

JOINT BUDGET COMMITTEE



STAFF FIGURE SETTING FY 2023-24

OFFICE OF THE GOVERNOR

Office of Economic Development and International Trade

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

PREPARED BY:
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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.

In some of the analysis of decision items in this document, you may see language denoting certain 'levels of evidence', e.g. theory-informed, evidence-informed, or proven. For a detailed explanation of what is meant by 'levels of evidence', and how those levels of evidence are categorized, please refer to Section 2-3-210 (2), C.R.S.

DEPARTMENT OVERVIEW

This Joint Budget Committee staff figure setting document includes the following offices and agencies within the Office of the Governor:

The **Office of Economic Development and International Trade (OEDIT)** assists in strengthening Colorado's prospects for long-term economic growth by providing broad-based support to businesses. The Office's support services include business funding and incentives, promotion of creative industries, international trade assistance, tourism promotion, minority business assistance, key industry promotion (including advanced industries, aerospace, and health and wellness), and film, television, and media industry development.

SUMMARY OF STAFF RECOMMENDATIONS

GOVERNOR - LIEUTENANT GOVERNOR - STATE PLANNING AND BUDGETING ECONOMIC DEVELOPMENT PROGRAMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2022-23 Appropriation						
SB 23-116 (Supplemental)	\$131,231	\$131,231	\$0	\$0	\$0	1.0
HB 22-1329 (Long Bill)	88,942,310	27,528,226	52,728,779	6,260,291	2,425,014	64.6
Other legislation	2,108,412	108,412	2,000,000	0	0	1.0
TOTAL	\$91,181,953	\$27,767,869	\$54,728,779	\$6,260,291	\$2,425,014	66.6
FY 2023-24 RECOMMENDED APPROPRIATION						
FY 2022-23 Appropriation	\$91,181,953	\$27,767,869	\$54,728,779	\$6,260,291	\$2,425,014	66.6
OEDIT R1 Reauth. AI Accelerator grant	0	0	0	0	0	0.0
Centrally appropriated line items	172,813	172,813	0	0	0	0.0
Indirect cost adjustment	196,094	(64,988)	261,082	0	0	0.0
Prior year legislation and budget actions	(20,084,643)	(84,643)	(20,000,000)	0	0	(1.0)
Technical adjustments	(12,220,000)	(6,220,000)	0	(6,000,000)	0	0.0
TOTAL	\$59,246,217	\$21,571,051	\$34,989,861	\$260,291	\$2,425,014	65.6
INCREASE/(DECREASE)	(\$31,935,736)	(\$6,196,818)	(\$19,738,918)	(\$6,000,000)	\$0	(1.0)
Percentage Change	(35.0%)	(22.3%)	(36.1%)	(95.8%)	0.0%	(1.5%)
FY 2023-24 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$339,145	(\$339,145)	\$0	\$0	0.0

DESCRIPTION OF INCREMENTAL CHANGES

OEDIT R1 REAUTH AI ACCELERATOR GRANT: The recommendation includes no appropriation adjustment. This request is for legislation to reauthorize the Advanced Industries Accelerator Grant Program. Senate Bill 23-066, Advanced Industry Acceleration Programs, was introduced on January 23rd, was referred to Senate Finance from the Business, Labor, and Technology Committee on January 31st, and was referred to Senate Appropriations from Senate Finance on February 21st. No additional JBC action is recommended on the request item at this time.

CENTRALLY APPROPRIATED LINE ITEMS: The request includes a net increase of \$172,813 General Fund for centrally appropriated items that affect the Division. These include a \$168,374 balancing transfer (budget neutral) from Salary Survey at the department level, \$6,125 for a leased space contract escalator, and a decrease of \$1,686 for vehicle lease payments.

INDIRECT COST ADJUSTMENT: The recommendation includes indirect cost assessment adjustments that increase by a net \$196,094 total funds, and includes a decrease of \$64,988 General Fund and an increase of \$261,082 cash funds.

PRIOR YEAR LEGISLATION AND BUDGET ACTIONS: The request includes a net decrease of \$20,084,643 total funds to reflect the FY 2023-24 impact of prior year budget actions or bills, summarized in the following table.

PRIOR YEAR LEGISLATION AND BUDGET ACTIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
HB22-1149 Adv Ind Invest Tax Cred	\$90,000	\$90,000	\$0	\$0	\$0	0.2
HB21-1285 Fund Support Creative Arts	(18,000,000)	0	(18,000,000)	0	0	0.0
HB22-1408 Modify Perf-based Incentive	(2,000,000)	0	(2,000,000)	0	0	0.0
OEDIT FY23 S1 Admin Funds Prop 123	(131,231)	(131,231)	0	0	0	(1.0)
HB21-1065 Veterans Hiring Pref	(25,000)	(25,000)	0	0	0	0.0
HB22-1418 Ext Unused Tax Creds	(18,412)	(18,412)	0	0	0	(0.2)
TOTAL	(\$20,084,643)	(\$84,643)	(\$20,000,000)	\$0	\$0	(1.0)

TECHNICAL ADJUSTMENTS: The recommendation includes technical adjustments as outlined in the following table.

TECHNICAL ADJUSTMENTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
OEDIT - \$1M Local EDOs, \$5M Coal Comms	(\$12,000,000)	(\$6,000,000)	\$0	(\$6,000,000)	\$0	0.0
OEDIT PTAC for HB 20-1116	(220,000)	(220,000)	0	0	0	0.0
TOTAL	(\$12,220,000)	(\$6,220,000)	\$0	(\$6,000,000)	\$0	0.0

MAJOR DIFFERENCES FROM THE REQUEST

The request included a total of \$339,145 General Fund for indirect cost assessment adjustments. Staff recommends refinancing the General Fund with cash funds for this item and the OEDIT agrees with this adjustment.

(4) ECONOMIC DEVELOPMENT PROGRAMS

The Office of Economic Development and International Trade (OEDIT) assists in strengthening Colorado's prospects for long-term economic growth by providing broad-based support to businesses. The Office's support services include business funding and incentives, promotion of creative industries, international trade assistance, tourism promotion, minority business assistance, key industry promotion (including advanced industries, aerospace, and health and wellness), and film, television, and media industry development.

ECONOMIC DEVELOPMENT PROGRAMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2022-23 Appropriation						
SB 23-116 (Supplemental)	\$131,231	\$131,231	\$0	\$0	\$0	1.0
HB 22-1329 (Long Bill)	88,942,310	27,528,226	52,728,779	6,260,291	2,425,014	64.6
Other legislation	2,108,412	108,412	2,000,000	0	0	1.0
TOTAL	\$91,181,953	\$27,767,869	\$54,728,779	\$6,260,291	\$2,425,014	66.6
FY 2023-24 RECOMMENDED APPROPRIATION						
FY 2022-23 Appropriation	\$91,181,953	\$27,767,869	\$54,728,779	\$6,260,291	\$2,425,014	66.6
OEDIT R1 Reauth. AI Accelerator grant	0	0	0	0	0	0.0
Centrally appropriated line items	172,813	172,813	0	0	0	0.0
Indirect cost adjustment	196,094	(64,988)	261,082	0	0	0.0
Prior year legislation and budget actions	(20,084,643)	(84,643)	(20,000,000)	0	0	(1.0)
Technical adjustments	(12,220,000)	(6,220,000)	0	(6,000,000)	0	0.0
TOTAL	\$59,246,217	\$21,571,051	\$34,989,861	\$260,291	\$2,425,014	65.6
INCREASE/(DECREASE)	(\$31,935,736)	(\$6,196,818)	(\$19,738,918)	(\$6,000,000)	\$0	(1.0)
Percentage Change	(35.0%)	(22.3%)	(36.1%)	(95.8%)	0.0%	(1.5%)
FY 2023-24 EXECUTIVE REQUEST	\$59,246,217	\$21,910,196	\$34,650,716	\$260,291	\$2,425,014	65.6
Request Above/(Below) Recommendation	\$0	\$339,145	(\$339,145)	\$0	\$0	(0.0)

DECISION ITEMS – (4) ECONOMIC DEVELOPMENT PROGRAMS

→ OEDIT R1 REAUTH. AI ACCELERATOR GRANT

REQUEST: The request includes no appropriation adjustment. This request is for legislation to reauthorize the Advanced Industries Accelerator Grant Program.

RECOMMENDATION: Staff recommends no Committee action on this item at this time.

ANALYSIS: A bill has been introduced to reauthorize the Advance Industries Accelerator Grant Program for 10 years. Senate Bill 23-066, Advanced Industry Acceleration Programs, was introduced on January 23rd, was referred to Senate Finance from the Business, Labor, and Technology Committee on January 31st, and was referred to Senate Appropriations from Senate Finance on February 21st. No additional JBC action is recommended on the request item at this time.

LINE ITEM DETAIL — (4) ECONOMIC DEVELOPMENT PROGRAMS

ADMINISTRATION

This line item provides funding for the centralized administration OEDIT including the OEDIT Director, accounting, budget, procurement, personnel, and other administrative functions.

STATUTORY AUTHORITY: Sections 24-48.5-101 and 24-50-101, C.R.S.

REQUEST: The Office requests an appropriation of \$1,074,034 General Fund and 6.0 FTE.

RECOMMENDATION: Staff recommends the appropriation outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, ADMINISTRATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2022-23 APPROPRIATION						
HB 22-1329 (Long Bill)	\$905,660	\$905,660	\$0	\$0	\$0	6.0
SB 23-116 (Supplemental)	\$131,231	\$131,231	\$0	\$0	\$0	1.0
TOTAL	\$1,036,891	\$1,036,891	\$0	\$0	\$0	7.0
FY 2023-24 RECOMMENDED APPROPRIATION						
FY 2022-23 Appropriation	\$1,036,891	\$1,036,891	\$0	\$0	\$0	7.0
Centrally appropriated line items	168,374	168,374	0	0	0	0.0
Prior year legislation and budget actions	(131,231)	(131,231)	0	0	0	(1.0)
TOTAL	\$1,074,034	\$1,074,034	\$0	\$0	\$0	6.0
INCREASE/(DECREASE)	\$37,143	\$37,143	\$0	\$0	\$0	(1.0)
Percentage Change	3.6%	3.6%	0.0%	0.0%	0.0%	(14.3%)
FY 2023-24 EXECUTIVE REQUEST	\$1,074,034	\$1,074,034	\$0	\$0	\$0	6.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

VEHICLE LEASE PAYMENTS

This line item provides funding for an annual payment to the Department of Personnel for vehicle lease-purchase payments for new and replacement motor vehicles.

STATUTORY AUTHORITY: Section 24-30-1104 (2), C.R.S.

REQUEST: The Office requests an appropriation of \$13,505 General Fund.

RECOMMENDATION: Staff recommends the appropriation outlined in the following table, consistent with Committee action on common policies.

ECONOMIC DEVELOPMENT PROGRAMS, VEHICLE LEASE PAYMENTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2022-23 APPROPRIATION						
HB 22-1329 (Long Bill)	\$13,279	\$13,279	\$0	\$0	\$0	0.0
SB 23-116 (Supplemental)	\$0	\$0	\$0	\$0	\$0	0.0

ECONOMIC DEVELOPMENT PROGRAMS, VEHICLE LEASE PAYMENTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
TOTAL	\$13,279	\$13,279	\$0	\$0	\$0	0.0
FY 2023-24 RECOMMENDED APPROPRIATION						
FY 2022-23 Appropriation	\$13,279	\$13,279	\$0	\$0	\$0	0.0
Centrally appropriated line items	(1,686)	(1,686)	0	0	0	0.0
TOTAL	\$11,593	\$11,593	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	(\$1,686)	(\$1,686)	\$0	\$0	\$0	0.0
Percentage Change	(12.7%)	(12.7%)	0.0%	0.0%	0.0%	0.0%
FY 2023-24 EXECUTIVE REQUEST	\$11,593	\$11,593	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

LEASED SPACE

This line item provides funding for the Office’s leased space of 14,337 square feet at 1600 Broadway in downtown Denver.

STATUTORY AUTHORITY: Section 24-30-1104 (2), C.R.S.

REQUEST: The Office requests an appropriation of \$359,881 General Fund, which includes a leased-space contract escalator.

RECOMMENDATION: Staff recommends the appropriation outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2022-23 APPROPRIATION						
HB 22-1329 (Long Bill)	\$353,756	\$353,756	\$0	\$0	\$0	0.0
TOTAL	\$353,756	\$353,756	\$0	\$0	\$0	0.0
FY 2023-24 RECOMMENDED APPROPRIATION						
FY 2022-23 Appropriation	\$353,756	\$353,756	\$0	\$0	\$0	0.0
Centrally appropriated line items	6,125	6,125	0	0	0	0.0
TOTAL	\$359,881	\$359,881	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$6,125	\$6,125	\$0	\$0	\$0	0.0
Percentage Change	1.7%	1.7%	0.0%	0.0%	0.0%	0.0%
FY 2023-24 EXECUTIVE REQUEST	\$359,881	\$359,881	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

GLOBAL BUSINESS DEVELOPMENT

This line item provides funding for the expenses of the former Business Development, Grand Junction Satellite Office, International Trade, and Minority Business Office line items.

STATUTORY AUTHORITY: Sections 24-48.5-101, 24-47-101, and 24-49.5-101, C.R.S.

REQUEST: The Office requests an appropriation of \$5,210,052 total funds, including \$4,086,948 General Fund and 25.6 FTE.

RECOMMENDATION: Staff recommends the appropriation outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, GLOBAL BUSINESS DEVELOPMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2022-23 APPROPRIATION						
HB 22-1329 (Long Bill)	\$5,120,052	\$3,996,948	\$573,626	\$175,000	\$374,478	25.4
TOTAL	\$5,120,052	\$3,996,948	\$573,626	\$175,000	\$374,478	25.4
FY 2023-24 RECOMMENDED APPROPRIATION						
FY 2022-23 Appropriation	\$5,120,052	\$3,996,948	\$573,626	\$175,000	\$374,478	25.4
Prior year legislation and budget actions	90,000	90,000	0	0	0	0.2
TOTAL	\$5,210,052	\$4,086,948	\$573,626	\$175,000	\$374,478	25.6
INCREASE/(DECREASE)	\$90,000	\$90,000	\$0	\$0	\$0	0.2
Percentage Change	1.8%	2.3%	0.0%	0.0%	0.0%	0.8%
FY 2023-24 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

OFFICE OF OUTDOOR RECREATION

This line item provides funding for the expenses of Office of Outdoor Recreation, created by Executive Order in 2015.

STATUTORY AUTHORITY: Sections 24-48.5-101, 24-47-101, 24-49.5-101, and 24-49.7-101, C.R.S.

REQUEST: The Office requests a continuation appropriation of \$370,000 General Fund and 3.0 FTE.

RECOMMENDATION: Staff recommends the continuation appropriation.

LEADING EDGE PROGRAM GRANTS

This line item provides funding for the Leading Edge Program. The Program provides entrepreneurial training at Small Business Development Centers. Trainees receive 35-45 hours of business planning assistance for their planned, new, or existing businesses. All of the funds in this appropriation support the direct cost of training. Administrative costs are absorbed within the Small Business Development Centers appropriation.

STATUTORY AUTHORITY: Sections 24-48.5-101 and 24-48.5-102, C.R.S.

REQUEST: The Office requests a continuation appropriation of \$151,431 total funds, including \$76,000 General Fund and \$75,431 cash funds.

RECOMMENDATION: Staff recommends the continuation appropriation.

SMALL BUSINESS DEVELOPMENT CENTERS

This line item provides funding to oversee a network of ten college and university-based centers, five community-based centers, and three satellite offices that provide training and counseling to new business ventures in conjunction with the federal Small Business Administration.

STATUTORY AUTHORITY: Sections 24-48.5-101 and 24-48.5-102, C.R.S.

REQUEST: The Office requests a continuation appropriation of \$1,378,946 total funds, including \$94,144 General Fund and \$1,284,802 federal funds and 4.0 FTE.

RECOMMENDATION: Staff recommends the continuation appropriation.

COLORADO OFFICE OF FILM, TELEVISION, AND MEDIA

This line item provides funds for the Colorado Office of Film, Television, and Media. The Office is legislatively-tasks with promoting Colorado as a location for making feature films, television shows, television commercials, still photography, music videos, and emerging mass media projects and providing financial incentives to accomplish the promotion activities.

STATUTORY AUTHORITY: Sections 24-48.5-114, 24-48.5-115, and 24-48.5-116, C.R.S.

REQUEST: The Office requests an appropriation of \$1,269,525 total funds, including \$750,000 General Fund and \$519,525 cash funds and 4.5 FTE.

RECOMMENDATION: Staff recommends the appropriation outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, COLORADO OFFICE OF FILM, TELEVISION, AND MEDIA						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2022-23 APPROPRIATION						
HB 22-1329 (Long Bill)	\$7,294,525	\$775,000	\$6,519,525	\$0	\$0	4.5
Other legislation	\$2,000,000	\$0	\$2,000,000	\$0	\$0	0.0
TOTAL	\$9,294,525	\$775,000	\$8,519,525	\$0	\$0	4.5
FY 2023-24 RECOMMENDED APPROPRIATION						
FY 2022-23 Appropriation	\$9,294,525	\$775,000	\$8,519,525	\$0	\$0	4.5
Prior year legislation	(8,025,000)	(25,000)	(8,000,000)	0	0	0.0
TOTAL	\$1,269,525	\$750,000	\$519,525	\$0	\$0	4.5
INCREASE/(DECREASE)	(\$8,025,000)	(\$25,000)	(\$8,000,000)	\$0	\$0	0.0
Percentage Change	(86.3%)	(3.2%)	(93.9%)	0.0%	0.0%	0.0%
FY 2023-24 EXECUTIVE REQUEST	\$1,269,525	\$750,000	\$519,525	\$0	\$0	4.5
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

COLORADO PROMOTION - COLORADO WELCOME CENTERS

This line item provides funding for the state-operated, highway-based welcome centers, which promote tourism and provide vacation guides, maps and other basic guidance and limited services to road travelers. Eight centers are currently in operation at the major highway entrances to the state.

STATUTORY AUTHORITY: Section 24-49.7-101, C.R.S.

REQUEST: The Office requests a continuation appropriation of \$766,000 total funds, including \$250,000 General Fund and \$516,000 cash funds and 3.3 FTE.

RECOMMENDATION: Staff recommends the continuation appropriation.

COLORADO PROMOTION - OTHER PROGRAM COSTS

This line item provides funding for the Colorado Tourism Office and staff support for its board. The Office promotes Colorado as a vacation destination by developing and implementing marketing and promotional strategies, materials and programs that, in concert with private sector promotional activities, portray a consistent, unified brand image of Colorado in the tourism marketplace. The major expenses are a contract with an ad agency to develop campaigns, and a fulfillment center to handle day-to-day inquiries, the 800-number, and vacation guide distribution.

STATUTORY AUTHORITY: Section 24-49.7-101, C.R.S.

REQUEST: The Office requests a continuation appropriation of \$18,429,623 total funds, including \$3,850,000 General Fund and \$14,579,623 cash funds and 4.0 FTE.

RECOMMENDATION: Staff recommends the continuation appropriation.

DESTINATION DEVELOPMENT PROGRAM

This line item provides funding to promote activities, events, and services at farms, ranches, or other agricultural, horticultural, or agribusiness operations.

STATUTORY AUTHORITY: Section 38-13-116.7 (3), C.R.S.

REQUEST: The Office requests a continuation appropriation of \$1,100,000 total funds, including \$500,000 General Fund and \$600,000 cash funds.

RECOMMENDATION: Staff recommends the continuation appropriation.

APPROPRIATION TO COLORADO ECONOMIC DEVELOPMENT FUND

This line item provides an appropriation to the Economic Development Fund also known as OEDIT's Strategic Fund.

REQUEST: The request includes no appropriation for FY 2023-24.

RECOMMENDATION: Staff recommends no appropriation.

ECONOMIC DEVELOPMENT COMMISSION - GENERAL ECONOMIC INCENTIVES AND MARKETING

This line item funds a variety of activities undertaken by the Colorado Economic Development Commission (EDC). The legislature created the EDC to promote economic development in Colorado. The Governor, President of the Senate, and Speaker of the House appoint the members of the Commission. The EDC approves loans and grants from the Economic Development Fund to public and private entities in Colorado to help existing businesses expand and new companies locate to the state. It also supports marketing programs and special activities to promote Colorado nationally and internationally. The EDC shares responsibility for oversight of the state’s Enterprise Zone program. The nine Commission members make all policy and funding decisions.

STATUTORY AUTHORITY: Sections 24-46-101, 24-46-104, 39-22-531, 24-46-301, 24-46-105.7, 39-30-101, 42-1-225 and 39-26-113.5, and 24-48.5-112, C.R.S.

REQUEST: The Office requests an appropriation of \$5,881,837 total funds, including \$5,517,960 General Fund and \$363,877 cash funds and 6.3 FTE.

RECOMMENDATION: Staff recommends the appropriation outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, ECONOMIC DEVELOPMENT COMMISSION – GENERAL ECONOMIC INCENTIVES AND MARKETING						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2022-23 APPROPRIATION						
HB 22-1329 (Long Bill)	\$12,101,837	\$5,737,960	\$363,877	\$6,000,000	\$0	6.3
Other legislation	\$18,412	\$18,412	\$0	\$0	\$0	0.2
SB 23-116 (Supplemental)	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$12,120,249	\$5,756,372	\$363,877	\$6,000,000	\$0	6.5
FY 2023-24 RECOMMENDED APPROPRIATION						
FY 2022-23 Appropriation	\$12,120,249	\$5,756,372	\$363,877	\$6,000,000	\$0	6.5
Technical adjustments	(6,220,000)	(220,000)	0	(6,000,000)	0	0.0
Prior year legislation and budget actions	(18,412)	(18,412)	0	0	0	(0.2)
TOTAL	\$5,881,837	\$5,517,960	\$363,877	\$0	\$0	6.3
INCREASE/(DECREASE)	(\$6,238,412)	(\$238,412)	\$0	(\$6,000,000)	\$0	(0.2)
Percentage Change	(51.5%)	(4.1%)	0.0%	(100.0%)	0.0%	(3.1%)
FY 2023-24 EXECUTIVE REQUEST	\$5,881,837	\$5,517,960	\$363,877	\$0	\$0	6.3
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

COLORADO FIRST CUSTOMIZED JOB TRAINING

The line item provides funding for grants to companies that are relocating to Colorado or existing companies that are undertaking a major expansion. The grants are used to provide job training assistance. Companies receiving assistance must provide a partial funding match. The Office determines which companies will receive this assistance and then transfers funding to the Community

Colleges of Colorado to develop and provide the training programs. The grant may be used to provide instructor's wages, curriculum development, or the purchase of consumable training supplies.

STATUTORY AUTHORITY: Sections 24-48.5-101, 24-48.5-105(5) and 23-60-306, C.R.S.

REQUEST: The Office requests a continuation appropriation of \$4,500,000 General Fund.

RECOMMENDATION: Staff recommends the continuation appropriation.

CAPCO ADMINISTRATION

This line item provides funding for the Certified Capital Companies Program (CAPCO). The goal of the initiative is making venture capital funds available to new or expanding small businesses throughout Colorado. The state provided \$100 million for this program in the form of premium tax credits. The \$100 million in premium tax credits were given to insurance companies in exchange for the insurance companies giving \$100 million in cash to the CAPCOs. The CAPCOs then use these funds to invest in qualifying Colorado businesses.

STATUTORY AUTHORITY: Sections 24-48.5-106 and 10-3.5-101, C.R.S.

REQUEST: The Office requests a continuation appropriation of \$85,291 reappropriated funds and 2.0 FTE.

RECOMMENDATION: Staff recommends the continuation appropriation.

COUNCIL ON CREATIVE INDUSTRIES

This line item provides funding for the Creative Industries Council. The Council promotes the cultural, educational, and economic growth of Colorado through development of its arts and cultural heritage. The Council administers grants and provides services that make the arts more accessible to all Colorado citizens, expand arts education opportunities for youth, support tourism and other economic development strategies, preserve and promote our cultural heritage, and stimulate and encourage the development of artists and arts organizations.

STATUTORY AUTHORITY: Section 24-48.5-301, C.R.S.

REQUEST: The Office requests an appropriation of \$2,788,734 total funds, including \$2,023,000 cash funds and \$765,734 federal funds and 3.0 FTE.

RECOMMENDATION: Staff recommends the appropriation outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, COUNCIL ON CREATIVE INDUSTRIES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2022-23 APPROPRIATION						
HB 22-1329 (Long Bill)	\$14,788,734	\$0	\$14,023,000	\$0	\$765,734	3.0
TOTAL	\$14,788,734	\$0	\$14,023,000	\$0	\$765,734	3.0

ECONOMIC DEVELOPMENT PROGRAMS, COUNCIL ON CREATIVE INDUSTRIES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 RECOMMENDED APPROPRIATION						
FY 2022-23 Appropriation	\$14,788,734	\$0	\$14,023,000	\$0	\$765,734	3.0
Prior year legislation and budget actions	(12,000,000)	0	(12,000,000)	0	0	0.0
TOTAL	\$2,788,734	\$0	\$2,023,000	\$0	\$765,734	3.0
INCREASE/(DECREASE)	(\$12,000,000)	\$0	(\$12,000,000)	\$0	\$0	0.0
Percentage Change	(81.1%)	0.0%	(85.6%)	0.0%	0.0%	0.0%
FY 2023-24 EXECUTIVE REQUEST	\$2,788,734	\$0	\$2,023,000	\$0	\$765,734	3.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

ADVANCED INDUSTRIES

This line item provides funding for the Advanced Industries Acceleration (AIA) grant program. The program distributes grants to seven specified industries: advanced manufacturing, aerospace, bioscience, electronics, energy and natural resources, infrastructure engineering, and information technology. The line item receives from two sources:

- Cash funds from limited gaming tax revenue (\$5.5 million); and
- Cash funds from income tax withholdings pursuant to S.B. 11-047 (Bioscience & Clean Tech Reinvestment).

STATUTORY AUTHORITY: Section 24-48.5-117, (7)(a) C.R.S.

REQUEST: The Office requests a continuation appropriation of \$15,452,210 total funds, including \$90,000 General Fund and \$15,362,210 cash funds and 3.4 FTE.

RECOMMENDATION: Staff recommends the continuation appropriation.

RURAL JUMP START

This line item, created via S.B. 15-282 (Jump-start Econ Dev Distressed Counties), provides funding to administer the Rural Jump Start initiative that provides tax benefits to approved new businesses that locate inside a rural jump-start zone and establish a relationship with a state institution of higher education, junior college, or an area vocational school. A rural jump start zone is an area within a distressed county. The Colorado Economic Development Commission is responsible for developing guidelines for the administration of the rural jump-start zone program and identifying eligible distressed countries.

STATUTORY AUTHORITY: Section 39-30.5-104, C.R.S.

REQUEST: The Office requests a continuation appropriation of \$40,491 General Fund and 0.5 FTE.

RECOMMENDATION: Staff recommends the continuation appropriation.

INDIRECT COST ASSESSMENT

This line item provides funding for the Office’s share of assessed statewide indirect cost recoveries.

STATUTORY AUTHORITY: Colorado Fiscal Rules #8-3 and Section 24-75-1401, C.R.S.

REQUEST: The Office requests an appropriation of \$376,569 total funds including \$339,145 General Fund and \$37,424 cash funds.

RECOMMENDATION: Staff recommends an appropriation of \$376,569 cash funds as outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, INDIRECT COST ASSESSMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2022-23 APPROPRIATION						
HB 22-1329 (Long Bill)	\$180,475	\$64,988	\$115,487	\$0	\$0	0.0
TOTAL	\$180,475	\$64,988	\$115,487	\$0	\$0	0.0
FY 2023-24 RECOMMENDED APPROPRIATION						
FY 2022-23 Appropriation	\$180,475	\$64,988	\$115,487	\$0	\$0	0.0
Indirect cost adjustment	196,094	(64,988)	261,082	0	0	0.0
TOTAL	\$376,569	\$0	\$376,569	\$0	\$0	0.0
INCREASE/(DECREASE)	\$196,094	(\$64,988)	\$261,082	\$0	\$0	0.0
Percentage Change	108.7%	(100.0%)	226.1%	0.0%	0.0%	0.0%
FY 2023-24 EXECUTIVE REQUEST	\$376,569	\$339,145	\$37,424	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$339,145	(\$339,145)	\$0	\$0	0.0

LONG BILL FOOTNOTES AND REQUESTS FOR INFORMATION

The 2022 Long Bill included no footnotes or requests for information for OEDIT.

JBC Staff Figure Setting - FY 2023-24
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Appendix A: Numbers Pages

	FY 2020-21 Actual	FY 2021-22 Actual	FY 2022-23 Appropriation	FY 2023-24 Request	FY 2023-24 Recommendation
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GOVERNOR - LIEUTENANT GOVERNOR - STATE PLANNING AND BUDGETING

Jared Polis, Governor

(4) ECONOMIC DEVELOPMENT PROGRAMS

Administration	<u>779,414</u>	<u>435,203</u>	<u>1,036,891</u>	<u>1,074,034</u>	<u>1,074,034</u>
FTE	6.0	6.0	7.0	6.0	6.0
General Fund	779,414	435,203	1,036,891	1,074,034	1,074,034
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Vehicle Lease Payments	<u>19,044</u>	<u>16,877</u>	<u>13,279</u>	<u>11,593</u>	<u>11,593</u>
General Fund	19,044	16,877	13,279	11,593	11,593
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Leased Space	<u>341,508</u>	<u>344,469</u>	<u>353,756</u>	<u>359,881</u>	<u>359,881</u>
General Fund	341,508	344,469	353,756	359,881	359,881
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

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	FY 2020-21 Actual	FY 2021-22 Actual	FY 2022-23 Appropriation	FY 2023-24 Request	FY 2023-24 Recommendation
Global Business Development	<u>4,370,052</u>	<u>4,538,931</u>	<u>5,120,052</u>	<u>5,210,052</u>	<u>5,210,052</u> *
FTE	24.4	25.4	25.4	25.6	25.6
General Fund	3,246,948	3,888,748	3,996,948	4,086,948	4,086,948
Cash Funds	573,626	2,049	573,626	573,626	573,626
Reappropriated Funds	175,000	93,412	175,000	175,000	175,000
Federal Funds	374,478	554,722	374,478	374,478	374,478
Office of Outdoor Recreation	<u>250,000</u>	<u>369,996</u>	<u>370,000</u>	<u>370,000</u>	<u>370,000</u>
FTE	3.0	3.0	3.0	3.0	3.0
General Fund	250,000	369,996	370,000	370,000	370,000
Leading Edge Program Grants	<u>75,431</u>	<u>76,000</u>	<u>151,431</u>	<u>151,431</u>	<u>151,431</u>
General Fund	0	76,000	76,000	76,000	76,000
Cash Funds	75,431	0	75,431	75,431	75,431
Small Business Development Centers	<u>16,378,946</u>	<u>3,113,592</u>	<u>1,378,946</u>	<u>1,378,946</u>	<u>1,378,946</u>
FTE	4.0	4.0	4.0	4.0	4.0
General Fund	15,094,144	94,144	94,144	94,144	94,144
Federal Funds	1,284,802	3,019,448	1,284,802	1,284,802	1,284,802
Colorado Office of Film, Television, and Media	<u>1,079,856</u>	<u>1,096,921</u>	<u>9,294,525</u>	<u>1,269,525</u>	<u>1,269,525</u>
FTE	4.5	4.5	4.5	4.5	4.5
General Fund	560,331	533,995	775,000	750,000	750,000
Cash Funds	519,525	562,926	8,519,525	519,525	519,525
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

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	FY 2020-21 Actual	FY 2021-22 Actual	FY 2022-23 Appropriation	FY 2023-24 Request	FY 2023-24 Recommendation
Colorado Promotion - Colorado Welcome Centers	<u>500,000</u>	<u>500,000</u>	<u>766,000</u>	<u>766,000</u>	<u>766,000</u>
FTE	3.3	0.0	3.3	3.3	3.3
General Fund	500,000	500,000	250,000	250,000	250,000
Cash Funds	0	0	516,000	516,000	516,000
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Colorado Promotion - Other Program Costs	<u>14,528,000</u>	<u>15,735,165</u>	<u>18,429,623</u>	<u>18,429,623</u>	<u>18,429,623</u>
FTE	4.0	7.3	4.0	4.0	4.0
General Fund	10,528,000	12,524,704	3,850,000	3,850,000	3,850,000
Cash Funds	4,000,000	3,210,461	14,579,623	14,579,623	14,579,623
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Destination Development Program	<u>1,200,000</u>	<u>1,623,661</u>	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,100,000</u>
General Fund	600,000	1,600,000	500,000	500,000	500,000
Cash Funds	600,000	23,661	600,000	600,000	600,000
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Economic Development Commission - General					
Economic Incentives and Marketing	<u>20,588,282</u>	<u>7,103,018</u>	<u>12,120,249</u>	<u>5,881,837</u>	<u>5,881,837</u>
FTE	5.8	5.8	6.5	6.3	6.3
General Fund	5,444,445	5,071,509	5,756,372	5,517,960	5,517,960
Cash Funds	143,837	291,677	363,877	363,877	363,877
Reappropriated Funds	15,000,000	1,739,832	6,000,000	0	0
Federal Funds	0	0	0	0	0

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	FY 2020-21 Actual	FY 2021-22 Actual	FY 2022-23 Appropriation	FY 2023-24 Request	FY 2023-24 Recommendation
Colorado First Customized Job Training	<u>3,500,000</u>	<u>4,500,000</u>	<u>4,500,000</u>	<u>4,500,000</u>	<u>4,500,000</u>
General Fund	3,500,000	4,500,000	4,500,000	4,500,000	4,500,000
CAPCO Administration	<u>85,291</u>	<u>85,291</u>	<u>85,291</u>	<u>85,291</u>	<u>85,291</u>
FTE	2.0	2.0	2.0	2.0	2.0
Reappropriated Funds	85,291	85,291	85,291	85,291	85,291
Council on Creative Industries	<u>14,502,520</u>	<u>21,476,649</u>	<u>14,788,734</u>	<u>2,788,734</u>	<u>2,788,734</u>
FTE	3.0	3.0	3.0	3.0	3.0
General Fund	1,226,000	2,022,909	0	0	0
Cash Funds	10,786	12,900,208	14,023,000	2,023,000	2,023,000
Reappropriated Funds	12,500,000	4,968,412	0	0	0
Federal Funds	765,734	1,585,120	765,734	765,734	765,734
Advanced Industries	<u>17,398,000</u>	<u>17,826,337</u>	<u>15,452,210</u>	<u>15,452,210</u>	<u>15,452,210</u>
FTE	2.6	2.6	3.4	3.4	3.4
General Fund	398,000	395,456	90,000	90,000	90,000
Cash Funds	7,000,000	11,737,822	15,362,210	15,362,210	15,362,210
Reappropriated Funds	10,000,000	5,693,059	0	0	0
Federal Funds	0	0	0	0	0
Rural Jump Start	<u>40,491</u>	<u>3,153,094</u>	<u>40,491</u>	<u>40,491</u>	<u>40,491</u>
FTE	0.5	1.0	0.5	0.5	0.5
General Fund	40,491	3,000,272	40,491	40,491	40,491
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	152,822	0	0	0
Federal Funds	0	0	0	0	0

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	FY 2020-21 Actual	FY 2021-22 Actual	FY 2022-23 Appropriation	FY 2023-24 Request	FY 2023-24 Recommendation
Indirect Cost Assessment	<u>799,226</u>	<u>533,688</u>	<u>180,475</u>	<u>376,569</u>	<u>376,569</u>
General Fund	437,669	533,688	64,988	339,145	0
Cash Funds	361,557	0	115,487	37,424	376,569
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Public-Private Partnership Office	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	0.0	0.0	0.0	0.0	0.0
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Appropriation to the Community Revitalization Fund	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Funds	0	0	0	0	0
Appropriation to the Colorado Startup Loan					
Program Fund	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Small business accelerated growth program	<u>1,650,000</u>	<u>183,122</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	1,650,000	183,122	0	0	0
Appropriation to Creative Industries Cash Fund	<u>12,500,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	12,500,000	0	0	0	0

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	FY 2020-21 Actual	FY 2021-22 Actual	FY 2022-23 Appropriation	FY 2023-24 Request	FY 2023-24 Recommendation
Appropriation to the Advanced Industries					
Acceleration Cash Fund	<u>10,000,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	10,000,000	0	0	0	0
TOTAL - (4) Economic Development Programs	120,586,061	82,712,014	85,181,953	59,246,217	59,246,217
<i>FTE</i>	<u>63.1</u>	<u>64.6</u>	<u>66.6</u>	<u>65.6</u>	<u>65.6</u>
General Fund	67,115,994	36,091,092	21,767,869	21,910,196	21,571,051
Cash Funds	13,284,762	28,728,804	54,728,779	34,650,716	34,989,861
Reappropriated Funds	37,760,291	12,732,828	6,260,291	260,291	260,291
Federal Funds	2,425,014	5,159,290	2,425,014	2,425,014	2,425,014
TOTAL - Governor - Lieutenant Governor - State Planning and Budgeting	120,586,061	82,712,014	85,181,953	59,246,217	59,246,217
<i>FTE</i>	<u>63.1</u>	<u>64.6</u>	<u>66.6</u>	<u>65.6</u>	<u>65.6</u>
General Fund	67,115,994	36,091,092	21,767,869	21,910,196	21,571,051
Cash Funds	13,284,762	28,728,804	54,728,779	34,650,716	34,989,861
Reappropriated Funds	37,760,291	12,732,828	6,260,291	260,291	260,291
Federal Funds	2,425,014	5,159,290	2,425,014	2,425,014	2,425,014