed Property Program or expended from the Colorado Travel and Tourism Promotion Fund.

UNCLAIMED PROPERTY PROGRAM				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 Appropriation				
HB 16-1405 (Long Bill)	\$2,262,606	\$0	\$2,262,606	15.5
TOTAL	\$2,262,606	\$0	\$2,262,606	15.5
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$2,262,606	\$0	\$2,262,606	15.5

UNCLAIMED PROPERTY PROGRAM				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
Centrally appropriated line items	(1,975)	0	(1,975)	0.0
TOTAL	\$2,260,631	\$0	\$2,260,631	15.5
INCREASE/(DECREASE)	(\$1,975)	\$0	(\$1,975)	0.0
Percentage Change	(0.1%)	0.0%	(0.1%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$2,260,631	\$0	\$2,260,631	15.5
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

DECISION ITEMS - UNCLAIMED PROPERTY PROGRAM (NONE)

The Treasurer did not submit any decision items for this division.

LINE ITEM DETAIL - UNCLAIMED PROPERTY PROGRAM

PERSONAL SERVICES

This line item provides funding for employees' salaries and wages, as well as the associated state contribution to the Public Employees Retirement Association and the state share of federal Medicare contributions. This line item also provides funding for certain professional and temporary services.

STATUTORY AUTHORITY: Section 24-50-101 et.seq., C.R.S.

REQUEST: The Department requests an appropriation of \$867,065 cash funds from the Unclaimed Property Trust Fund and 15.5 FTE.

RECOMMENDATION: Staff recommends an appropriation of \$867,065 cash funds from the Unclaimed Property Trust Fund and 15.5 FTE.

UNCLAIMED PROPERTY PROGRAM, PERSONAL SERVICES				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$867,065	\$0	\$867,065	15.5
TOTAL	\$867,065	\$0	\$867,065	15.5
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$867,065	\$0	\$867,065	15.5
TOTAL	\$867,065	\$0	\$867,065	15.5
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$867,065	\$0	\$867,065	15.5
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

OPERATING EXPENSES

This line item provides funding for supplies and materials, as well as capital outlay, utilities, custodial services, equipment rental, storage, dues and subscriptions, and printing.

STATUTORY AUTHORITY: Section 38-13-116.5 (2) (a), C.R.S.

REQUEST: The Department requests an appropriation of \$336,619 cash funds from the Unclaimed Property Trust Fund in FY 2017-18.

RECOMMENDATION: Staff recommends an appropriation of \$336,619 cash funds from the Unclaimed Property Trust Fund in FY 2017-18.

UNCLAIMED PROPERTY PROGRAM, OPERATING EXPENSES				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$336,619	\$0	\$336,619	0.0
TOTAL	\$336,619	\$0	\$336,619	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$336,619	\$0	\$336,619	0.0
TOTAL	\$336,619	\$0	\$336,619	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

PROMOTION AND CORRESPONDENCE

The Department's promotional efforts are designed to notify owners of lost and forgotten assets held in trust by the state. Pursuant to Section 38-13-111 (7), C.R.S., the Administrator of the Unclaimed Property Program may spend up to 2.0 percent of the previous year's paid claims for the publication and necessary correspondence (e.g., sending a notice to the last known address of each person who appears to be entitled to property valued at \$50 or more).

STATUTORY AUTHORITY: Section 38-13-111 (7), C.R.S.

REQUEST: The Department requests a continuation appropriation of \$200,000 cash funds from the Unclaimed Property Trust Fund.

RECOMMENDATION: Staff recommends a continuation appropriation of \$200,000 cash funds from the Unclaimed Property Trust Fund.

UNCLAIMED PROPERTY PROGRAM, PROMOTION AND CORRESPONDENCE				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$200,000	\$0	\$200,000	0.0
TOTAL	\$200,000	\$0	\$200,000	0.0

UNCLAIMED PROPERTY PROGRAM, PROMOTION AND CORRESPONDENCE				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$200,000	\$0	\$200,000	0.0
TOTAL	\$200,000	\$0	\$200,000	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

LEASED SPACE

This line item provides funding for the lease of 3,466 square feet of space at 1580 Logan Street for the Unclaimed Property program.

STATUTORY AUTHORITY: Section 38-13-116.5 (2) (a), C.R.S.

REQUEST: The Department requests an appropriation of \$56,947 cash funds from the Unclaimed Property Trust Fund lease for space at 1580 Logan Street. This reflects a decrease of \$1,975 cash funds for adjustments to centrally appropriated line items.

RECOMMENDATION: Staff recommends an appropriation of \$56,947 cash funds from the Unclaimed Property Trust Fund.

UNCLAIMED PROPERTY PROGRAM, LEASED SPACE				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$58,922	\$0	\$58,922	0.0
TOTAL	\$58,922	\$0	\$58,922	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$58,922	\$0	\$58,922	0.0
Centrally appropriated line items	(1,975)	0	(1,975)	0.0
TOTAL	\$56,947	\$0	\$56,947	0.0
INCREASE/(DECREASE)				
Percentage Change	(3.4%)	0.0%	(3.4%)	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

CONTRACT AUDITOR SERVICES

The Treasury Department contracts with auditing firms that examine the records of businesses located in other states in an effort to find unclaimed property belonging to Colorado citizens. The costs associated with these services are essentially paid on a contingency fee basis, with the state paying 12.0 percent of the value of any Colorado property identified. Moneys in the Unclaimed Property Trust Fund are continuously appropriated for the payment of services to contract auditors.

STATUTORY AUTHORITY: Section 38-13-116.5 (2) (b), C.R.S.

REQUEST: The Department is reflecting funding for this line of \$800,000.

RECOMMENDATION: Staff recommends reflecting an appropriation of \$800,000 cash funds spending authority from the revenues collected by contract auditors.

UNCLAIMED PROPERTY PROGRAM, CONTRACT AUDITOR SERVICES				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$800,000	\$0	\$800,000	0.0
TOTAL	\$800,000	\$0	\$800,000	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$800,000	\$0	\$800,000	0.0
TOTAL	\$800,000	\$0	\$800,000	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

(3) SPECIAL PURPOSE

This section of the Long Bill reflects disbursements the Treasurer is required to make, including the following: 1) reimbursements to local governments for property tax revenues foregone due to the senior citizen and disabled veteran property tax exemption; 2) allocations of Highway Users Tax Fund (HUTF) revenues to local governments; 3) reimbursements of certain property taxes owed or paid for real and business personal property destroyed in a natural disaster; and 4) the annual base rent payments due on the State's Higher Education Capital Construction Lease Purchase Financing Program Certificates of Participation. The General Fund appropriations for the senior citizen and disabled veteran property tax exemption are not subject to the statutory restrictions on General Fund appropriations. The source of cash funds is the Highway Users Tax Fund.

SPECIAL PURPOSE					
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FTE
FY 2016-17 Appropriation					
HB 16-1405 (Long Bill)	\$513,427,527	\$144,921,828	\$350,730,524	\$17,775,175	0.0
Homestead exemption Long Bill add-on	(6,700,000)	(6,700,000)	0	0	0.0
TOTAL	\$506,727,527	\$138,221,828	\$350,730,524	\$17,775,175	0.0
FY 2017-18 RECOMMENDED APPROPRIATION					
FY 2016-17 Appropriation	\$506,727,527	\$138,221,828	\$350,730,524	\$17,775,175	0.0
Senior Citizen and Disabled Veteran Property Tax Exemption adjustment	9,333,444	9,333,444	0	0	0.0
NP Non-prioritized requests	(2,150)	0	0	(2,150)	0.0
Annualize prior year legislation	500,000	0	500,000	0	0.0
TOTAL	\$516,558,821	\$147,555,272	\$351,230,524	\$17,773,025	0.0
INCREASE/(DECREASE)	\$9,831,294	\$9,333,444	\$500,000	(\$2,150)	0.0
Percentage Change	1.9%	6.8%	0.1%	(0.0%)	0.0%
FY 2017-18 EXECUTIVE REQUEST					
Request Above/(Below) Recommendation	\$6,700,000	\$6,700,000	\$0	\$0	0.0

DECISION ITEMS - SPECIAL PURPOSE**→ STAFF-INITIATED SENIOR CITIZEN AND DISABLED VETERAN PROPERTY TAX EXEMPTION LONG BILL ADD-ON**

RECOMMENDATION: Staff recommends a reduction of \$6.7 million General Fund in the amount identified for informational purposes only in the FY 2016-17 Long Bill for the Senior Citizen and Disabled Veteran Property Tax Exemption line item. This will reduce the amount identified in the Long Bill to \$136.0 million General Fund.

ANALYSIS: Section 3.5 of Article X of the Colorado Constitution grants a property tax exemption to qualifying senior citizens and disabled veterans. Pursuant to Sections 39-3-201 to 208, C.R.S., this provision exempts 50.0 percent of the first \$200,000 of actual home value from property tax and requires the State Treasurer to reimburse local governments for the resulting lost property tax revenues. The exemption applies if (a) the property owner-occupier is sixty-five years of age or older as of the assessment date and has occupied the property as a primary residence for the past ten

years; or (b) the owner-occupier is the spouse or surviving spouse of an owner-occupier who previously qualified for the exemption. The passage of Referendum E extended the exemption to honorably discharged veterans with a 100 percent permanent service-connected disability beginning in tax year 2007.

The constitution grants the General Assembly the power to raise or lower the maximum amount of residence value that is exempt from taxation. For tax year 2002, the first year this exemption was made available, the exemption was limited to the first \$200,000 of actual residence value. The General Assembly lowered this amount to \$0 for seniors for tax years 2003, 2004, and 2005, and again for tax years 2009 (S.B. 09-276), 2010, and 2011 (S.B. 10-190), thereby eliminating the associated state expenditures for fiscal years 2003-04 through 2005-06 and fiscal years 2009-10 through 2011-12. The exemption for disabled veterans remained intact. Warrants paid to counties each year since FY 2012-13 have continued to increase steadily as a greater percentage of the population age into the 65 and over age bracket. In FY 2012-13, \$102.7 million in warrants were paid to counties. Based on data from the Department of Local Affairs, the anticipated cost of the exemption in FY 2016-17 is \$136.1 million General Fund. Of this amount, senior citizens will receive exemptions totaling \$133.2 million.

SENIOR CITIZEN AND DISABLED VETERAN PROPERTY TAX EXEMPTION					
	FY 12-13 ACTUAL	FY 13-14 ACTUAL	FY 14-15 ACTUAL	FY 15-16 ACTUAL	FY 16-17 ACTUAL
NUMBER OF EXEMPTIONS GRANTED					
Senior Citizens	182,905	197,598	207,457	234,677	227,611
Disabled Veterans	3,649	3,829	4,235	4,429	5,016
TOTAL	186,554	201,427	211,692	239,106	232,627
EXEMPTED ACTUAL VALUE					
Senior Citizens	\$15,088,560,545	\$16,010,118,503	\$16,848,725,408	\$19,888,261,495	\$20,011,395,148
Disabled Veterans	288,938,096	307,559,717	423,531,944	450,978,284	434,091,586
TOTAL	\$15,377,500,000	\$16,317,678,220	\$17,272,257,352	\$20,339,239,779	\$20,445,486,734
PERCENT OF RESIDENCES GRANTED EXEMPTION					
Senior Citizens	9.90%	10.82%	11.15%	12.51%	11.95%
Disabled Veterans	0.20%	0.21%	0.23%	0.24%	0.26%
TOTAL	10.09%	11.03%	11.38%	12.75%	12.21%
PROPERTY TAX EXEMPTED					
Senior Citizens	\$100,821,732	\$107,723,840	\$114,234,918	\$124,500,824	\$133,199,483
Disabled Veterans	1,906,309	2,083,129	2,646,365	2,637,206	2,909,921
TOTAL	\$102,728,041	\$109,806,969	\$116,881,283	\$127,138,030	\$136,109,404
AVERAGE VALUE OF EXEMPTION	\$551	\$545	\$552	\$532	\$585

TRANSFER OF FUNDS SPECIFIED IN LONG BILL NOT EXPENDED

Pursuant to Section 39-3-207 (4) (a), C.R.S., and in accordance with Section 3.5 of Article X of the State Constitution, no later than April 15th of each year the State Treasurer shall issue a warrant to each county treasurer for the amount needed to fully reimburse all local governmental entities within the county for the amount of property tax revenues lost as a result of the application of the property tax exemption. Because the state is required to fully reimburse local governmental entities within each county, the amount identified annually in the Senior Citizen and Disabled Veteran Property Tax Exemption line item of the Long Bill is provided for informational purposes only and is based

on the March Economic Forecast. Because the actual annual cost of this exemption is unknown until approximately nine months after Long Bill figure setting, it is not possible to ensure an accurate figure in the Long Bill. Amounts *exceeding* the total identified in the Long Bill appropriation are reimbursed to counties from the General Fund in their entirety.

Pursuant to H.B. 12-1326, as of June 30, 2013, if reimbursements to local entities total *less* than the amount specified in the Long Bill for each fiscal year, the excess funds are transferred to the Senior Services Account within the Older Coloradans Cash Fund. During the 2016 Legislative Session, the Joint Budget Committee sponsored H.B. 16-1161 to reduce the transfer to the Senior Services Account to 95.0 percent of the funds identified in the Long Bill in excess of the actual warrants paid. As of FY 2016-17, the remaining 5.0 percent is transferred into the Veterans Assistance Grant Program Cash Fund. In fiscal years 2012-13, 2013-14, and 2015-16 no transfer was required as the amount identified in the Long Bill exceeded the total amount of warrants issued. In FY 2014-15, \$1.5 million was transferred from the General Fund to the Senior Services Account because the total amount of actual warrants issued to counties was below the amount identified in the Long Bill. The following table provides information on these required transfers.

HB 12-1326 TRANSFERS TO THE SENIOR SERVICES ACCOUNT IN THE OLDER COLORADOANS CASH FUND			
	SCDVTE LINE ITEM AMOUNT IN LONG BILL	ACTUAL WARRANTS ISSUED	TRANSFER
FY 2012-13 (Actual)	\$98,500,000	\$102,728,041	\$0
FY 2013-14 (Actual)	\$105,200,000	\$109,806,969	\$0
FY 2014-15 (Actual)	\$118,400,000	\$116,880,518	\$1,519,482
FY 2015-16 (Actual)	\$126,000,000	\$127,141,987	\$0
FY 2016-17 (Estimated)	\$142,700,000	\$136,109,404	\$6,590,596

USE OF TRANSFERRED FUNDS

Pursuant to H.B. 12-1326, funds transferred to the Senior Services Account are subject to annual appropriation to the Department of Human Services (DHS) for distribution to the Area Agencies on Aging (AAAs). Pursuant to the bill, the DHS may designate the senior services for which moneys in the account are to be used. In FY 2015-16 the DHS requested and the JBC approved increased spending authority for the \$1.5 million transfer. JBC staff requested information from the DHS on how these funds were used by the AAAs, however no information was received from the DHS as of the date this document was submitted.

POINTS TO CONSIDER

Although the amount in the Senior Citizen and Disabled Veteran Property Tax Exemption line item of the Long Bill is included for informational purposes only, H.B. 12-1326 places additional constraints on the budget process by requiring the transfer of any amount identified in the line item above the actual amount of warrants paid to counties. Although no adjustment was made to the line item in FY 2014-15, the fiscal note of H.B. 12-1326 states that “it should be noted that the Long Bill appropriation for the Senior Homestead Exemption is typically adjusted through the supplemental

budget process based on updated information on property taxes.” Because this adjustment is expected to occur, the fiscal analysis assumed that the amount of any transfer would be limited.

In addition to the General Fund impact, any transfer pursuant to H.B. 12-1326 will impact the State Education Fund. Funding in excess of warrants paid to counties would have carried forward and become part of the FY 2014-15 General Fund surplus deposited into the State Education Fund, prior to the passage of H.B. 12-1326. Due to the impact on both the General Fund and the State Education Fund, JBC staff recommends that the JBC approve a Long Bill add-on to reduce the amount reflected in the Senior Citizen and Disabled Veteran Property Tax Exemption line item of the FY 2016-17 Long Bill to \$136.0 million General Fund.

LINE ITEM DETAIL - SPECIAL PURPOSE

SENIOR CITIZEN AND DISABLED VETERAN PROPERTY TAX EXEMPTION

This line item provides funding to reimburse local governments for property taxes foregone as a result of the Senior Citizen and Disabled Veteran Property Tax Exemption. Current law grants a property tax exemption to qualifying senior citizens and disabled veterans equal to 50.0 percent of the first \$200,000 of residential property value. The Constitution authorizes the General Assembly to raise or lower the maximum amount of actual value that is exempt from taxation. The State Treasurer is required to reimburse local governments for the resulting lost property tax revenues.

STATUTORY AUTHORITY: Authorized in Section 3.5 of Article X of the State Constitution and implemented in Sections 39-3-201 through 208, C.R.S.

REQUEST: The Treasurer's budget request includes estimated distributions to counties totaling \$152,033,444 General Fund, including an increase of \$9,333,444 General Fund, based on the Governor’s Office of State Planning and Budgeting December 2016 forecast.

RECOMMENDATION: Staff’s figure setting recommendation is consistent with current law. Staff recommends reflecting an appropriation of \$145,333,444 General Fund in the Long Bill for informational purposes. Staff requests permission to update, if necessary, the appropriation based on the March 2017 revenue projection that the Joint Budget Committee elects to use for balancing purposes.

SPECIAL PURPOSE, SENIOR CITIZEN AND DISABLED VETERAN PROPERTY TAX EXEMPTION			
	TOTAL FUNDS	GENERAL FUND	FTE
FY 2016-17 APPROPRIATION			
HB 16-1405 (Long Bill)	\$142,700,000	\$142,700,000	0.0
Homestead exemption Long Bill add-on	(6,700,000)	(6,700,000)	0.0
TOTAL	\$136,000,000	\$136,000,000	0.0
FY 2017-18 RECOMMENDED APPROPRIATION			
FY 2016-17 Appropriation	\$136,000,000	\$136,000,000	0.0
Senior Citizen and Disabled Veteran Property Tax Exemption adjustment	9,333,444	9,333,444	0.0

SPECIAL PURPOSE, SENIOR CITIZEN AND DISABLED VETERAN PROPERTY TAX EXEMPTION			
	TOTAL FUNDS	GENERAL FUND	FTE
TOTAL	\$145,333,444	\$145,333,444	0.0
INCREASE/(DECREASE)	\$9,333,444	\$9,333,444	0.0
Percentage Change	6.9%	6.9%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$152,033,444	\$152,033,444	0.0
Request Above/(Below) Recommendation	\$6,700,000	\$6,700,000	0.0

HIGHWAY USERS TAX FUND – COUNTY PAYMENTS

This line item provides an estimate of the amount that will be distributed to counties from the Highway Users Tax Fund (HUTF). Counties are required to use such funds for the construction, engineering, reconstruction, maintenance, repair, equipment, improvement, and administration of the county highway systems and any other public highways.

STATUTORY AUTHORITY: The State Treasurer shall allocate 26.0 percent of the revenues raised by gasoline and special fuel excise tax to county treasurers pursuant to Sections 43-4-205 (5) (b) and 43-4-205 (6) (b) (II), C.R.S. Such funds shall be allocated and expended pursuant to Section 43-4-207, C.R.S.

REQUEST: The Treasurer's budget request includes estimated distributions to counties totaling \$208,476,193 cash funds based on actual expenditures and the Office of State Planning and Budget's December 2016 forecast.

RECOMMENDATION: Staff recommends reflecting an appropriation of \$208,476,193 cash funds from the Highway Users Tax Fund in the Long Bill for informational purposes. Staff requests permission to update the appropriation based on the March 2017 revenue projection that the Joint Budget Committee elects to use for balancing purposes.

SPECIAL PURPOSE, HIGHWAY USERS TAX FUND - COUNTY PAYMENTS				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$208,476,193	\$0	\$208,476,193	0.0
TOTAL	\$208,476,193	\$0	\$208,476,193	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$208,476,193	\$0	\$208,476,193	0.0
TOTAL	\$208,476,193	\$0	\$208,476,193	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$208,476,193	\$0	\$208,476,193	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

HIGHWAY USERS TAX FUND – MUNICIPALITY PAYMENTS

This line item provides an estimate of the amount that will be distributed to municipalities from the HUTF. Cities and incorporated towns are required to use such funds for the construction,

engineering, reconstruction, maintenance, repair, equipment, improvement, and administration of the system of municipal streets or any other public highways located in the municipality.

STATUTORY AUTHORITY: The State Treasurer shall allocate 9.0 percent of the revenues raised by gasoline and special fuel excise tax to county treasurers pursuant to Sections 43-4-205 (5) (c) and 43-4-205 (6) (b) (III), C.R.S. Such funds shall be allocated and expended pursuant to Section 43-4-208 (2), C.R.S.

REQUEST: The Treasurer's budget request includes estimated distributions to municipalities totaling \$142,254,331 cash funds based on actual expenditures and the Office of State Planning and Budget's December 2016 forecast.

RECOMMENDATION: Staff recommends reflecting an appropriation of \$142,254,331 cash funds from the Highway Users Tax Fund in the Long Bill for informational purposes. Staff requests permission to update the appropriation based on the March 2017 revenue projection that the Joint Budget Committee elects to use for balancing purposes.

SPECIAL PURPOSE, HIGHWAY USERS TAX FUND - MUNICIPALITY PAYMENTS				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$142,254,331	\$0	\$142,254,331	0.0
TOTAL	\$142,254,331	\$0	\$142,254,331	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$142,254,331	\$0	\$142,254,331	0.0
TOTAL	\$142,254,331	\$0	\$142,254,331	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST				
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

PROPERTY TAX REIMBURSEMENT FOR PROPERTY DESTROYED BY A NATURAL CAUSE

This line item provides funding for the reimbursement of certain property taxes owed or paid for real property and business personal property that has been destroyed in a natural disaster or by another cause beyond the control of the property owner. This program is for property tax years commencing on or after January 1, 2013.

STATUTORY AUTHORITY: Section 39-1-123, C.R.S.

REQUEST: The Treasurer's budget request includes \$2,221,828 General Fund for qualifying property tax reimbursements in the tax year commencing on January 1, 2017.

RECOMMENDATION: Staff recommends an appropriation of \$2,221,828 General Fund.

SPECIAL PURPOSE, PROPERTY TAX REIMBURSEMENT FOR PROPERTY DESTROYED BY NATURAL CAUSE			
	TOTAL FUNDS	GENERAL FUND	FTE
FY 2016-17 APPROPRIATION			
HB 16-1405 (Long Bill)	\$2,221,828	\$2,221,828	0.0
TOTAL	\$2,221,828	\$2,221,828	0.0
FY 2017-18 RECOMMENDED APPROPRIATION			
FY 2016-17 Appropriation	\$2,221,828	\$2,221,828	0.0
TOTAL	\$2,221,828	\$2,221,828	0.0
Percentage Change	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST			
Request Above/(Below) Recommendation	\$0	\$0	0.0

LEASE PURCHASE OF ACADEMIC FACILITIES PURSUANT TO SECTION 23-19.9-102, C.R.S.

This line item reflects the State's share of the annual base rent payments due on the State of Colorado Higher Education Capital Construction Lease Purchase Financing Program Certificates of Participation.

STATUTORY AUTHORITY: Section 23-19.9-102, C.R.S.

REQUEST: The Treasurer's budget request includes an appropriation of \$17,773,025 reappropriated funds transferred from the Department of Higher Education.

RECOMMENDATION: Staff recommends an appropriation of \$17,773,025 reappropriated funds transferred from the Department of Higher Education for this line item.

SPECIAL PURPOSE, LEASE PURCHASE OF ACADEMIC FACILITIES PURSUANT TO SECTION 23-19.9- 102, C.R.S.					
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FTE
FY 2016-17 APPROPRIATION					
HB 16-1405 (Long Bill)	\$17,775,175	\$0	\$0	\$17,775,175	0.0
TOTAL	\$17,775,175	\$0	\$0	\$17,775,175	0.0
FY 2017-18 RECOMMENDED APPROPRIATION					
FY 2016-17 Appropriation	\$17,775,175	\$0	\$0	\$17,775,175	0.0
NP Non-prioritized requests	(2,150)	0	0	(2,150)	0.0
TOTAL	\$17,773,025	\$0	\$0	\$17,773,025	0.0
INCREASE/(DECREASE)	(\$2,150)	\$0	\$0	(\$2,150)	0.0
Percentage Change	(0.0%)	0.0%	0.0%	(0.0%)	0.0%
FY 2017-18 EXECUTIVE REQUEST					
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	0.0

PUBLIC SCHOOL FUND INVESTMENT BOARD PURSUANT TO SECTION 22-41-102.5, C.R.S.

This line item reflects the costs incurred by the Public School Fund Investment Board for contracting services in order to securely invest money deposited in the public school fund for the intergenerational benefit of public schools.

STATUTORY AUTHORITY: Section 22-41-102.5, C.R.S.

REQUEST: The Treasurer’s budget request includes an appropriation of \$500,000 cash funds from interest earned on Public School Fund investments.

RECOMMENDATION: Staff recommends an appropriation of \$500,000 cash funds from interest earned on Public School Fund investments.

SPECIAL PURPOSE, PUBLIC SCHOOL FUND INVESTMENT BOARD PURSUANT TO SECTION 22-41-102.5 C.R.S.				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
Annualize prior year legislation	\$500,000	\$0	\$500,000	0.0
TOTAL	\$500,000	\$0	\$500,000	0.0
INCREASE/(DECREASE)	\$500,000	\$0	\$500,000	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$500,000	\$0	\$500,000	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

LONG BILL FOOTNOTES AND REQUESTS FOR INFORMATION

LONG BILL FOOTNOTES

Staff recommends no footnotes for the Department of the Treasury.

REQUESTS FOR INFORMATION

Staff recommends **CONTINUING** the following request for information:

- 1 Department of the Treasury, Administration – The State Treasurer is requested to submit an annual report to the Joint Budget Committee concerning the performance of the State's investments. The report should include comparisons to relevant benchmarks and a detailed discussion of the benchmarks. This report should be submitted as a part of the State Treasurer's annual budget request.
- 2 Department of the Treasury, Unclaimed Property Program – The State Treasurer is requested to submit an annual report to the Joint Budget Committee concerning the Department's progress in implementing the new information systems (KAPS, LexisNexis) for which the Department has received funding; and on the workload measures these systems are intended to improve. The report should be submitted as a part of the State Treasurer's annual budget request and should include but need not be limited to annual comparisons of the following:
 - 1) Average number of claims processed per year, by claim type (A, B, C, and D);
 - 2) Average number of contacts per claim;
 - 3) Average time per contact; and
 - 4) Total value of each claim type (A, B, C, and D) per year.

INDIRECT COST ASSESSMENTS

DESCRIPTION OF INDIRECT COST ASSESSMENT METHODOLOGY

The Department of the Treasury has one cash funded program that provides a portion of the funding to cover costs associated with the administration of the Department. Such funding is identified in the Long Bill as cash fund appropriations from the Unclaimed Property Trust Fund to each affected line item within the Administration division.

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

Appendix A: Number Pages

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
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DEPARTMENT OF THE TREASURY
Walker Stapleton, State Treasurer

(1) ADMINISTRATION

ool Financing Administrative Cash Fund.

Personal Services	<u>1,343,341</u>	<u>1,279,297</u>	<u>1,399,784</u>	<u>1,399,784</u>	<u>1,399,784</u>
FTE	14.3	14.0	17.4	17.4	17.4
General Fund	332,005	359,869	446,828	446,828	446,828
Cash Funds	1,011,336	919,428	952,956	952,956	952,956
Health, Life, and Dental	<u>238,320</u>	<u>250,896</u>	<u>256,548</u>	<u>298,256</u>	<u>298,256</u> *
General Fund	110,313	130,196	147,408	158,832	158,832
Cash Funds	128,007	120,700	109,140	139,424	139,424
Short-term Disability	<u>4,070</u>	<u>4,405</u>	<u>3,646</u>	<u>3,720</u>	<u>3,720</u>
General Fund	2,198	2,749	2,234	2,314	2,314
Cash Funds	1,872	1,656	1,412	1,406	1,406
S.B. 04-257 Amortization Equalization Disbursement	<u>75,617</u>	<u>88,094</u>	<u>93,898</u>	<u>102,427</u>	<u>102,427</u>
General Fund	40,833	54,955	57,537	63,699	63,699
Cash Funds	34,784	33,139	36,361	38,728	38,728
S.B. 06-235 Supplemental Amortization Equalization Disbursement	<u>70,891</u>	<u>85,092</u>	<u>92,920</u>	<u>102,427</u>	<u>102,427</u>
General Fund	38,281	53,082	56,938	63,699	63,699
Cash Funds	32,610	32,010	35,982	38,728	38,728

* Includes a decision item

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Salary Survey	<u>50,822</u>	<u>21,842</u>	0	<u>55,081</u>	<u>55,081</u>
General Fund	27,444	13,631	0	33,997	33,997
Cash Funds	23,378	8,211	0	21,084	21,084
Workers' Compensation and Payment to Risk Management and Property Funds	<u>2,793</u>	<u>2,682</u>	<u>2,653</u>	<u>4,221</u>	<u>4,221</u> *
General Fund	2,793	2,682	2,653	4,221	4,221
Operating Expenses	<u>174,364</u>	<u>140,469</u>	<u>162,444</u>	<u>180,481</u>	<u>180,481</u> *
General Fund	174,364	140,469	162,444	180,481	180,481
Information Technology Asset Maintenance	<u>11,336</u>	<u>11,903</u>	<u>12,568</u>	<u>12,568</u>	<u>12,568</u>
General Fund	5,123	5,619	6,284	6,284	6,284
Cash Funds	6,213	6,284	6,284	6,284	6,284
Legal Services	<u>9,760</u>	<u>21,222</u>	<u>54,654</u>	<u>57,073</u>	<u>57,073</u>
General Fund	8,799	20,879	27,327	28,537	28,537
Cash Funds	961	343	27,327	28,536	28,536
Capitol Complex Leased Space	<u>53,766</u>	<u>76,324</u>	<u>57,670</u>	<u>66,982</u>	<u>66,982</u>
General Fund	53,766	76,324	57,670	66,982	66,982
Payments to OIT	<u>60,629</u>	<u>31,277</u>	<u>44,493</u>	<u>65,463</u>	<u>65,463</u> *
General Fund	60,629	31,277	44,493	62,934	62,934
Cash Funds	0	0	0	2,529	2,529
CORE Operations	<u>96,537</u>	<u>85,635</u>	<u>154,696</u>	<u>163,609</u>	<u>163,609</u>
General Fund	43,441	38,536	69,613	73,624	73,624
Cash Funds	53,096	47,099	85,083	89,985	89,985

* Includes a decision item

2-Feb-2017

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Charter School Facilities Financing Services	<u>3,861</u>	<u>4,070</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>
Cash Funds	3,861	4,070	5,000	5,000	5,000
Discretionary Fund	<u>3,530</u>	<u>1,271</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>
General Fund	3,530	1,271	5,000	5,000	5,000
Merit Pay	<u>25,999</u>	<u>28,354</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	14,040	17,110	0	0	0
Cash Funds	11,959	11,244	0	0	0
TOTAL - (1) Administration	2,225,636	2,132,833	2,345,974	2,522,092	2,522,092
<i>FTE</i>	<u>14.3</u>	<u>14.0</u>	<u>17.4</u>	<u>17.4</u>	<u>17.4</u>
General Fund	917,559	948,649	1,086,429	1,197,432	1,197,432
Cash Funds	1,308,077	1,184,184	1,259,545	1,324,660	1,324,660

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
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(2) UNCLAIMED PROPERTY PROGRAM

This program collects unclaimed property and attempts to locate and return it to the legal owners or heirs. Funding source is the Unclaimed Property Trust Fund.

Personal Services	<u>813,316</u>	<u>841,382</u>	<u>867,065</u>	<u>867,065</u>	<u>867,065</u>
FTE	15.1	14.6	15.5	15.5	15.5
Cash Funds	813,316	841,382	867,065	867,065	867,065
Operating Expenses	<u>118,401</u>	<u>126,698</u>	<u>336,619</u>	<u>336,619</u>	<u>336,619</u>
Cash Funds	118,401	126,698	336,619	336,619	336,619
Promotion and Correspondence	<u>197,795</u>	<u>197,926</u>	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
Cash Funds	197,795	197,926	200,000	200,000	200,000
Leased Space	<u>55,456</u>	<u>57,189</u>	<u>58,922</u>	<u>56,947</u>	<u>56,947</u>
Cash Funds	55,456	57,189	58,922	56,947	56,947
Contract Auditor Services	<u>945,848</u>	<u>1,039,859</u>	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>
Cash Funds	945,848	1,039,859	800,000	800,000	800,000
TOTAL - (2) Unclaimed Property Program	2,130,816	2,263,054	2,262,606	2,260,631	2,260,631
FTE	<u>15.1</u>	<u>14.6</u>	<u>15.5</u>	<u>15.5</u>	<u>15.5</u>
Cash Funds	2,130,816	2,263,054	2,262,606	2,260,631	2,260,631

JBC Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
(3) SPECIAL PURPOSE					
Property destroyed in a natural disaster. The General Fund appropriation for the Senior Citizen and Disabled Veteran Property Tax Exemption is exempt from the statutory limits on General Fund appropriations.					
Senior Citizen and Disabled Veteran Property Tax Exemption	<u>118,400,000</u>	<u>127,141,987</u>	<u>136,000,000</u>	<u>152,033,444</u>	<u>145,333,444</u> *
General Fund	118,400,000	127,141,987	136,000,000	152,033,444	145,333,444
Highway Users Tax Fund - County Payments	<u>200,577,838</u>	<u>202,300,996</u>	<u>208,476,193</u>	<u>208,476,193</u>	<u>208,476,193</u>
Cash Funds	200,577,838	202,300,996	208,476,193	208,476,193	208,476,193
Highway Users Tax Fund - Municipality Payments	<u>136,864,866</u>	<u>138,347,924</u>	<u>142,254,331</u>	<u>142,254,331</u>	<u>142,254,331</u>
Cash Funds	136,864,866	138,347,924	142,254,331	142,254,331	142,254,331
Property Tax Reimbursement for Property Destroyed by Natural Cause	<u>1,096,496</u>	<u>24,209</u>	<u>2,221,828</u>	<u>2,221,828</u>	<u>2,221,828</u>
General Fund	1,096,496	24,209	2,221,828	2,221,828	2,221,828
Lease Purchase of Academic Facilities Pursuant to Section 23-19.9-102, C.R.S.	<u>0</u>	<u>17,764,809</u>	<u>17,775,175</u>	<u>17,773,025</u>	<u>17,773,025</u>
General Fund	0	5,772,834	0	0	0
Cash Funds	0	11,991,975	0	0	0
Reappropriated Funds	0	0	17,775,175	17,773,025	17,773,025
Public School Fund Investment Board Pursuant to Section 22-41-102.5 C.R.S.	<u>0</u>	<u>0</u>	<u>0</u>	<u>500,000</u>	<u>500,000</u>
Cash Funds	0	0	0	500,000	500,000

* Includes a decision item

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
TOTAL - (3) Special Purpose	456,939,200	485,579,925	506,727,527	523,258,821	516,558,821
<i>FTE</i>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
General Fund	119,496,496	132,939,030	138,221,828	154,255,272	147,555,272
Cash Funds	337,442,704	352,640,895	350,730,524	351,230,524	351,230,524
Reappropriated Funds	0	0	17,775,175	17,773,025	17,773,025
TOTAL - Department of the Treasury	461,295,652	489,975,812	511,336,107	528,041,544	521,341,544
<i>FTE</i>	<u>29.4</u>	<u>28.6</u>	<u>32.9</u>	<u>32.9</u>	<u>32.9</u>
General Fund	120,414,055	133,887,679	139,308,257	155,452,704	148,752,704
Cash Funds	340,881,597	356,088,133	354,252,675	354,815,815	354,815,815
Reappropriated Funds	0	0	17,775,175	17,773,025	17,773,025