

JOINT BUDGET COMMITTEE



STAFF FIGURE SETTING FY 2024-25

OFFICE OF THE GOVERNOR – LT. GOVERNOR – STATE PLANNING AND BUDGETING (ALL SECTIONS BUT ENERGY OFFICE)

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

PREPARED BY:
SCOTT PHILIP THOMPSON, JBC STAFF
MARCH 1, 2024

JOINT BUDGET COMMITTEE STAFF
200 E. 14TH AVENUE, 3RD FLOOR • DENVER • COLORADO • 80203
TELEPHONE: (303) 866-2061 • TDD: (303) 866-3472
<https://leg.colorado.gov/agencies/joint-budget-committee>

CONTENTS

Department Overview	4
Summary of Staff Recommendations.....	5
Description of Incremental Changes	5
Colorado Energy Office (CEO)	5
Office of the Governor division (GOV).....	5
Lieutenant Governor (LG)	6
Office of Economic Development and International Trade (OEDIT)	6
Office of Information Technology (OIT).....	8
Other Changes	8
Major Differences from the Request.....	10
Decision Items Impacting Multiple Divisions	11
➔ GOV R1 Operating increase	11
(1) Office of the Governor (division)	13
Decision Items – (1) Office of the Governor (division)	13
➔ GOV/LG R2 Press and Community Engagement Coordinator.....	13
(A) Governor’s Office – Line Item Detail	16
(B) Special Purpose – Line Item Detail.....	18
(2) Office of the Lieutenant Governor.....	33
Decision Items – (2) Office of the Lieutenant Governor.....	33
➔ LG R1 Tribal AI/AN affairs roadmap	33
Line Item Detail – (2) Office of the Lieutenant Governor.....	36
(3) Office of State Planning and Budgeting	39
Decision Items – (3) State Planning and Budgeting [None]	39
Line Item Detail – (3) State Planning and Budgeting.....	39
(4) Economic Development Programs.....	43
Decision Items – (4) Economic Development Programs.....	43
➔ OEDIT R1 Advanced Industries program [Requires Legislation]	43
➔ OEDIT R2 Support for Rural Opportunity Office	46
➔ OEDIT R3 Colorado Creative Industries operating and matching funds	48
➔ OEDIT R4 Creative districts [Requires Legislation]	50
➔ OEDIT R5 Agriculture technology recruitment strategy	51
➔ OEDIT R6 Small business support.....	53
➔ OEDIT R7 Procurement Technical Assistance Center reauthorization [Requires Legislation]	55

➔ OEDIT BA1 Office of Outdoor Recreation	56
➔ Staff-Initiated Technical Correction: CAPCO Administration	58
Line Item Detail — (4) Economic Development Programs	59
(5) Office of Information Technology	72
Decision Items – (5) Office of Information Technology	72
➔ OIT R1 Broadband middle mile	72
➔ OIT BA1 Cash fund technical.....	75
(A) Central Administration – Line Item Detail	77
(B) Enterprise Solutions – Line Item Detail	92
(C) Information Security – Line Item Detail.....	92
(D) Colorado Benefits Management System – Line Item Detail	93
(E) Customer Service/Support – Line Item Detail.....	94
(F) Public Safety Network – Transferred to Department of Public Safety in FY 2023-24.....	94
Long Bill Footnotes and Requests for Information	95
Long Bill Footnotes	95
Requests for Information.....	95
Appendix A: Numbers Pages.....	96

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.

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 the Governor (division)** oversees operation of the executive branch of State government including coordination, direction, and planning of agency operations. The Office represents the state, and serves as a liaison with local and federal governments. Includes the core functions of a traditional executive director's office. The *Colorado Energy Office (CEO)* is also subdivision within the the Office of the Governor division, but will be covered in a separate document scheduled to be presented on the same day as this document.

The **Office of the Lieutenant Governor** directly oversees the Colorado Commission of Indian Affairs, Serve Colorado (commission on community service), and other initiatives. The Lieutenant Governor temporarily takes the Governor's place if the Governor is out of Colorado or is unable to perform his/her duties.

The **Office of State Planning and Budgeting (OSPB)** develops executive branch budget requests, reviews and analyzes departmental expenditures, and prepares quarterly revenue and economic estimates for the state. Additionally, the Office implements the Results First initiative, a cost benefit analysis model initially developed by the Washington State Institute for Public Policy, and now supported by the Pew Charitable Trusts and the MacArthur Foundation, that aims to determine the monetary value of state policies and programs.

Economic Development Programs, administered by 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.

The **Governor's Office of Information Technology (OIT)** is responsible for the operation and delivery of all information and communications technology services across state executive branch agencies. The Office is tasked with providing information technology services, as well as promoting Colorado as the ideal location for information technology companies and technology-based workers.

SUMMARY OF STAFF RECOMMENDATIONS

GOVERNOR - LIEUTENANT GOVERNOR - STATE PLANNING AND BUDGETING						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$520,236,969	\$48,320,536	\$95,040,576	\$369,056,086	\$7,819,771	1,312.7
Other legislation	112,033,023	1,459,637	108,717,583	1,689,429	166,374	15.6
HB 24-1184 Supplemental bill	(26,300,858)	326,742	44,765	(26,672,365)	0	(59.5)
TOTAL	\$605,969,134	\$50,106,915	\$203,802,924	\$344,073,150	\$7,986,145	1,268.8
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$605,969,134	\$50,106,915	\$203,802,924	\$344,073,150	\$7,986,145	1,268.8
(GOV) R1 Operating increase	75,472	75,472	0	0	0	0.0
(GOV/LG) R2 Press & cmty. engagement	65,868	65,868	0	0	0	0.9
(LG) R1 Tribal and AI/AN affairs roadmap	32,676	32,676	0	0	0	0.0
(OEDIT) R1 Advanced Industries program	125,000	125,000	0	0	0	1.0
(OEDIT) R2 Support for Rural Opp Office	153,000	0	0	153,000	0	0.0
(OEDIT) R3 CCI Ops and matching funds	2,500,000	2,500,000	0	0	0	1.0
(OEDIT) R4 Creative districts	540,000	0	540,000	0	0	0.0
(OEDIT) R5 Ag tech recruitment strategy	105,216	105,216	0	0	0	0.9
(OEDIT) R6 Small business support	475,000	475,000	0	0	0	1.0
(OEDIT) R7 PTAC reauthorization	0	0	0	0	0	0.0
(OEDIT) BA1 Office of Outdoor Rec	0	0	0	0	0	0.0
(OEDIT) Staff-initiated technical corrections	(71,791)	0	0	(71,791)	0	(1.7)
(OIT) R1 Broadband middle mile	227,213	227,213	0	0	0	1.8
(OIT) BA1 Cash fund technical	44,765	0	44,765	0	0	0.0
Prior year budget actions	30,976,772	(1,057,491)	(391,335)	32,729,837	(304,239)	66.3
Centrally appropriated line items	25,914,794	4,795,473	1,821,617	17,802,517	1,495,187	0.0
Indirect cost adjustment	253,476	(171,387)	(139,517)	624,877	(60,497)	0.0
Prior year legislation	(108,629,225)	(817,107)	(108,717,583)	852,189	53,276	2.4
Nonprioritized requests	(37,385,257)	451,850	0	(37,837,107)	0	(59.5)
TOTAL	\$521,372,113	\$56,914,698	\$96,960,871	\$358,326,672	\$9,169,872	1,282.9
INCREASE/(DECREASE)	(\$84,597,021)	\$6,807,783	(\$106,842,053)	\$14,253,522	\$1,183,727	14.1
Percentage Change	(14.0%)	13.6%	(52.4%)	4.1%	14.8%	1.1%
FY 2024-25 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	(\$13,217,296)	(\$197,352)	(\$246,157)	(\$12,571,558)	(\$202,229)	2.8

DESCRIPTION OF INCREMENTAL CHANGES

COLORADO ENERGY OFFICE (CEO)

Detailed recommendations for the COLORADO ENERGY OFFICE are contained in separate staff document, which will be presented to the Joint Budget Committee on the same day as this document. Once published, you may access the other figure setting documents by visiting:

<https://leg.colorado.gov/content/budget/budget-documents>

OFFICE OF THE GOVERNOR DIVISION (GOV)

(GOV) R1 OPERATING INCREASE: The request and recommendation includes an increase of \$75,472 General Fund in FY 2024-25 and ongoing for the increased operating costs in the Governor's Office, the Lt. Governor's Office, and the Office of State Planning and Budgeting. These operating expense

appropriations historically had received regular inflationary adjustments, but have remained nominally flat for at least the past five years despite significant inflationary pressure during that time.

(GOV/LG) R2 PRESS AND COMMUNITY ENGAGEMENT: The recommendation is to approve an increase of \$65,868 General Fund and 0.9 FTE to hire a community engagement coordinator to support the Offices of the Governor, Lt. Governor, and Serve Colorado. The position will coordinate events with external partners and stakeholders across the state, assist with constituent affairs and correspondence functions, and staff the Governor or Lieutenant Governor at such events. Events include, but are not limited to, roundtable discussions, supporting external stakeholder requests, and supporting conferences and meetings. The request was for an increase of \$83,487 General Fund and 0.9 FTE in FY 2024-25 and \$83,071 General Fund and 1.0 FTE ongoing.

LIEUTENANT GOVERNOR (LG)

(LG) R1 TRIBAL & AI/AN AFFAIRS ROADMAP: The request and recommendation includes an increase of \$32,676 General Fund to develop a Roadmap on for Tribal and American Indian and Alaska Native Affairs within the state. The Colorado Commission on Indian Affairs will utilize the funds to conduct two tribal consultations with the Ute Mountain Ute Tribe, two with the Southern Ute Indian Tribe, and one with the other 46 tribes with historic connections to Colorado during three phases of round tables. It also intends to host listening sessions including one with state agency leadership, one with legislators, and four with the American Indian/Alaska Native communities across the state.

OFFICE OF ECONOMIC DEVELOPMENT AND INTERNATIONAL TRADE (OEDIT)

(OEDIT) R1 ADVANCED INDUSTRIES PROGRAM (REQUIRES LEGISLATION): The request and recommendation is for the Committee to send to draft legislation to continue a transfer of General Fund estimated to be between \$7.0 and \$14.0 million to the Advanced Industries Cash Fund for an additional eight years. The transfer is from the bioscience and “cleantech” income tax withholding growth, which is slated to end in FY 2025-26 despite S.B. 23-066 (AI Acceleration Program) extending the Advanced Industries program through FY 2032-33. The recommendation also includes an ongoing increase of \$125,000 General Fund for administering the Advanced Industries Export (AI Export) Accelerator program, which assists business in the advances industries with international business development and marketing costs related to export operations. Due to the nature of the transfer, it does not appear in the Office’s operating budget and because the transfer currently repeals in FY 2025-26, the General Fund impact will be accounted for in future forecasts as part of the base budget as a General Fund obligation.

(OEDIT) R2 SUPPORT FOR RURAL OPPORTUNITY OFFICE: The request and recommendation includes a one-time increase of \$153,000 reappropriated funds from unspent grant funds remaining in OEDIT’s Rural Jump Start Program to support current FTE and operations engaging in rural community outreach.

(OEDIT) R3 CCI OPERATING AND MATCHING FUNDS: The request and recommendation includes an increase of \$2.5 million General Fund and 1.0 FTE for the Council on Creative Industries (CCI) to maximize federal matching funds from the National Endowment for the Arts (NEA). The agency is currently funded with an appropriation of \$2,203,000 from the Limited Gaming Cash Fund, as well as direct federal funding from the NEA through an annual partnership agreement. In recent years, Colorado’s allocation of funds from the NEA has grown, which require a 1:1 match, while CCI’s

allocation from the Limited Gaming Fund has remained flat. CCI provides grantmaking through its Colorado Creates, Arts in Society, Equity in Arts Learning, Advancing Creatives, and Space to Create programs. In addition to direct grantmaking programs, CCI manages programs focused on Creative Aging, Arts in Transportation, Literary Arts, including the Poetry Out Loud and the Poet Laureate programs as well as preserving Colorado's unique cultural heritage, through the Colorado Folk Arts program.

(OEDIT) R4 CREATIVE DISTRICTS (REQUIRES LEGISLATION): The request and recommendation is for the Committee to sponsor legislation to make a one-time transfer of \$500,000 General Fund to the Colorado Creative Industries Cash Fund and modification of the Creative District Loan Fund statute to allow CCI to expend interest earned on the principal in that fund, which is estimated to be up to \$40,000 in the FY 2024-25 budget year. Transferred funds will be prioritized for the certification of new Creative Districts and recertification of those up for their certification to be renewed.

(OEDIT) R5 AG TECH RECRUITMENT STRATEGY: The recommendation is for an increase of \$105,216 General Fund for 0.9 FTE in FY 2024-25 and ongoing to grow participation in the agricultural technology sector by providing a strategy for industry support, coordination, and development similar to those OEDIT provides other industries such as aerospace and defense. In coordination with the Department of Agriculture the position will utilize the state's agricultural data and insight related to Colorado's performance, opportunities, and risk in the state's agricultural commodities and exports, to specifically identify and maximize Colorado's inbound opportunities for investment in the agricultural technology sector both domestically and internationally. The request was for an increase of \$134,923 General Fund and 1.0 FTE in FY 2024-25 and ongoing

(OEDIT) R6 SMALL BUSINESS SUPPORT: The request and recommendation includes \$475,000 and 1.0 FTE in FY 2024-25 and ongoing to maximize the state's drawdown of small business and economic development funding from the Small Business Administration (SBA), which requires a 100 percent funding match. The Colorado Small Business Development Centers Network is eligible to receive \$2.3 million from the SBA as long as the Lead Center and local locations are able to secure the same amount in match funds. Currently, the Network only receives two Long Bill appropriations annually totaling \$170,144, which places the burden to identify and secure matching funds on each local location as well as the Lead Center. Providing \$475,000 in additional general funds for the SBDC will allow the network to fully match the funding needed for the operations of the Lead Center at OEDIT.

(OEDIT) R7 PTAC REAUTHORIZATION (REQUIRES LEGISLATION): The request and recommendation is for the Joint Budget Committee to approve for draft legislation that extends a transfer of \$220,000 General Fund to the Procurement Technical Assistance Program Cash Fund, which is set to make its final transfer on July 1, 2024. The Colorado Procurement Technical Assistance Collaboration (PTAC) provides counseling, education, events, a BidMatch program, access to subject matter experts, networking, and policy guidance to small businesses applying for and receiving federal, state, and local government contracts. PTAC has about 7,000 active clients, which generate contract awards. A Legislative Declaration for the program specifies a preference for transfers to the fund as opposed to direct General Fund appropriations to allow matching funds to align with the federal fiscal year.

(OEDIT) BA1 OFFICE OF OUTDOOR RECREATION (OREC): The recommendation is to deny the request and allow the Economic Development Commission opportunity to dedicate some of its

Strategic Fund to the Office. The request includes a one-time increase of \$375,000 General Fund and 3.0 FTE to allow ORec to cover current payroll expenditures, provide programmatic and technical support for grantees including travel, host the office’s annual Colorado Outdoor Industry Leadership Summit (COILS), and cover additional operational costs like conference registrations, director travel, and additional administrative costs associated with developing and implementing the Colorado’s new Outside Festival. The funding is requested as the Office responds “to federal funding limitations on payroll expenditures” with funding that supports partial costs of 3.0 FTE in the Office.

(OEDIT) STAFF-INITIATED TECHNICAL CORRECTIONS: The recommendation includes two technical changes. The first moves 0.2 FTE associated with the Universal High School Scholarship Program from a line item with no ongoing funding to the Administration line item in OEDIT, appropriations made to support the FTE were authorized to be spent over two-years. The second is to correct a change that should have been made in last year’s Long Bill because an appropriation made to OEDIT is based on the amount appropriated to the CAPCO administration line item in the Division of Insurance (DOI). The funding in DOI was adjusted down based on anticipated funding needs, however, that change did not get communicated to JBC Staff for OEDIT and was therefore left unchanged. The recommendation is to reduce the appropriation from DOI by \$71,791 and 1.7 FTE.

OFFICE OF INFORMATION TECHNOLOGY (OIT)

(OIT) R1 BROADBAND MIDDLE MILE: The recommendation includes an increase of \$227,213 General Fund and 1.8 FTE in FY 2024-25 and ongoing to establish a comprehensive middle mile program for broadband. The program involves managing middle mile grants, negotiating Public-Private Partnerships (P3s) and unsolicited proposals for state-owned property and rights-of way, as well as developing policies to remove barriers to execution. By consolidating these efforts, OIT aims to advance missing middle mile technology, expand backbone networks to facilitate new last-mile connections across the state, leading to cost savings for customers and the efficient deployment of broadband services. The request was to approve an increase of \$278,579 General Fund and 1.8 FTE in FY 2024-25.

(OIT) BA1 CASH FUND TECHNICAL: The request and recommendation includes an increase of \$44,765 cash funds from the Broadband Administrative Support Fund transferred from the Department of Regulatory Agencies, which fund 2.0 FTE in OIT that support the Colorado Broadband Office.

OTHER CHANGES

PRIOR YEAR BUDGET ACTIONS: The request includes changes for prior year budget actions summarized in the following table:

PRIOR YEAR BUDGET ACTIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY23-24 HCPF CBMS Trueup	\$37,659,180	\$0	\$0	\$37,659,180	\$0	59.5
FY23-24 Data Driven decisions	976,990	0	0	976,990	0	10.8
FY23-24 Emergency Funds Staff	43,806	43,806	0	0	0	0.4
FY23-24 Behavioral Health	25,777	0	0	25,777	0	0.0
FY23-24 Financial planning	20,442	20,442	0	0	0	0.2
FY23-24 CCIA funding	10,910	10,910	0	0	0	0.2
FY23-24 Asset Management	6,420	0	0	6,420	0	0.2
FY23-24 IT Accessibility	(4,897,704)	(1,132,649)	0	(3,765,055)	0	(5.0)

PRIOR YEAR BUDGET ACTIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY23-24 PEAK Pro	(1,049,230)	0	0	(1,049,230)	0	0.0
FY23-24 CORE technical supp	(938,324)	0	0	(938,324)	0	0.0
FY23-24 salary survey	(650,809)	0	(346,570)	0	(304,239)	0.0
FY23-24 myColorado	(126,000)	0	0	(126,000)	0	0.0
FY23-24 OIT Package	(47,570)	0	0	(47,570)	0	0.0
FY23-24 Cash fund technical	(44,765)	0	(44,765)	0	0	0.0
FY23-24 Veterans Cybersecurity Prog	(12,351)	0	0	(12,351)	0	0.0
TOTAL	\$30,976,772	(\$1,057,491)	(\$391,335)	\$32,729,837	(\$304,239)	66.3

CENTRALLY APPROPRIATED LINE ITEMS: The recommendation includes changes to centrally appropriated line items and summarized in the table below.

CENTRALLY APPROPRIATED LINE ITEMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Salary survey	\$10,209,030	\$1,186,728	\$601,045	\$7,925,121	\$496,136	0.0
Step Plan	5,836,495	678,451	343,617	4,530,787	283,640	0.0
Health, life, and dental	3,639,646	627,238	455,752	2,050,427	506,229	0.0
PERA Direct Distribution	2,512,974	401,440	134,461	1,994,436	(17,363)	0.0
Legal services	1,426,616	1,110,479	0	316,137	0	0.0
AED	1,383,628	246,774	133,329	895,890	107,635	0.0
SAED	1,383,626	246,773	133,329	895,890	107,634	0.0
Paid Family & Medical Leave Insurance	694,848	83,376	41,625	534,666	35,181	0.0
Payments to OIT	394,848	394,848	0	0	0	0.0
Short-term disability	41,732	7,095	4,021	27,366	3,250	0.0
Workers' compensation	40,638	(353)	0	40,991	0	0.0
Leased space	36,842	36,842	0	0	0	0.0
Vehicle lease payments	12,685	12,685	0	0	0	0.0
AED and SAED adjustment	0	0	0	0	0	0.0
Risk management & property	(702,612)	(203,325)	0	(499,287)	0	0.0
Capitol Complex leased space	(368,531)	(2,349)	0	(366,182)	0	0.0
CORE adjustment	(296,403)	0	(12,746)	(271,231)	(12,426)	0.0
Health, life, dental true-up	(267,775)	(31,229)	(12,816)	(209,001)	(14,729)	0.0
Shift differential	(63,493)	0	0	(63,493)	0	0.0
TOTAL	\$25,914,794	\$4,795,473	\$1,821,617	\$17,802,517	\$1,495,187	0.0

INDIRECT COST ADJUSTMENT: The request includes a net increase in the indirect costs assessments.

PRIOR YEAR LEGISLATION: The request includes changes to reflect the out-year impact of bills passed in previous sessions, summarized in the following table.

PRIOR YEAR LEGISLATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
HB23-1199 Forensic Evidence	\$799,150	\$0	\$0	\$799,150	\$0	2.0
HB22-1289 Cover all Coloradans	451,446	0	0	451,446	0	0.0
HB23-1309 Film Tax Credit	282,417	0	282,417	0	0	(1.3)
HB 23-1281 Advance clean hydrogen	108,078	108,078	0	0	0	0.9
SB23-006 Create Rural Opp Office	99,191	99,191	0	0	0	1.0
SB23-172 Protections for Workers	13,878	13,878	0	0	0	0.0
HB 23-1039 Elec resource adequacy	4,913	4,913	0	0	0	0.1
HB22-1244 Toxic air contaminants	3,786	0	0	3,786	0	0.0
HB 23-1247 Assess energy solutions	3,276	0	0	(50,000)	53,276	0.0
SB23-283 Infrastructure funding	(84,000,000)	0	(84,000,000)	0	0	0.0

PRIOR YEAR LEGISLATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
SB23-205 Universal HS Scholarships	(25,000,000)	0	(25,000,000)	0	0	0.2
HB 23-1234 Streamlined solar	(961,922)	(961,922)	0	0	0	0.0
SB22-283 Property Tax	(81,504)	0	0	(81,504)	0	0.0
SB23-192 Pesticide Applicators	(72,150)	0	0	(72,150)	0	0.0
HB22-1361 Oil and Gas reporting	(61,500)	0	0	(61,500)	0	0.0
HB 22-1304 Affordable housing grants	(46,704)	0	0	(46,704)	0	0.0
HB22-1149 AI Tax Credit	(41,931)	(41,931)	0	0	0	0.0
HB21-1279 Occ. Therapy	(40,000)	0	0	(40,000)	0	0.0
HB23-1260 CHIPS	(39,314)	(39,314)	0	0	0	(0.3)
HB23-1086 Asset Forfeiture	(22,000)	0	0	(22,000)	0	(0.2)
HB23-1013 Restrictive practices	(12,000)	0	0	(12,000)	0	0.0
SB23-012 Motor Carriers	(8,910)	0	0	(8,910)	0	0.0
HB23-1267 Double Fines Trucks	(7,425)	0	0	(7,425)	0	0.0
TOTAL	(\$108,629,225)	(\$817,107)	(\$108,717,583)	\$852,189	\$53,276	2.4

NONPRIORITIZED ITEMS: The request includes changes for the following nonprioritized request items, which are linked to decision items in other departments and common policy decisions.

NONPRIORITIZED REQUESTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
NP3 DPA Central Services Omnibus	\$1,041,449	\$445,900	\$0	\$595,549	\$0	0.0
NP2 DPA Procurement Equity Ops	114,824	0	0	114,824	0	0.0
NP1 DPA CORE Operating Resources	20,697	5,950	0	14,747	0	0.0
(OIT) HCPF BA10 CBMS	(36,727,667)	0	0	(36,727,667)	0	(59.5)
NP4 REV GenTax Support	(1,248,000)	0	0	(1,248,000)	0	0.0
NP5 HCPF Convert Contract to FTE	(586,560)	0	0	(586,560)	0	0.0
TOTAL	(\$37,385,257)	\$451,850	\$0	(\$37,837,107)	\$0	(59.5)

MAJOR DIFFERENCES FROM THE REQUEST

The Major differences between the Office's request and Staff recommendation is that the Staff Recommendation includes adjustments for approved common policies and centrally appropriated line items, for those line items where decisions have been made by the Committee. In some cases, when the amount requested included salary costs of FTE request but did not factor in heavily into the calculation for the final amount requested, JBC staff did not apply the JBC policy to assume staff would start in August and thus full-year FTE start with funding for 0.9 FTE. Funding associated with those requests that do not fund the FTE directly support program activities.

Most of the staff recommendations that differ from the Office's request stem from standard JBC policies regarding new FTE and from common policies already approved by the Committee.

In other cases, JBC Staff makes some recommendations for amounts associated with requests but did not make definitive recommendations due to the requests falling more into the policy decision category. Finally, JBC Staff is recommending that the Committee deny the request from the Office of Economic Development and International Trade to provide an increased General Fund appropriation to the Office of Outdoor Recreation, primarily based on the funding history for the program.

DECISION ITEMS IMPACTING MULTIPLE DIVISIONS

→ GOV R1 OPERATING INCREASE

REQUEST

On behalf of the Lieutenant Governor’s Office and Office of State Planning and Budgeting (OSPB), the Governor’s Office requests an increase of \$75,472 General Fund to support its base operating budget. The amounts requests are calculated based on a 6.5 percent increase over prior year appropriations of operating expenses for each of the three divisions impacted by the request.

RECOMMENDATION

JBC Staff recommends the Committee approve the Department request. Outside of standard operating costs appropriated when new FTE have been approved for specific purposes, the operating expenses appropriated to the Governor’s Office, Lt. Governor’s Office, and OSPB have remained unchanged since at least FY 2011-12. This combined with recent pressures from inflation has reduced the value of operating costs appropriated to these offices’ base appropriations. Finally, the funding requested does not exceed recent high annual inflation peaks and thus seems like a reasonable rate to base and requested increase to operating expenses for the impacted Offices. General Fund increases recommended for each Office are \$63,397 for the Governor’s Office, \$4,528 for the Lt. Governor’s Office, and \$7,547 for the OSPB.

FY 2024-25 SUMMARY OF CHANGES

	REQUEST	RECOMMENDATION
TOTAL	\$75,472	\$75,472
FTE	0.0	0.0
General Fund	75,472	75,472
Cash Funds	0	0
Reappropriated Funds	0	0
Federal Funds	0	0

DISCUSSION

The Governor’s Office, Lt. Governor’s Office, and the Office of State Planning and Budget serve the citizens of Colorado by coordinating the State’s executive branch, providing a point of contact for constituents to the executive branch of the State, and representing the State’s interest in national and international arenas. Historically, operating expense appropriations for state agencies received regular inflationary adjustments, however those for these Offices have remained flat in recent years. Unusually high rates of inflation during this time causes them to report their operating budgets are strained.

The total compounded inflation estimate calculated by OSPB during the last 5 years is 19.4 percent, and the OSPB December 2023 revenue forecast expects inflation to remain at 5.2 percent for Colorado, while the Legislative Council forecast estimates the figure to be closer to 2.0 percent in calendar year 2023. However, during those years state agencies’ operating expenses have remained nominally flat. While the offices have managed their finances carefully to operate within their spending authority in prior years, the significant recent inflation has put pressure on operating budgets within the agency. The Office calculated the impact of inflation to its operating budgets by comparing the average non-Federal operating expenses for Fiscal Years 2015-16 through 2021-2022 (excluding FY 2020-21 due the extraordinary circumstances impacting expenditures in that fiscal year) to actual

expenditures for FY 2022-23, and found a 6.5 percent increase between the prior year's averages and similar FY 2022-23 expenditures.

To be able to manage the cumulative impact of these years of inflation, the offices request appropriations to continue operations and maintain capacity. Without funding the increase in operating funds, the Office states a need to reduce critical office activities, such as staff travel to meet Coloradans where they are, constituent engagement events, employee training, and regularly scheduled IT asset refreshment.

JBC Staff recommends to Committee approve the requested changes, see the full staff recommendation at the beginning of this decision item for the entire recommendation.

A statewide request was made in with the FY 2023-24 budget request to address this impact for all agencies, but the request was denied and JBC staff recommended that departments submit individual requests instead. While prices for most goods and services have increased since 2016, some of the most notable increases are related to travel expenses with hotel nights costing 20 percent more and mileage reimbursement rates increasing 8 percent.

JBC Staff recommends the Committee approve the Department request. See the recommendation section of this decision item for the recommendation details.

(1) OFFICE OF THE GOVERNOR (DIVISION)

The Office of the Governor (division) oversees operation of the executive branch of State government including coordination, direction, and planning of agency operations. The Office represents the state, and serves as a liaison with local and federal governments. Includes the core functions of a traditional executive director's office and the Colorado Energy Office, while figures appear for the energy office below, recommendations are contained in another figure setting document.

OFFICE OF THE GOVERNOR						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 Appropriation						
SB 23-214 Long Bill	\$61,545,577	\$19,125,389	\$36,076,473	\$1,261,103	\$5,082,612	88.6
Other legislation	2,223,612	1,014,529	0	1,042,709	166,374	0.7
HB 24-1184 Supplemental bill	326,742	326,742	0	0	0	0.0
TOTAL	\$64,095,931	\$20,466,660	\$36,076,473	\$2,303,812	\$5,248,986	89.3
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$64,095,931	\$20,466,660	\$36,076,473	\$2,303,812	\$5,248,986	89.3
(GOV) R1 Operating increase	63,397	63,397	0	0	0	0.0
(GOV/LG) R2 Press & cmty. engagement	65,868	65,868	0	0	0	0.9
Prior year budget actions	(2,919,454)	(2,245,648)	(346,570)	(83,633)	(243,603)	(0.8)
Centrally appropriated line items	8,357,844	4,358,138	1,785,948	471,635	1,742,123	0.0
Indirect cost adjustment	(55,721)	(171,387)	0	176,163	(60,497)	0.0
Prior year legislation	(892,359)	(848,931)	0	(96,704)	53,276	1.0
Nonprioritized requests	451,850	451,850	0	0	0	0.0
TOTAL	\$69,167,356	\$22,139,947	\$37,515,851	\$2,771,273	\$6,740,285	90.4
INCREASE/(DECREASE)	\$5,071,425	\$1,673,287	\$1,439,378	\$467,461	\$1,491,299	1.1
Percentage Change	7.9%	8.2%	4.0%	20.3%	28.4%	1.2%
FY 2024-25 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	(\$968,140)	(\$576,393)	(\$240,280)	\$50,762	(\$202,229)	0.0

DECISION ITEMS – (1) OFFICE OF THE GOVERNOR (DIVISION)

→ GOV/LG R2 PRESS AND COMMUNITY ENGAGEMENT COORDINATOR

REQUEST

The Office of the Governor requests \$83,487 and 0.9 FTE in Fiscal Year 2024-25 and \$83,071 and 1.0 FTE ongoing beginning in Fiscal Year 2025-26 to serve as a Community Engagement Coordinator for the Office. The new position would be responsible for managing the community and constituent engagement functions for the Offices of the Governor, Lieutenant Governor, and Serve Colorado. This position will coordinate events with external partners and stakeholders across the state, assist with constituent affairs and correspondence functions, and staff the Governor or Lieutenant Governor at such events. Events include, but are not limited to, roundtable discussions, supporting external stakeholder requests, and supporting conferences and meetings.

RECOMMENDATION

If the Committee wishes to approve the Department request to add an FTE to the Press Office, JBC Staff recommends the Committee approve an increase of \$65,868 General Fund and 0.9 FTE in FY

2024-25, which reflects funding the position at the range minimum and JBC policy related to not including certain costs when adding new FTE. The recommendation annualizes to \$82,047 General Fund and 1.0 FTE in FY 2025-26 and ongoing. The staff requested is being directed to support communication and marketing responsibilities for the Office of the Lt. Governor primarily, however, actionable data points to quantify the need is sparse. The Lt. Governor did hold over 220 press and public engagement events in FY 2023-24—a figure that includes meetings with stakeholders and bill signings. Nonetheless, the Office states coordinating this large number of events, in addition to drafting remarks and managing press, media, and communications needs for the office, exceeds a reasonable workload for a single FTE. JBC does not arrive at that conclusion with as much certainty or clarity as the Governor’s Office and therefore refrains from making a strong recommendation to approve the request.

GOV R2 REQUEST AND RECOMMENDATION SUMMARY								
CHANGE DESCRIPTION	FY 2024-25 REQUEST		FY 2024-25 RANGE MINIMUM		FY 2024-25 RECOMMENDATION		FY 2025-26 ANNUALIZATION	
	FTE	COST	FTE	COST	FTE	COST	FTE	COST
Personal Services								
Marketing and Comm Specialist III	0.9	\$53,091	0.9	\$51,359	0.9	\$51,359	1.0	\$56,028
Subtotal - Personal Services	0.9	\$53,091	0.9	\$51,359	0.9	\$51,359	1.0	\$56,028
Other Costs								
PERA/Medicare		\$6,876		\$6,687		\$6,687		\$7,294
POTS		15,784		0		0		17,445
Operating Expense		736		1,152		1,152		1,280
Capital Outlay		7,000		6,670		6,670		0
Subtotal - Other Costs		\$30,396		\$14,509		\$14,509		\$26,019
Total	0.9	\$83,487	0.9	\$65,868	0.9	\$65,868	1.0	\$82,047

DISCUSSION

The Governor’s Office of Press is responsible for coordinating the entire Executive Branch’s communication efforts across all state agencies, as well as managing the Governor’s and the Office’s press needs. The division also provides services to the Office of the Lt. Governor, who had over 220 press and public engagements last fiscal year, and State Planning and Budgeting as capacity and priorities allow. The requested position would reside in the Governor’s Press office and manage press and public engagement efforts for the Lt. Governor, including Aerospace and Defense, Governor’s Commission on Community Service, the Colorado Commission of Indian Affairs, Disability Policy, Office of eHealth Innovation, and the Office of Saving People Money on Health Care.

Activities of the Press Office are carried out by 8.0 FTE plus 2.0 FTE that are term-limited. In addition to marketing and communications personnel staffing the Press Office, each executive branch agency also operates press and communication offices that vary based on the agency’s needs. The Department of Revenue (DOR), for example, employs a hub and spoke model, similar to what many PR & Marketing agencies use, and has a team of seventeen FTE.

The DOR’s communications team resides in the middle with the various spokes being the multiple Divisions that make up the Department of Revenue. DOR cross-trains the communications team to be able to assist with any of the Divisions, but due to the steep learning curve involved with some of the Divisions (e.g. Taxation), DOR also employs a structure where there are dedicated communications specialists assigned to certain divisions. The Department of Public Safety uses a

similar structure for their team of ten, with communications staff focusing on the needs of their assigned division.

In contrast, the Department of Transportation's (CDOT) Office of Communications has twenty-five positions, and utilizes a centralized model with employees grouped more by function, with teams for maintenance and winter operations outreach, internal communications, and project and public awareness campaigns.

The Governor and Lieutenant Governor are responsible for representing and serving all of Colorado's more than 5.8 million residents, covering the wide breadth of topics addressed by the state government. Additionally, the Office of the Lieutenant Governor is responsible for the operation of six unique programs covering a range of topics.

The Office of the Lieutenant Governor is responsible for planning and executing a large number of community engagement events. In Fiscal Year 2023-24, the Office of the Lieutenant Governor participated in over 200 events, including public remarks, meetings with external stakeholders, and bill signings. Coordinating this large number of events, in addition to drafting remarks and managing press, media, and communications needs for the office, exceeds a reasonable workload for a single FTE. These demands also preclude additional proactive community engagement which can help ensure more Coloradans know about services provided by state agencies.

The Office's programs impact a significant number of people in the state. The success of these programs and their ability to serve customers and support state agencies depends, in part, upon their ability to develop and execute community engagement strategies. More robust community engagement will allow the Office to continue to impact Coloradans across the state. The Office of the Governor is currently unable to devote adequate resources to meet this need.

The proposed solution is to hire a Community Engagement Coordinator mainly focused on the Office of the Lieutenant Governor's constituent engagement efforts, comparable to a Marketing & Communications Specialist III in the classified system. The new position would be responsible for leading community and stakeholder engagement for the Lieutenant Governor, Colorado's Americorps affiliate known as Serve CO, and additional programs within the Governor's and Lieutenant Governor's Offices. This solution would improve the planning and execution of community engagement efforts for both the Lieutenant Governor and for the Governor's Office's programs.

The Office also reports that the position would also be able to help Office's programs create more proactive, thoughtful, and strategic community engagement events and outreach. Approval of this request will significantly increase the availability of the Office of the Lt. Governor and the Office's programs to constituent engagement and outreach. The additional 1.0 FTE would enable the Office to plan and execute more community engagement events, allow for additional planning and targeted outreach for community engagement events, and enable Office staff to be more responsive to press and media requests.

JBC Staff recommends the Committee approve an increase of \$65,868 General Fund and 0.9 FTE in FY 2024-25. See the recommendation section of this decision item for further detail outlining Staff Recommendation.

(A) GOVERNOR'S OFFICE – LINE ITEM DETAIL**ADMINISTRATION OF GOVERNOR'S OFFICE AND RESIDENCE**

This line item provides funding for the personal services and operating expenses for the position of the Governor, Office of Policy and Research, Office of Legislative Relations, the Office of Legal Counsel, Boards and Commissions, Office of the Citizens' Advocate, and the Office of Saving People Money on Health Care. As Chief Executive of the state, the Governor is responsible for the overall operation of the executive branch of government. The Office provides coordination, direction, and planning of agency operations, maintains liaison with local governments and the federal government, and exercises the executive powers of the state.

STATUTORY AUTHORITY: Article IV of the Colorado Constitution.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation are summarized in the table below.

OFFICE OF THE GOVERNOR, GOVERNOR'S OFFICE, ADMINISTRATION OF GOVERNOR'S OFFICE AND RESIDENCE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$5,627,491	\$5,079,575	\$106,912	\$441,004	\$0	45.7
Other legislation	\$6,660	\$6,660	\$0	\$0	\$0	0.1
TOTAL	\$5,634,151	\$5,086,235	\$106,912	\$441,004	\$0	45.8
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$5,634,151	\$5,086,235	\$106,912	\$441,004	\$0	45.8
Prior year budget actions	623,681	593,573	0	30,108	0	0.2
(GOV/LG) R2 Press & cmty. engagement	65,868	65,868	0	0	0	0.9
(GOV) R1 Operating increase	63,397	63,397	0	0	0	0.0
TOTAL	\$6,387,097	\$5,809,073	\$106,912	\$471,112	\$0	46.9
INCREASE/(DECREASE)	\$752,946	\$722,838	\$0	\$30,108	\$0	1.1
Percentage Change	13.4%	14.2%	0.0%	6.8%	n/a	2.4%
FY 2024-25 EXECUTIVE REQUEST	\$6,388,931	\$5,810,907	\$106,912	\$471,112	\$0	46.9
Request Above/(Below) Recommendation	\$1,834	\$1,834	\$0	\$0	\$0	0.0

DISCRETIONARY FUND

This line item provides funding for spending at the discretion of the Governor. The statutorily-specified maximum amount for discretionary funding for the Governor is \$20,000, and is subject to appropriation by the General Assembly.

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

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation are summarized in the table below.

OFFICE OF THE GOVERNOR, GOVERNOR'S OFFICE, DISCRETIONARY FUND						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$19,500	\$19,500	\$0	\$0	\$0	0.0
TOTAL	\$19,500	\$19,500	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$19,500	\$19,500	\$0	\$0	\$0	0.0
TOTAL	\$19,500	\$19,500	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$19,500	\$19,500	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

MANSION ACTIVITY FUND

The Governor's Residence, located in the City and County of Denver at 400 East Eighth Avenue, is 26,431 square feet, and is accompanied by a 4,837 square foot Carriage House located on the same property. The two buildings are made available to the public for various activities and require spending authority for funds collected for use of the Governor's mansion. Funds received are from public and state agency use fees used to cover the costs of holding functions at these facilities.

STATUTORY AUTHORITY: Article IV of the Colorado Constitution.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation are summarized in the table below.

OFFICE OF THE GOVERNOR, GOVERNOR'S OFFICE, MANSION ACTIVITY FUND						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$263,266	\$0	\$263,266	\$0	\$0	0.0
TOTAL	\$263,266	\$0	\$263,266	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$263,266	\$0	\$263,266	\$0	\$0	0.0
TOTAL	\$263,266	\$0	\$263,266	\$0	\$0	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	n/a	0.0%	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$263,266	\$0	\$263,266	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

OFFICE OF CLIMATE PREPAREDNESS

The Office is tasked with coordinating the State's disaster recovery efforts for the Governor's Office, developing and publishing the statewide climate preparedness roadmap, and establishing and managing the intergovernmental task forces on climate preparedness. As well as personnel costs, this line covers all operating expenses related to the Office.

STATUTORY AUTHORITY: Section 24-38.8-102 (1), C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation are summarized in the table below.

OFFICE OF THE GOVERNOR, GOVERNOR'S OFFICE, OFFICE OF CLIMATE PREPAREDNESS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$453,707	\$453,707	\$0	\$0	\$0	3.0
TOTAL	\$453,707	\$453,707	\$0	\$0	\$0	3.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$453,707	\$453,707	\$0	\$0	\$0	3.0
TOTAL	\$453,707	\$453,707	\$0	\$0	\$0	3.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	n/a	n/a	n/a	0.0%
FY 2024-25 EXECUTIVE REQUEST	\$453,707	\$453,707	\$0	\$0	\$0	3.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(B) SPECIAL PURPOSE – LINE ITEM DETAIL

HEALTH, LIFE, AND DENTAL

This line item provides funding for the cost of the state's share of the employee's health, life and dental insurance for employees electing coverage. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

STATUTORY AUTHORITY: Sections 24-50-611 and 24-50-603 (9), C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation is summarized in the following table. The recommendation includes amounts approved for this compensation common policy.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, HEALTH, LIFE, AND DENTAL						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$3,387,809	\$1,712,848	\$977,477	\$215,353	\$482,131	0.0
TOTAL	\$3,387,809	\$1,712,848	\$977,477	\$215,353	\$482,131	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$3,387,809	\$1,712,848	\$977,477	\$215,353	\$482,131	0.0
Centrally appropriated line items	1,724,370	521,463	432,928	163,285	606,694	0.0
(GOV/LG) R2 Press & cmty. engagement	0	0	0	0	0	0.0
TOTAL	\$5,112,179	\$2,234,311	\$1,410,405	\$378,638	\$1,088,825	0.0
INCREASE/(DECREASE)	\$1,724,370	\$521,463	\$432,928	\$163,285	\$606,694	0.0

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, HEALTH, LIFE, AND DENTAL						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Percentage Change	50.9%	30.4%	44.3%	75.8%	125.8%	n/a
FY 2024-25 EXECUTIVE REQUEST	\$5,122,330	\$2,244,462	\$1,410,405	\$378,638	\$1,088,825	0.0
Request Above/(Below) Recommendation	\$10,151	\$10,151	\$0	\$0	\$0	0.0

SHORT-TERM DISABILITY

This line item provides funding for short-term disability insurance coverage that is available for all employees and paid by the state. Appropriations are based on payroll that provides partial payment of an employee's salary if that individual becomes disabled and cannot perform his or her work duties. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

STATUTORY AUTHORITY: Sections 24-50-611 and 24-50-603 (13), C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation is summarized in the following table. The recommendation includes amounts approved for this compensation common policy.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, SHORT-TERM DISABILITY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$39,354	\$19,873	\$9,538	\$3,153	\$6,790	0.0
TOTAL	\$39,354	\$19,873	\$9,538	\$3,153	\$6,790	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$39,354	\$19,873	\$9,538	\$3,153	\$6,790	0.0
Centrally appropriated line items	15,176	5,020	4,019	1,200	4,937	0.0
(GOV/LG) R2 Press & cmty. engagement	0	0	0	0	0	0.0
TOTAL	\$54,530	\$24,893	\$13,557	\$4,353	\$11,727	0.0
INCREASE/(DECREASE)	\$15,176	\$5,020	\$4,019	\$1,200	\$4,937	0.0
Percentage Change	38.6%	25.3%	42.1%	38.1%	72.7%	n/a
FY 2024-25 EXECUTIVE REQUEST	\$54,615	\$24,978	\$13,557	\$4,353	\$11,727	0.0
Request Above/(Below) Recommendation	\$85	\$85	\$0	\$0	\$0	0.0

S.B. 04-257 AMORTIZATION EQUALIZATION DISBURSEMENT

This line item provides funding for an increase to the effective PERA contribution rates beginning January 1, 2006 to bring the Office into compliance with statutory provisions. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table. Consistent with JBC action on compensation common policy, staff recommends this line item be eliminated in the FY 2024-25 Long Bill and combined with AED in a single *PERA AED and SAED* line item.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, S.B. 04-257 AMORTIZATION EQUALIZATION DISBURSEMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$1,281,153	\$631,915	\$317,792	\$105,129	\$226,317	0.0
TOTAL	\$1,281,153	\$631,915	\$317,792	\$105,129	\$226,317	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,281,153	\$631,915	\$317,792	\$105,129	\$226,317	0.0
(GOV/LG) R2 Press & cmty. engagement	0	0	0	0	0	0.0
Centrally appropriated line items	(1,281,153)	(631,915)	(317,792)	(105,129)	(226,317)	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	(\$1,281,153)	(\$631,915)	(\$317,792)	(\$105,129)	(\$226,317)	0.0
Percentage Change	(100.0%)	(100.0%)	(100.0%)	(100.0%)	(100.0%)	n/a
FY 2024-25 EXECUTIVE REQUEST	\$1,820,322	\$832,418	\$451,914	\$145,093	\$390,897	0.0
Request Above/(Below) Recommendation	\$1,820,322	\$832,418	\$451,914	\$145,093	\$390,897	0.0

S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT

This line item provides funding for an increase to the effective PERA contribution rates beginning January 1, 2008 to bring the Office into compliance with statutory provisions. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table. Consistent with JBC action on compensation common policy, staff recommends this line item be eliminated in FY 2024-25 and combined with AED in a single PERA AED and SAED line item.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$1,281,153	\$631,915	\$317,792	\$105,129	\$226,317	0.0
TOTAL	\$1,281,153	\$631,915	\$317,792	\$105,129	\$226,317	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,281,153	\$631,915	\$317,792	\$105,129	\$226,317	0.0

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
(GOV/LG) R2 Press & cmty. engagement	0	0	0	0	0	0.0
Prior year budget actions	0	0	0	0	0	0.0
Centrally appropriated line items	(1,281,153)	(631,915)	(317,792)	(105,129)	(226,317)	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	(\$1,281,153)	(\$631,915)	(\$317,792)	(\$105,129)	(\$226,317)	0.0
Percentage Change	(100.0%)	(100.0%)	(100.0%)	(100.0%)	(100.0%)	n/a
FY 2024-25 EXECUTIVE REQUEST	\$1,820,322	\$832,418	\$451,914	\$145,093	\$390,897	0.0
Request Above/(Below) Recommendation	\$1,820,322	\$832,418	\$451,914	\$145,093	\$390,897	0.0

PERA AED AND SAED [NEW LINE ITEM]

Pursuant to S.B. 04-257 and S.B. 06-235, this line item provides additional funding to increase the state contribution for PERA.

STATUTORY AUTHORITY: Sections 24-51-411 (1) and (3.2), C.R.S.

REQUEST: The request does not include this new line item.

RECOMMENDATION: The Staff recommendation is summarized below and includes changes approved for this compensation common policy.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, PERA AED AND SAED						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Centrally appropriated line items	3,635,059	1,662,282	902,441	289,741	780,595	0.0
TOTAL	\$3,635,059	\$1,662,282	\$902,441	\$289,741	\$780,595	0.0
INCREASE/(DECREASE)	\$3,635,059	\$1,662,282	\$902,441	\$289,741	\$780,595	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
Request Above/(Below) Recommendation	(\$3,635,059)	(\$1,662,282)	(\$902,441)	(\$289,741)	(\$780,595)	0.0

PERA DIRECT DISTRIBUTION

This line item is included as a common policy allocation payment for the state portion of the PERA Direct Distribution created in Section 24-51-414, C.R.S., enacted in S.B. 18-200. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

STATUTORY AUTHORITY: Section 24-51-414, (2) C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation is summarized in the following table, which reflect Committee action for this compensation common policy.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, PERA DIRECT DISTRIBUTION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$66,376	\$38,483	\$19,058	\$8,835	\$0	0.0
TOTAL	\$66,376	\$38,483	\$19,058	\$8,835	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$66,376	\$38,483	\$19,058	\$8,835	\$0	0.0
Centrally appropriated line items	537,268	366,896	131,022	39,350	0	0.0
TOTAL	\$603,644	\$405,379	\$150,080	\$48,185	\$0	0.0
INCREASE/(DECREASE)	\$537,268	\$366,896	\$131,022	\$39,350	\$0	0.0
Percentage Change	809.4%	953.4%	687.5%	445.4%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$608,237	\$408,463	\$151,222	\$48,552	\$0	0.0
Request Above/(Below) Recommendation	\$4,593	\$3,084	\$1,142	\$367	\$0	0.0

PAID FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM

Colorado Proposition 118, Paid Family Medical Leave Initiative, was approved by voters in November 2020 and created a paid family and medical leave insurance program for all Colorado employees administered by the Colorado Department of Labor and Employment. This requires employers and employees in Colorado to pay a payroll premium (.90 percent with a minimum of half paid by the employer) to finance paid family and medical leave insurance benefits beginning January 1, 2023. It will finance up to 12 weeks of paid family and medical leave to eligible employees beginning January 1, 2024.

STATUTORY AUTHORITY: Section 8-13.3-516, C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation is summarized in the following table. The recommendation includes amounts approved for this compensation common policy.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, PAID PARENTAL LEAVE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Centrally appropriated line items	163,590	74,679	40,672	13,058	35,181	0.0
(GOV/LG) R2 Press & cmtty. engagement	0	0	0	0	0	0.0

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, PAID PARENTAL LEAVE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
TOTAL	\$163,590	\$74,679	\$40,672	\$13,058	\$35,181	0.0
INCREASE/(DECREASE)	\$163,590	\$74,679	\$40,672	\$13,058	\$35,181	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$163,829	\$74,918	\$40,672	\$13,058	\$35,181	0.0
Request Above/(Below) Recommendation	\$239	\$239	\$0	\$0	\$0	0.0

SALARY SURVEY

This line item provides funding for market adjustments to occupational groups' salaries in the Office. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

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

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation is summarized in the following table, which reflect Committee action for this compensation common policy.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, SALARY SURVEY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$2,759,638	\$2,055,724	\$346,570	\$113,741	\$243,603	0.0
TOTAL	\$2,759,638	\$2,055,724	\$346,570	\$113,741	\$243,603	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$2,759,638	\$2,055,724	\$346,570	\$113,741	\$243,603	0.0
Centrally appropriated line items	2,321,327	1,050,593	587,387	187,211	496,136	0.0
Prior year budget actions	(2,759,638)	(2,055,724)	(346,570)	(113,741)	(243,603)	0.0
TOTAL	\$2,321,327	\$1,050,593	\$587,387	\$187,211	\$496,136	0.0
INCREASE/(DECREASE)	(\$438,311)	(\$1,005,131)	\$240,817	\$73,470	\$252,533	0.0
Percentage Change	(15.9%)	(48.9%)	69.5%	64.6%	103.7%	n/a
FY 2024-25 EXECUTIVE REQUEST	\$2,638,488	\$1,194,135	\$667,641	\$212,790	\$563,922	0.0
Request Above/(Below) Recommendation	\$317,161	\$143,542	\$80,254	\$25,579	\$67,786	0.0

STEP PAY

This line item provides detail on the amount of funding appropriated to each department as a result of the step pay plan. The step pay plan takes effect in FY 2024-25 and is a result of negotiations between the State of Colorado and Colorado Workers for Innovative and New Solutions (COWINS).

STATUTORY AUTHORITY: Sections 24-50-1101, et seq., C.R.S.

REQUEST: The Department did not include in its request a new line item for step plan pay.

RECOMMENDATION: The Staff recommendation is summarized in the following table.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, STEP PAY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Centrally appropriated line items	1,327,101	600,623	335,809	107,029	283,640	0.0
TOTAL	\$1,327,101	\$600,623	\$335,809	\$107,029	\$283,640	0.0
INCREASE/(DECREASE)	\$1,327,101	\$600,623	\$335,809	\$107,029	\$283,640	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
Request Above/(Below) Recommendation	(\$1,327,101)	(\$600,623)	(\$335,809)	(\$107,029)	(\$283,640)	0.0

WORKERS' COMPENSATION

This line item provides funds for workers' compensation insurance for the entire state carried by the Department of Personnel. Appropriations to departments covered by the insurance are determined through actuarial calculations and three years of claims history. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

STATUTORY AUTHORITY: Section 24-30-1510.7, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, WORKERS' COMPENSATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$14,761	\$11,700	\$0	\$3,061	\$0	0.0
TOTAL	\$14,761	\$11,700	\$0	\$3,061	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$14,761	\$11,700	\$0	\$3,061	\$0	0.0
Centrally appropriated line items	3,771	(353)	0	4,124	0	0.0
TOTAL	\$18,532	\$11,347	\$0	\$7,185	\$0	0.0
INCREASE/(DECREASE)	\$3,771	(\$353)	\$0	\$4,124	\$0	0.0
Percentage Change	25.5%	(3.0%)	n/a	134.7%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$19,108	\$11,700	\$0	\$7,408	\$0	0.0
Request Above/(Below) Recommendation	\$576	\$353	\$0	\$223	\$0	0.0

LEGAL SERVICES

This line item provides funding for legal services rendered by the Department of Law. The funding covers these costs for the Governor's Office, Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Colorado Energy Office and the Governor's Office of Information Technology receive appropriations for this purpose in their budgetary divisions.

STATUTORY AUTHORITY: Article IV of the Colorado Constitution

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item, which remain pending at this time.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, LEGAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$354,195	\$354,195	\$0	\$0	\$0	0.0
Other legislation	\$423	\$423	\$0	\$0	\$0	0.0
TOTAL	\$354,618	\$354,618	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$354,618	\$354,618	\$0	\$0	\$0	0.0
Centrally appropriated line items	743,861	743,861	0	0	0	0.0
TOTAL	\$1,098,479	\$1,098,479	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$743,861	\$743,861	\$0	\$0	\$0	0.0
Percentage Change	209.8%	209.8%	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$1,098,479	\$1,098,479	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

PAYMENT TO RISK MANAGEMENT AND PROPERTY FUNDS

This line item provides funding for the Office's share of liability and property insurance carried by the Department of Personnel is appropriated through this line item. The liability program is used to pay liability claims and expenses brought against the state. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, PAYMENT TO RISK MANAGEMENT AND PROPERTY FUNDS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
HB 24-1184 Supplemental bill	\$317,985	\$317,985	\$0	\$0	\$0	0.0
SB 23-214 Long Bill	\$291,131	\$291,131	\$0	\$0	\$0	0.0
TOTAL	\$609,116	\$609,116	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$609,116	\$609,116	\$0	\$0	\$0	0.0
Centrally appropriated line items	(203,325)	(203,325)	0	0	0	0.0
TOTAL	\$405,791	\$405,791	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	(\$203,325)	(\$203,325)	\$0	\$0	\$0	0.0
Percentage Change	(33.4%)	(33.4%)	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$279,930	\$210,075	\$0	\$69,855	\$0	0.0
Request Above/(Below) Recommendation	(\$125,861)	(\$195,716)	\$0	\$69,855	\$0	0.0

CAPITOL COMPLEX LEASED SPACE

This line item provides funding for the Office's payment to the Department of Personnel for leased space within the Capitol Complex. The funding covers these costs for the Governor's Office, Lieutenant Governor's Office, and Office of State Planning and Budgeting. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

STATUTORY AUTHORITY: Section 24-30-1104 (4), C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, CAPITOL COMPLEX LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$574,005	\$438,231	\$0	\$135,774	\$0	0.0
TOTAL	\$574,005	\$438,231	\$0	\$135,774	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$574,005	\$438,231	\$0	\$135,774	\$0	0.0
Indirect cost adjustment	0	(171,387)	0	171,387	0	0.0
Centrally appropriated line items	(73,288)	(2,349)	0	(70,939)	0	0.0
TOTAL	\$500,717	\$264,495	\$0	\$236,222	\$0	0.0
INCREASE/(DECREASE)	(\$73,288)	(\$173,736)	\$0	\$100,448	\$0	0.0
Percentage Change	(12.8%)	(39.6%)	n/a	74.0%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$651,084	\$343,923	\$0	\$307,161	\$0	0.0
Request Above/(Below) Recommendation	\$150,367	\$79,428	\$0	\$70,939	\$0	0.0

PAYMENTS TO OIT

This line item includes funding appropriated to the Office that is then transferred to the Governor's Office of Information Technology to support the information technology systems that support the Office's programs. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item, which remain pending at this time.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, PAYMENTS TO OIT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$1,437,625	\$1,437,625	\$0	\$0	\$0	0.0
HB 24-1184 Supplemental bill	\$8,757	\$8,757	\$0	\$0	\$0	0.0
TOTAL	\$1,446,382	\$1,446,382	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,446,382	\$1,446,382	\$0	\$0	\$0	0.0
Centrally appropriated line items	394,848	394,848	0	0	0	0.0
TOTAL	\$1,841,230	\$1,841,230	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$394,848	\$394,848	\$0	\$0	\$0	0.0
Percentage Change	27.3%	27.3%	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$1,832,473	\$1,832,473	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	(\$8,757)	(\$8,757)	\$0	\$0	\$0	0.0

IT ACCESSIBILITY

This line item provides funding for payments to the Governor's Office of Information Technology for implementation of the statewide effort to meet digital accessibility standards outlined in H.B. 21-1110. IT systems must be compliant before July 1, 2024, when potential penalties can be awarded to civil plaintiffs.

STATUTORY AUTHORITY: Section 24-34-802 and 24-85-103, C.R.S.

REQUEST: The Department did not request this line item for FY 2024-25.

RECOMMENDATION: Consistent with the recommendation included as a statewide decision item in this packet, the Staff recommendation is to eliminate this line item from FY 2024-25, but expects that it will return in FY 2025-26 or FY 2026-27.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, IT ACCESSIBILITY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$1,132,649	\$1,132,649	\$0	\$0	\$0	1.0
TOTAL	\$1,132,649	\$1,132,649	\$0	\$0	\$0	1.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,132,649	\$1,132,649	\$0	\$0	\$0	1.0
Prior year budget actions	(1,132,649)	(1,132,649)	0	0	0	(1.0)
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	(\$1,132,649)	(\$1,132,649)	\$0	\$0	\$0	(1.0)
Percentage Change	(100.0%)	(100.0%)	0.0%	0.0%	0.0%	(100.0%)
FY 2024-25 EXECUTIVE REQUEST	\$0	\$0	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

CORE OPERATIONS

This line item funds the Office's share of costs associated with the operations and maintenance of the Colorado Operations Resource Engine (CORE). The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

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

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation are summarized in the following table and reflects JBC action taken on this operating common policy.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, CORE OPERATIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$121,092	\$0	\$19,957	\$81,679	\$19,456	0.0
TOTAL	\$121,092	\$0	\$19,957	\$81,679	\$19,456	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$121,092	\$0	\$19,957	\$81,679	\$19,456	0.0
Nonprioritized requests	5,950	5,950	0	0	0	0.0
Centrally appropriated line items	(77,338)	0	(12,746)	(52,166)	(12,426)	0.0
TOTAL	\$49,704	\$5,950	\$7,211	\$29,513	\$7,030	0.0
INCREASE/(DECREASE)	(\$71,388)	\$5,950	(\$12,746)	(\$52,166)	(\$12,426)	0.0
Percentage Change	(59.0%)	n/a	(63.9%)	(63.9%)	(63.9%)	n/a
FY 2024-25 EXECUTIVE REQUEST	\$65,259	\$5,950	\$19,957	\$19,896	\$19,456	0.0
Request Above/(Below) Recommendation	\$15,555	\$0	\$12,746	(\$9,617)	\$12,426	0.0

STATEWIDE ADMINISTRATIVE SERVICES [NEW LINE ITEM]

This line item provides funding for payments for statewide administrative services provide by the Department of Personnel's Executive Director's Office.

STATUTORY AUTHORITY: Article 50.3 of Title 24, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized below and Staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, STATEWIDE ADMINISTRATION SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	20,387	20,387	0	0	0	0.0
TOTAL	\$20,387	\$20,387	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$20,387	\$20,387	\$0	\$0	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$20,387	\$20,387	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

STATE AGENCY SERVICES [NEW LINE ITEM]

This line item provides funding for payments for statewide human resource services provide by the Department of Personnel's Division of Human Resources.

STATUTORY AUTHORITY: Part 13 of Article 30 of Title 24, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized below. Staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, STATE AGENCY SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	48,751	48,751	0	0	0	0.0
TOTAL	\$48,751	\$48,751	\$0	\$0	\$0	0.0

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, STATE AGENCY SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
INCREASE/(DECREASE)	\$48,751	\$48,751	\$0	\$0	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$48,751	\$48,751	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

STATEWIDE TRAINING SERVICES [NEW LINE ITEM]

This line item provides funding for payments to the Center for Organizational Effectiveness, which provides professional development and training services for state employees.

STATUTORY AUTHORITY: Section 24-50-122, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized below. Staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, STATEWIDE TRAINING SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	9,827	9,827	0	0	0	0.0
TOTAL	\$9,827	\$9,827	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$9,827	\$9,827	\$0	\$0	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$9,827	\$9,827	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

FINANCIAL OPERATIONS AND REPORTING SERVICES [NEW LINE ITEM]

This line item provides funding for payments for statewide financial operations and reporting services provide by the Department of Personnel's Division of Accounts and Control.

STATUTORY AUTHORITY: Sections 24-30-201 through 24-30-207, C.R.S.

REQUEST AND RECOMMENDATION: The staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, FINANCIAL OPERATIONS AND REPORTING SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	226,599	226,599	0	0	0	0.0
TOTAL	\$226,599	\$226,599	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$226,599	\$226,599	\$0	\$0	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$226,599	\$226,599	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

PROCUREMENT AND CONTRACTS SERVICES [NEW LINE ITEM]

This line item provides funding for payments for statewide procurement and contracts services provide by the Department of Personnel's Division of Accounts and Control.

STATUTORY AUTHORITY: Sections 24-102-201 through 207 and 24-102-301, C.R.S.

REQUEST AND RECOMMENDATION: The staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, PROCUREMENT AND CONTRACT SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	140,336	140,336	0	0	0	0.0
TOTAL	\$140,336	\$140,336	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$140,336	\$140,336	\$0	\$0	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$140,336	\$140,336	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

INDIRECT COST ASSESSMENT

This line item provides funding for the Office's portion of indirect cost collections.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF THE GOVERNOR, SPECIAL PURPOSE, INDIRECT COST ASSESSMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$1,541	\$0	\$0	\$1,541	\$0	0.0
TOTAL	\$1,541	\$0	\$0	\$1,541	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,541	\$0	\$0	\$1,541	\$0	0.0
Indirect cost adjustment	4,776	0	0	4,776	0	0.0
TOTAL	\$6,317	\$0	\$0	\$6,317	\$0	0.0
INCREASE/(DECREASE)	\$4,776	\$0	\$0	\$4,776	\$0	0.0
Percentage Change	309.9%	n/a	n/a	309.9%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$6,317	\$0	\$0	\$6,317	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(2) OFFICE OF THE LIEUTENANT GOVERNOR

The Office of the Lieutenant Governor directly oversees the Colorado Commission of Indian Affairs, Serve Colorado (commission on community service), and other initiatives. The Lieutenant Governor temporarily takes the Governor's place if the Governor is out of Colorado or is unable to perform his/her duties.

OFFICE OF THE LIEUTENANT GOVERNOR						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 Appropriation						
SB 23-214 Long Bill	\$1,261,348	\$1,260,164	\$1,184	\$0	\$0	9.8
TOTAL	\$1,261,348	\$1,260,164	\$1,184	\$0	\$0	9.8
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,261,348	\$1,260,164	\$1,184	\$0	\$0	9.8
(GOV) R1 Operating increase	4,528	4,528	0	0	0	0.0
(LG) R1 Tribal and AI/AN affairs roadmap	32,676	32,676	0	0	0	0.0
Prior year budget actions	228,812	228,812	0	0	0	0.2
TOTAL	\$1,527,364	\$1,526,180	\$1,184	\$0	\$0	10.0
INCREASE/(DECREASE)	\$266,016	\$266,016	\$0	\$0	\$0	0.2
Percentage Change	21.1%	21.1%	0.0%	n/a	n/a	2.0%
FY 2024-25 EXECUTIVE REQUEST	\$1,527,364	\$1,526,180	\$1,184	\$0	\$0	10.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

DECISION ITEMS – (2) OFFICE OF THE LIEUTENANT GOVERNOR

→ LG R1 TRIBAL AI/AN AFFAIRS ROADMAP

REQUEST

Colorado Commission of Indian Affairs (CCIA) is requesting a one-time increase of \$32,676 General Fund to conduct a listening tour and develop a statewide roadmap for Tribal and American Indian and Alaska Native (AI/AN) Affairs two Tribal consultations with the Ute Mountain Ute Tribe, two Tribal consultations with the Southern Ute Indian Tribe, one Tribal consultation with the other 46 Tribes with historic connections to Colorado, one listening session with state agency leadership, one listening session with legislators, and four listening sessions with the AI/AN communities across the state.

RECOMMENDATION

Funding this request is a policy decision for the Committee to make. Staff recommends no adjustments to the amounts requested if the Committee wants to approve the Office's request. While this funding is being requested on a one-time basis JBC Staff cautions the Committee that approving funding for this request is likely to drive future budget requests for CCIA as the Commission seeks to implement ideas, policies, recommendations, and other potential outcomes from the listening tour and roadmap development. No doubt there is value in pursuing and maintaining positive relationships and channels of communication with Tribal Nations and members of the AI/AN communities—striking the balance between implementing the change requested and anticipating drivers of future

budget requests is best left to a Committee decision. The funding itself represents a minute fraction of the General Fund expected to be appropriated in FY 2024-25, while the magnitude of future budgets requests remains unknown. Figures and tables in this document reflect approving the Office's request.

DISCUSSION

CCIA was established in statute in 1976 as the official liaison between the State of Colorado, the Southern Ute Indian Tribe (SUIT) and the Ute Mountain Ute Tribe (UMUT), while maintaining government to government relationships with Tribal Nations as well as serving the American Indian/Alaska (AI/AN) communities across the state. The Commission itself is comprised of eleven voting members, with the Lieutenant Governor as its chair, two seats dedicated to the Southern Ute Indian Tribe (SUIT), two seats dedicated to the Ute Mountain Ute Tribe (UMUT), four seats dedicated to the Executive Directors of the Departments of Human Services, Public Health and Environment, Natural Resources and Local Affairs and two seats for At-Large commissioners.

The Commission is supported by CCIA staff, which currently includes an Executive Director, two Interagency Tribal Liaison, and an Executive Assistant/Project Coordinator. One of the liaison positions was added through the budget process last year. CCIA staff not only supports the Commission's work but also supports the Office of the Lt. Governor as a liaison between the State and Tribal Nations and AI/AN communities.

At the beginning of the COVID-19 pandemic, the Lieutenant Governor began hosting regular meetings with leaders of AI/AN serving organizations as well as SUIT and UMUT. These meetings have continued on a consistent basis. CCIA convenes the CCIA Health and Wellness Committee, which includes members of the AI/AN communities, state agencies, SUIT, UMUT, and foundations to identify goals to accomplish and address barriers the AI/AN communities may encounter. Despite the overall increase of CCIA staff collaborating with AI/AN communities and Tribal Nations, there is a continued need to expand these engagements and to address disparities in the Tribal/AI/AN communities' experience in the areas that range across State agencies.

CCIA is responsible for maintaining State-Tribal relationships and requires additional Tribal and AI/AN community input to ensure effective coordination across state agencies and departments. Additionally, as more Tribal Liaison specific positions are created within state departments, the state needs to develop its processes on the organization of its Tribal and AI/AN Affairs. CCIA would like to seek input from SUIT, UMUT and AI/AN Organizations on how to meet their needs and expectations. CCIA will also determine best practices across agencies.

The Office also states funding the request will also help ensure CCIA and the state agencies can conduct the necessary community engagement to support AI/AN and Tribal communities across the state. CCIA staff has heard the need from Tribes and the AI/AN communities to expand and prioritize services directed to Tribes and the AI/AN communities during CCIA quarterly meetings and monthly meetings with SUIT, UMUT and the AI/AN organizations.

This request is also being brought forth in continued efforts to mitigate impacts to specific communities with historic origin. Tribal/AI/AN communities face disproportionately negative outcomes in multiple sectors.

By facilitating state-Tribal consultations and listening sessions with the AI/AN communities of Colorado, CCIA can further learn what barriers Tribes and the AI/AN communities are experiencing and hear recommendations on how the state can effectively address those barriers and serve AI/AN communities and Tribal Nations across sectors. CCIA staff has heard from certain AI/AN community members that the state needs to strengthen its service towards AI/AN communities.

The amount of General Fund requested is based on cost estimates provided by the Office but appear consistent with statewide policies. Costs for the first round of Consultations expected to be conducted in the fall of 2024 total \$12,194 comprised costs summarized in Table 1.

TABLE 1: 1ST ROUND OF CONSULTATIONS	
DESCRIPTION	REQUESTED FUNDING
Venue+ food (SUIT)	\$2,300
Venue+ food (UMUT)	3,100
Venue + food (SW Region)	1,700
Lodging 4 staff x 4 x \$179	2,864
Per Diem 4 staff x 5 travel days x \$74	1,480
State Fleet Car x \$75/day x 5 days x 2 cars	750
Total	\$12,194

For the listening session anticipated to be carried out between January and February 2025, the CCIA requests a total of \$8,350 General Fund as detailed in Table 2 to the left.

TABLE 2: 2ND ROUND LISTENING SESSIONS	
DESCRIPTION	REQUESTED FUNDING
Venue and food (Fort Collins)	\$2,000
Venue and food (CO Springs)	2,000
Venue and food (Denver metro area)	1,400
Venue and food (State leadership)	1,400
Venue and food (Legislators)	1,400
State Fleet car \$75/day x 2 days	150
Total	\$8,350

Finally, the third round is for additional consultations and total \$12,132. Requested amounts for the third round are itemized in Table 3.

TABLE 3: 3RD ROUND CONSULTATIONS	
DESCRIPTION	REQUESTED FUNDING
Venue+ food (46 Tribal Nations)	\$2,800
Venue+ food (SUIT)	2,300
Venue+ food (UMUT)	3,100
Lodging 4 staff x 3 nights x \$179	2,148
Per Diem 4 staff x 4 travel days x \$74	1,184
State Fleet Car \$75/day x 4 days x 2 cars	600
Total	\$12,132

If the Committee wishes to approve the requested change, JBC Staff has no recommended adjustments and the Committee can approve the Office request and Staff recommendation, see the full staff recommendation at the beginning of this decision item,

LINE ITEM DETAIL – (2) OFFICE OF THE LIEUTENANT GOVERNOR

ADMINISTRATION

This line item provides funding for the personal services and operating expenses of the Lieutenant Governor's office.

STATUTORY AUTHORITY: Article IV of the Colorado Constitution and Sections 1-11-201 to 204, and 26-6.5-109, C.R.S.

REQUEST AND RECOMMENDATION: The Department request and staff recommendation are outlined in the following table.

OFFICE OF THE LIEUTENANT GOVERNOR, ADMINISTRATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$426,179	\$426,179	\$0	\$0	\$0	4.0
TOTAL	\$426,179	\$426,179	\$0	\$0	\$0	4.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$426,179	\$426,179	\$0	\$0	\$0	4.0
Prior year budget actions	99,987	99,987	0	0	0	0.0
(GOV) R1 Operating increase	4,528	4,528	0	0	0	0.0
TOTAL	\$530,694	\$530,694	\$0	\$0	\$0	4.0
INCREASE/(DECREASE)	\$104,515	\$104,515	\$0	\$0	\$0	0.0
Percentage Change	24.5%	24.5%	n/a	n/a	n/a	0.0%
FY 2024-25 EXECUTIVE REQUEST	\$530,694	\$530,694	\$0	\$0	\$0	4.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

DISCRETIONARY FUND

This line item provides discretionary funding for the Lieutenant Governor's Office. Pursuant to Section 24-9-105, C.R.S., elected officials may be provided specified amounts to expend as each elected official sees fit. The specified maximum amount for the Lieutenant Governor is \$5,000, and is subject to appropriation by the General Assembly. Traditionally the fund has been used to purchase items like flowers for funerals of dignitaries, cards, official photos, and other items not covered in the Administration line item of the Lieutenant Governor's Office.

STATUTORY AUTHORITY: Section 27-9-105, C.R.S.

REQUEST AND RECOMMENDATION: The Department request and staff recommendation are outlined in the following table.

OFFICE OF THE LIEUTENANT GOVERNOR, DISCRETIONARY FUND						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$2,875	\$2,875	\$0	\$0	\$0	0.0

OFFICE OF THE LIEUTENANT GOVERNOR, DISCRETIONARY FUND						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
TOTAL	\$2,875	\$2,875	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$2,875	\$2,875	\$0	\$0	\$0	0.0
TOTAL	\$2,875	\$2,875	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$2,875	\$2,875	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

COMMISSION OF INDIAN AFFAIRS

This line item provides funding for the Commission of Indian Affairs. The Commission acts as a liaison between Native Americans and the State government, with the goal of providing easy access to government. It focuses on Indian health, child welfare, water rights, economic development, and other issues identified by Colorado's Native American population.

STATUTORY AUTHORITY: Section 27-9-105, C.R.S.

REQUEST AND RECOMMENDATION: The Department request and staff recommendation are summarized in the following table. The cash fund appropriation allows the Commission to expend funds collected through private donations.

OFFICE OF THE LIEUTENANT GOVERNOR, COMMISSION OF INDIAN AFFAIRS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$382,294	\$381,110	\$1,184	\$0	\$0	3.8
TOTAL	\$382,294	\$381,110	\$1,184	\$0	\$0	3.8
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$382,294	\$381,110	\$1,184	\$0	\$0	3.8
Prior year budget actions	110,898	110,898	0	0	0	0.2
(LG) R1 Tribal and AI/AN affairs roadmap	32,676	32,676	0	0	0	0.0
TOTAL	\$525,868	\$524,684	\$1,184	\$0	\$0	4.0
INCREASE/(DECREASE)	\$143,574	\$143,574	\$0	\$0	\$0	0.2
Percentage Change	37.6%	37.7%	0.0%	n/a	n/a	5.3%
FY 2024-25 EXECUTIVE REQUEST	\$525,868	\$524,684	\$1,184	\$0	\$0	4.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

COMMISSION ON COMMUNITY SERVICE

The Commission was created pursuant to the federal National and Community Service Trust Act of 1993 and allows the state to receive grants, allotments, and service positions under the act. The Commission consists of at least 15, but not more than 20, members and is charged with implementing programs and administering funds received from the corporation for national and community service.

The unit was established in the Office of the Lieutenant Governor H.B. 18-1324 (Codify Governor's Commission On Community Service).

STATUTORY AUTHORITY: Sections 24-20-501 through 503, C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation are outlined in the following table.

OFFICE OF THE LIEUTENANT GOVERNOR, COMMISSION ON COMMUNITY SERVICE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$450,000	\$450,000	\$0	\$0	\$0	2.0
TOTAL	\$450,000	\$450,000	\$0	\$0	\$0	2.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$450,000	\$450,000	\$0	\$0	\$0	2.0
Prior year budget actions	17,927	17,927	0	0	0	0.0
TOTAL	\$467,927	\$467,927	\$0	\$0	\$0	2.0
INCREASE/(DECREASE)	\$17,927	\$17,927	\$0	\$0	\$0	0.0
Percentage Change	4.0%	4.0%	n/a	n/a	n/a	0.0%
FY 2024-25 EXECUTIVE REQUEST	\$467,927	\$467,927	\$0	\$0	\$0	2.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(3) OFFICE OF STATE PLANNING AND BUDGETING

The Office of State Planning and Budgeting (OSPB) develops executive branch budget requests, reviews, and analyzes departmental expenditures, and prepares quarterly revenue and economic estimates for the state. Additionally, the Office implements the Results First initiative, a cost benefit analysis model for determining the monetary value of state policies and programs, and the Pay for Success initiative to fund projects that improve outcomes for Colorado underserved youth and their families.

OFFICE OF STATE PLANNING AND BUDGETING						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 Appropriation						
SB 23-214 Long Bill	\$24,516,470	\$1,854,347	\$20,750,000	\$1,912,123	\$0	26.5
Other legislation	84,000,000	0	84,000,000	0	0	4.8
TOTAL	\$108,516,470	\$1,854,347	\$104,750,000	\$1,912,123	\$0	31.3
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$108,516,470	\$1,854,347	\$104,750,000	\$1,912,123	\$0	31.3
(GOV) R1 Operating increase	7,547	7,547	0	0	0	0.0
Prior year budget actions	409,926	326,293	0	83,633	0	0.4
Prior year legislation	(84,000,000)	0	(84,000,000)	0	0	0.0
TOTAL	\$24,933,943	\$2,188,187	\$20,750,000	\$1,995,756	\$0	31.7
INCREASE/(DECREASE)	(\$83,582,527)	\$333,840	(\$84,000,000)	\$83,633	\$0	0.4
Percentage Change	(77.0%)	18.0%	(80.2%)	4.4%	n/a	1.3%
FY 2024-25 EXECUTIVE REQUEST	\$24,933,943	\$2,188,187	\$20,750,000	\$1,995,756	\$0	31.7
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

DECISION ITEMS – (3) STATE PLANNING AND BUDGETING [NONE]

LINE ITEM DETAIL – (3) STATE PLANNING AND BUDGETING

PERSONAL SERVICES

This line item provides funding for the personal services costs for the Office.

STATUTORY AUTHORITY: Sections 24-37-103 to 304, C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff Recommendation are summarized below. The Staff recommendation includes recommendations as discussed in BA1 Emergency Funds reporting staff and BA2 Long range financial planning.

OFFICE OF STATE PLANNING AND BUDGETING, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$3,614,834	\$1,795,597	\$0	\$1,819,237	\$0	26.5
Other legislation	\$0	\$0	\$0	\$0	\$0	4.8
TOTAL	\$3,614,834	\$1,795,597	\$0	\$1,819,237	\$0	31.3

OFFICE OF STATE PLANNING AND BUDGETING, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$3,614,834	\$1,795,597	\$0	\$1,819,237	\$0	31.3
Prior year budget actions	443,276	359,643	0	83,633	0	0.4
Prior year legislation	0	0	0	0	0	(4.8)
TOTAL	\$4,058,110	\$2,155,240	\$0	\$1,902,870	\$0	26.9
INCREASE/(DECREASE)	\$443,276	\$359,643	\$0	\$83,633	\$0	(4.4)
Percentage Change	12.3%	20.0%	n/a	4.6%	n/a	(14.1%)
FY 2024-25 EXECUTIVE REQUEST	\$4,058,110	\$2,155,240	\$0	\$1,902,870	\$0	26.9
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

OPERATING EXPENSES

This line item provides funding for the operating costs for the Office.

STATUTORY AUTHORITY: Sections 24-37-103 to 304, C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff Recommendation are summarized below.

OFFICE OF STATE PLANNING AND BUDGETING, OPERATING EXPENSES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$135,274	\$58,750	\$0	\$76,524	\$0	0.0
TOTAL	\$135,274	\$58,750	\$0	\$76,524	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$135,274	\$58,750	\$0	\$76,524	\$0	0.0
(GOV) R1 Operating increase	7,547	7,547	0	0	0	0.0
Prior year budget actions	(33,350)	(33,350)	0	0	0	0.0
TOTAL	\$109,471	\$32,947	\$0	\$76,524	\$0	0.0
INCREASE/(DECREASE)	(\$25,803)	(\$25,803)	\$0	\$0	\$0	0.0
Percentage Change	(19.1%)	(43.9%)	n/a	0.0%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$109,471	\$32,947	\$0	\$76,524	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

ECONOMIC FORECASTING SUBSCRIPTIONS

This line item provides funding for the purchase of economic models, subscriptions, and software used for revenue and economic forecasting.

STATUTORY AUTHORITY: Sections 24-37-103 to 304, C.R.S.

REQUEST: The Office requests a continuation-level appropriation of \$16,362 reappropriated funds for FY 2022-23.

REQUEST AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

OFFICE OF STATE PLANNING AND BUDGETING, ECONOMIC FORECASTING SUBSCRIPTIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$16,362	\$0	\$0	\$16,362	\$0	0.0
TOTAL	\$16,362	\$0	\$0	\$16,362	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$16,362	\$0	\$0	\$16,362	\$0	0.0
TOTAL	\$16,362	\$0	\$0	\$16,362	\$0	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	n/a	n/a	0.0%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$16,362	\$0	\$0	\$16,362	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

EVIDENCE-BASED POLICYMAKING EVALUATION AND SUPPORT

This line item funds grants to state agencies to evaluate outcomes of programs funded with money from the Marijuana Tax Cash Fund and to support proper program implementation.

STATUTORY AUTHORITY: Sections 24-37-103 to 304 and 24-37-401, et seq., C.R.S.

REQUEST AND RECOMMENDATION: The Department request and staff recommendation are summarized in the following table. **The recommendation consists of \$500,000 cash funds from the Marijuana Tax Cash Fund**

OFFICE OF STATE PLANNING AND BUDGETING, EVIDENCE-BASED POLICYMAKING EVALUATION AND SUPPORT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$500,000	\$0	\$500,000	\$0	\$0	0.0
TOTAL	\$500,000	\$0	\$500,000	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$500,000	\$0	\$500,000	\$0	\$0	0.0
TOTAL	\$500,000	\$0	\$500,000	\$0	\$0	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	n/a	0.0%	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$500,000	\$0	\$500,000	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

INFRASTRUCTURE INVESTMENT AND JOBS ACT MATCH FUND

This line item allows the OSPB to provide grants to state agencies to match federal funds available for stimulus.

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table. Staff requests permission to reflect any changes the Committee may make related to stimulus funds if those changes create an impact that is implemented by adjusting this appropriation. If those changes are made separately through a separate JBC bill, staff recommends approving the requested appropriation.

OFFICE OF STATE PLANNING AND BUDGETING, INFRASTRUCTURE INVESTMENT AND JOBS ACT MATCH FUNDING						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
Other legislation	\$84,000,000	\$0	\$84,000,000	\$0	\$0	0.0
SB 23-214 Long Bill	\$20,250,000	\$0	\$20,250,000	\$0	\$0	0.0
TOTAL	\$104,250,000	\$0	\$104,250,000	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$104,250,000	\$0	\$104,250,000	\$0	\$0	0.0
Prior year legislation	(84,000,000)	0	(84,000,000)	0	0	4.8
TOTAL	\$20,250,000	\$0	\$20,250,000	\$0	\$0	4.8
INCREASE/(DECREASE)	(\$84,000,000)	\$0	(\$84,000,000)	\$0	\$0	4.8
Percentage Change	(80.6%)	n/a	(80.6%)	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$20,250,000	\$0	\$20,250,000	\$0	\$0	4.8
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(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 2023-24 Appropriation						
SB 23-214 Long Bill	\$59,270,881	\$21,595,715	\$34,989,861	\$260,291	\$2,425,014	65.6
Other legislation	25,134,359	416,776	24,717,583	0	0	6.7
TOTAL	\$84,405,240	\$22,012,491	\$59,707,444	\$260,291	\$2,425,014	72.3
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$84,405,240	\$22,012,491	\$59,707,444	\$260,291	\$2,425,014	72.3
(OEDIT) R1 Advanced Industries program	125,000	125,000	0	0	0	1.0
(OEDIT) R2 Support for Rural Opp Office	153,000	0	0	153,000	0	0.0
(OEDIT) R3 CCI Ops and matching funds	2,500,000	2,500,000	0	0	0	1.0
(OEDIT) R4 Creative districts	540,000	0	540,000	0	0	0.0
(OEDIT) R5 Ag tech recruitment strategy	105,216	105,216	0	0	0	0.9
(OEDIT) R6 Small business support	475,000	475,000	0	0	0	1.0
(OEDIT) R7 PTAC reauthorization	0	0	0	0	0	0.0
(OEDIT) BA1 Office of Outdoor Rec	0	0	0	0	0	0.0
(OEDIT) Staff-initiated technical corrections	(71,791)	0	0	(71,791)	0	(1.7)
Prior year budget actions	633,052	633,052	0	0	0	0.0
Centrally appropriated line items	8,415	8,415	0	0	0	0.0
Indirect cost adjustment	(139,517)	0	(139,517)	0	0	0.0
Prior year legislation	(24,699,637)	17,946	(24,717,583)	0	0	(0.4)
TOTAL	\$64,033,978	\$25,877,120	\$35,390,344	\$341,500	\$2,425,014	74.1
INCREASE/(DECREASE)	(\$20,371,262)	\$3,864,629	(\$24,317,100)	\$81,209	\$0	1.8
Percentage Change	(24.1%)	17.6%	(40.7%)	31.2%	0.0%	2.5%
FY 2024-25 EXECUTIVE REQUEST	\$64,510,476	\$26,281,827	\$35,390,344	\$413,291	\$2,425,014	76.9
Request Above/(Below) Recommendation	\$476,498	\$404,707	\$0	\$71,791	\$0	2.8

DECISION ITEMS – (4) ECONOMIC DEVELOPMENT PROGRAMS

➔ OEDIT R1 ADVANCED INDUSTRIES PROGRAM [REQUIRES LEGISLATION]

REQUEST

The Office of Economic Development and International Trade (OEDIT) requests the Joint Budget Committee sponsor legislation extending a statutory transfer of General Fund estimated by OSPB December forecast (LCS December Forecast) to be \$7.0 million (\$19.5 million) in FY 2024-25 and \$7.0 million (\$20.5 million) in FY 2025-26 to the Advanced Industries Acceleration Cash Fund. The actual amount transferred is dependent upon income taxes withholdings collected from specific occupation classifications and are accounted for in the base budget due to transfers statutorily repealed at the end of FY 2025-26. As such, a placeholder associated with this transfer is not necessary.

The request also includes an increase of \$125,000 General Fund and 1.0 FTE appropriated to the Global Business Development line item in OEDIT to respond to an anticipated increase in demand expected due to programmatic changes to eligibility requirements. The FTE is updating an amount associated with an (I) notation included for informational purposes. Therefore the entire \$125,000 is expected to directly supplement grant awards for the AI Export subprogram. The funding requested makes the General Fund appropriation that supports the Advanced Industry programs the same as the amount transferred by statute specifically for administrative costs prior to FY 2018-19.

RECOMMENDATION

JBC Staff recommends the Committee approve sending the concept requested to draft as a JBC bill. Since the statutory changes being requested are few, the bill is likely suitable to include as a component of the Long Bill package, but could be delayed if preferred. JBC Staff requests permission to work with staff from OEDIT and the Governor's Office on the draft before the Committee reviews it and decides whether to introduce it as a JBC bill.

Staff further recommends the Committee approve an increased appropriation of \$125,000 General Fund and 1.0 FTE to support the Advanced Industries Export Accelerator subprogram. This funding should appear in the Long Bill and not as part of the legislation requested. The FTE associated with this change is actually funded with funds already included in the base budget and this change is updating the FTE count to accurately estimate staff numbers.

FY 2024-25 SUMMARY OF CHANGES

	REQUEST	RECOMMENDATION
TOTAL	\$125,000	\$125,000
FTE	1.0	1.0
General Fund	125,000	125,000
Cash Funds	0	0
Reappropriated Funds	0	0
Federal Funds	0	0

DISCUSSION

The Advanced Industries programs is comprised of two distinct but similarly named subprograms the Advanced Industries Acceleration (AI Accelerator) program and the Advanced Industries Export Acceleration Grant (AI Export) programs.

To further complicate things, both subprograms award grants as their primary activity. The primary distinction is the AI Accelerator program supports businesses conducting business domestically while the AI Export programs support businesses engaged in international business development.

The AI Accelerator programs provides awards to support the development, commercialization, and global expansion of innovative and disruptive technologies domestically. These grants fall into three categories:

- 1 Proof of Concept Grants;
- 2 Early-Stage Capital and Retention Grants; and
- 3 Collaborative Infrastructure Grants.

Services provided by the AI Export programs fall into more general categories and provide funding assistance and technical support for Colorado-based businesses to expand globally. The opportunities available include:

- 1 AI Export Grants; and
- 2 Access to its Global Consultant Network.

The AI programs were created in 2013 and have been funded through the same transfer mechanism the Office seeks to extend for an additional 8 years. The program is funded through an annual transfer of General Fund to the Advanced Industries Acceleration Cash Fund (AI Cash Fund), the amount of which is based on the growth of income tax withholding for occupation classifications defined in statute as advanced industry professions. When withholdings associated with those defined bioscience and “cleantech” occupations exceed the prior year, half of the total tax growth is transferred to the AI Cash Fund and is continuously appropriated to AI programs for grants program administration.

For the first five years—through FY 2017-18—statute required and the General Assembly transferred \$300,000 General Fund in addition to the amount calculated based on income tax withholdings. Since FY 2018-19, the AI Export subprogram has received a General Fund appropriation of \$175,000. While the AI Accelerator programs funding from the transfer described above, the AI Export program is funded primarily by the General Fund appropriated to it.

Despite the statutory transfers continuing for the current budget year and next, extending the statutory transfers is ripe for General Assembly action if it wishes to continue the programs to ensure budget requests submitted in FY 2026-27 and ongoing account for the General Fund reduction associated with the transfer when submitting a balanced budget.

The program is statutorily required to submit an annual report, which is submitted to OEDIT’s committees of reference. In the most recent grant cycle, the AI Export Acceleration Program awarded \$152,924 to 31 businesses. Overall demand for the program in the most recent grant cycle was \$425,954, leaving \$273,030 in requests unfunded. Applicants must demonstrate that they have a 100 percent match, and can be awarded up to \$15,000. Due to budget constraints and the intention to fund as many Colorado companies as possible, awards are usually \$10,000 or less.

Since program inception the AI program has funded over 830 projects and distributed over \$150 million in funding. As a result, it helped create an estimated 5,036 Colorado jobs and retain an estimated 5,223 Colorado jobs. Further, this funding supported the creation of 124 new Colorado companies and enabled those companies to leverage over \$2.9B in third-party capital in Colorado.

Prior to enacting S.B. 23-066, AI businesses that were not profitable in the most recent fiscal year were not eligible for this program, which according to OEDIT excluded a critical subset of emerging businesses. OEDIT explains the AI program is now enabled to take a holistic look at a company’s suitability for the AI Export program.

The program reports a significant increase in demand in the most recent grant cycle, with the number of awards increasing by 72 percent between FY 2021-22 and FY 2022-23. Funding from this round was awarded to 31 Colorado businesses and resulted in the creation of 24 new jobs and the retention of 125 jobs. Further, across these 31 Colorado businesses, immediate export sales totaled \$2,768,571 and projected export sales after the first year is estimated at \$33,222,000. The success of this program

paired with the increased eligibility created by S.B. 23-066 is expected to expand the reach of the program by two- or three-fold.

Considering the funding in grant applications submitted exceeds the current General Fund appropriation for the AI Export program, a simple conclusion is that an increased appropriation would lead to more grant awards even without expanded eligibility requirements.

Therefore, JBC Staff recommends the Committee approve sending the concept requested to draft as a JBC bill. Since the statutory changes being requested are few, the bill is likely suitable to include as a component of the Long Bill package, but could be delayed if preferred. JBC Staff requests permission to work with staff from OEDIT and the Governor's Office on the draft before the Committee reviews it and decides whether to introduce it as a JBC bill.

Staff further recommends the Committee approve an increased appropriation of \$125,000 General Fund and 1.0 FTE to support the Advanced Industries Export Accelerator subprogram. This funding should appear in the Long Bill and not as part of the legislation requested.

→ OEDIT R2 SUPPORT FOR RURAL OPPORTUNITY OFFICE

REQUEST

The Office requests a one-time appropriation of \$153,000 reappropriated funds for the Rural Opportunity Office (ROO), reappropriated from unspent grant funds from OEDIT's Rural Jump Start Program, to support current FTE and operations within the office engaging in rural community outreach. The program receives a General Fund appropriation of \$398,384 to support the program and 4.0 FTE that staff it, based on the fiscal note associated with its enacting legislation S.B. 23-006. OEDIT requests this funding to support the payroll, travel expenses, and software costs not included in the final fiscal note.

RECOMMENDATION

Staff recommends the Committee approve the Department request. The source of the reappropriated funds shares a similar purpose with the Rural Opportunity Office and JBC Staff finds this funding redirection an appropriate solution to meeting the cost demands of the Office on a one-year basis. JBC staff found information provided about the ongoing effort to recreate the relationship between urban and rural Colorado persuasive. Given the amount of stimulus funds specifically allocated for action in rural areas, it is nearly certain that the inevitability of reduced future funding will be notable enough that interested parties will notice as one-time funds are expended and expire. Funding this request allows OEDIT to attempt to counteract that perception by ensuring the conversation continues.

FY 2024-25 SUMMARY OF CHANGES

	REQUEST	RECOMMENDATION
TOTAL	\$153,000	\$153,000
FTE	0.0	0.0
General Fund	0	0
Cash Funds	0	0
Reappropriated Funds	153,000	153,000
Federal Funds	0	0

DISCUSSION

The Rural Opportunity Office (ROO) supports Colorado's rural communities, economic development offices, business support organizations, and small businesses by connecting them to relevant OEDIT and State Partner programs to work toward a resilient future. Each community and business is unique and needs a curated set of tools, technical assistance, and access to programs to help them stay in their rural communities of culture or choice.

The office consists of a director, program manager, data analyst, and three rural opportunity representatives that directly serve Colorado's eastern, western, and southern regions on the ground. Each representative lives within the region of the state that they support. The ROO was codified in statute with S.B. 23-006 in May 2023 to support Colorado's rural communities, economic development and business support organizations and small businesses and entrepreneurs.

The ROO was first established in 2019 and codified in statute with S.B. 23-006 in May 2023 to support Colorado's rural communities, economic development and business support organizations and small businesses and entrepreneurs. Fiscal year 2024 marks the expiration of the ROO's grant-funding through the Economic Development Administration (EDA), which supported the Office for the past three years (November 2019 - June 2023). Once this EDA grant funding expires and the Economic Development Commission funding for the Rural Technical Assistance Program (RTAP) is exhausted at the end of FY24, the \$299,193 appropriated in S.B. 23-006 for FY 2023-24 (annualizing up to \$398,384 in FY 24-25) leaves a gap of \$153,000 to support the most critical pieces of the Office's functionality and programming.

This request reflects the gap in funding for staffing needs required to meet the statutory goals of the Office to support the rural ecosystem of Colorado and continue its support and outreach for other critical programs within OEDIT, like the Small Business Development Center network, Minority Business Office, Destination Development program, Colorado Creative Industries, Outdoor Recreation, Global Business Development Strategy, Rural Jump Start, Enterprise Zones, HubZones.

Additionally, a commitment was made in the Governor's first term to reinvent state government's engagement with and support of rural communities and their economies. Prior to the Rural Opportunity Office, the state's rural engagement and support efforts were strung together by a consortium of informal efforts that spanned multiple divisions from multiple state agencies, including DOLA, CDA, OEDIT, and the Governor's Office. When the Governor established the Rural Opportunity Office as a stand-alone division within OEDIT, he delivered a new way for state government to directly prioritize the needs of rural Colorado communities. This request will assist the ROO in fulfilling its baseline statutory requirements and provide critically-needed engagement and support in rural Colorado communities.

Connections and trust in rural Colorado take time to build, and the Department is just now starting to see the impact of that coordinated, on-the-ground outreach. Rural economic development and business support takes people and personal connections in addition to targeted programs to support long-term resilience. Over the last few years, the Rural Opportunity Office has developed strong, trusting relationships with rural community leaderships that serve as an asset to the Governor, OEDIT, and other state agencies. Furthermore, the Rural Opportunity Office has built an impressive program that delivers an on-the-ground presence in rural communities across the state.

The Office’s goals focus on direct engagement, technical assistance hours provided, technical assistance dollars distributed, educational content accessed and jobs created and retained, all of which are critical to economic development across the State. Each goal is measured quantitatively and supports the following broader goals within OEDIT. First, jobs created and retained in rural Colorado. Second, the equitable distribution of stimulus funds and services (Increase the percentage of recovery funding and services going to disproportionately impacted businesses, communities and industries from 24 to 50 percent).

JBC staff recommends the Committee approve the Department request. See the recommendation section of this decision item for further detail.

→ OEDIT R3 COLORADO CREATIVE INDUSTRIES OPERATING AND MATCHING FUNDS

REQUEST

The Office requests an increase of \$2.5 million General Fund and 1.0 FTE in FY 2024-25 and ongoing for the Council on Creative Industries (CCI) to support its operations and federal matching funds. The program is currently funded with an appropriation of \$2,203,000 from the Limited Gaming Cash Fund, as well as direct federal funding from the National Endowment for the Arts (NEA) through an annual partnership agreement. In recent years, Colorado’s allocation of funds from the NEA has grown while CCI’s allocation from the Limited Gaming Fund has remained flat.

RECOMMENDATION

Approving funding for this request is a policy decision for the Committee to make. Tables throughout this document reflect the Office’s requested change. If the JBC desires to approve the Department request, JBC Staff has no recommended adjustments or changes because the amount requested does not have a justification beyond plans to allocate the first \$1.25 million General Fund in ways that allow the CCI to further leverage federal funds currently left unmatched and support the requested FTE. The position requested is a Program Manager with a requested annual salary between \$60,000 and \$70,000. The Office intends to allocate the remaining \$1.25 million of the total to Arts in Society, Space to Create, Equity in Arts Learning for Colorado Youth, health and arts in transportation, and the creative industries career advancement and workforce development programs.

FY 2024-25 SUMMARY OF CHANGES

	REQUEST	RECOMMENDATION
TOTAL	\$2,500,000	\$2,500,000
FTE	0.0	0.0
General Fund	2,500,000	2,500,000
Cash Funds	0	0
Reappropriated Funds	0	0
Federal Funds	0	0

DISCUSSION

As the state of Colorado’s arts agency, CCI receives direct federal funding from the National Endowment for the Arts (NEA) through an annual partnership agreement. Each of the past five years, Colorado’s allocation of these federal funds from the NEA has grown. These federal funds require a 100 percent match from state-appropriated funds, requiring an increase in its State appropriation. The NEA recently received a 15 percent increase in funding, which caused a significant increase in the

federal funds provided to CCI in FY 2023-24, subsequently increasing the dollar amount needed for federal match.

CCI anticipates the gap of available funding outside the required 100 percent match to continue to shrink over the coming years. A total of approximately 75 percent of CCI's budget is consumed by the NEA match and payroll expenses, leaving only a quarter of the current budget available to support programming outside of the federal match. With the NEA's budget steadily increasing, CCI's award amount has increased at an average rate of 7.89 percent over the past 5 years. At this rate, in just 8 years, the federal funds will consume the entire CCI state appropriation and federal funds will be left on the table.

Since such a large portion of CCI's funds are restricted by federal terms and conditions, CCI has had to cut back on programs that do not meet the criteria for federal match. These budgetary cutbacks include Career Advancement grants to support small business, and providing pre-development support to projects in the Space to Create program, among others. Additionally, Arts in Society, Creative Aging, Equity in Arts Education, Folk Arts, Talent/Workforce development initiatives and Arts in health and transportation programs are underfunded and cannot keep up with current demand.

With an increase in funding, CCI can maximize the drawdown of federal funds and increase innovative programming that serves Colorado's creative sector. This programming also contributes to public safety, incentivizes affordable housing for the creative sector in rural communities, and advances strategies that integrate arts into critical public health issues. In the absence of this additional funding to draw down the federal match, CCI will be unable to fully operate other critical programs for the division.

In addition to direct grantmaking programs, CCI manages programs focused on Creative Aging, Arts in Transportation, Literary Arts, including the Poetry Out Loud and the Poet Laureate programs as well as preserving Colorado's unique cultural heritage, through the Colorado Folk Arts program. CCI's Creative District Program, which started with two districts, now consists of 30 Certified Districts, with 30+ new communities interested in certifying. CCI's Space to Create program is the nation's first state-led initiative for affordable housing for creative sector workers in rural areas, with two completed projects in Trinidad and Ridgway.

Colorado ranks 47th in the nation for state arts agency legislative appropriations, representing \$0.35 per capita arts funding. The requested General Fund will increase Colorado to \$0.77 per capita arts funding and raise Colorado's ranking from 47th to approximately 34th in the nation. Colorado is an innovator in many of its approaches to support the creative industries sector and advance cross-sector arts partnerships; the funding provided to the state's arts agency should reflect an investment in this crucial component of Colorado's economic and civic and social health.

While rank-chasing is not an ideal tool for policymakers, it does give the Committee context for how this funding compares with Colorado's sister states. Colorado and its residents have benefitted from its natural beauty organically encouraging the creation of art and its philanthropists' donations fostering residents' desire to be active participants. That is despite state funding support earning Colorado a rank so near the end.

Of the funding requested, CCI identifies \$1.25 million to support costs of 1.0 FTE and the federal match federal match. This includes the estimated \$109,000 to support an FTE and \$1.14 million

toward the federal match. It plans to allocate the remaining funding to programs not supported by the NEA funding, summarized in the table below. Note that the allocations are estimates provided by CCI and may not reflect how funds are actually allocated or that amounts fluctuate between these programs from year-to-year.

UNDERFUNDED PRIORITY PROGRAMS	
PROGRAM	ESTIMATED ANNUAL ALLOCATION
Arts in Society	\$400,000
Space to Create	225,000
Equity in Arts Learning for Colorado Youth	250,000
Arts in Health and Arts in Transportation	250,000
Creative Industries Career Advancement and Workforce Development Programs	125,000
Total	\$1,250,000

The funding requested by the Office does not raise any grave concerns with JBC Staff and will bolster programs already administered by CCI. This generally translates to more of the funding requested in this decision item going directly to fund the CCI programs more swiftly since funding is not consumed winding programs up. Ultimately, the Committee is left to decide if \$2.5 million General Fund for the Council on Creative Industries is a high enough priority to edge out other competing demands on General Fund.

→ OEDIT R4 CREATIVE DISTRICTS [REQUIRES LEGISLATION]

REQUEST

The Office requests the Committee sponsor legislation to make a one-time transfer of \$500,000 General Fund to the Colorado Creative Industries Cash Fund to support the Creative Districts certification program. The request also includes an increase of \$540,000 cash funds to provide spending authority for the amount transferred and to include interest that has accrued to that account that cannot be spent without further appropriation.

RECOMMENDATION

Approving funding for this request is a policy decision for the Committee to make. Tables throughout this document reflect the Office's requested change. The Office reports that it intends to dedicate all funding transferred and appropriated for this purpose will be used to support Creative District program investments. Since implementing this request requires legislation, **JBC Staff does recommend that the Committee approve for drafting the bill concept requested to transfer \$500,000 General Fund and make adjustments to the Creative District Loan Fund statutory limitations so it may retain and expend interest earned on its funds** and requests permission to work with staff from the Governor's Office and OEDIT if such concept is approved for drafting. The Committee can still delay action on whether to approve the General Fund requested until a later date and in fact will need to take further action after drafting to actually approve it to be a JBC, so there is little risk to initiating the drafting process at this stage.

DISCUSSION

The Colorado Creative District certification program certifies communities that contribute to the state's economy through creativity, culture, and the arts; there are currently 30 state certified creative districts across the state in rural and urban areas. The program's goal is to help communities attract

and retain talent, increase jobs, incomes, and investments in creative places. The Creative Districts statute, Section 24-48.5-314, C.R.S., does not include funding or administrative support. In 2023, CCI paused new certification due to a lack of funding and reduced strategic support to existing creative districts from \$10,000 to \$3,000. In FY 2021-22, Creative Districts received one-time \$11,000 grants sourced from ARPA funds awarded through CCI's State and Regional partnership agreement with the National Endowment for the Arts.

Creative districts are an innovative and highly adaptable economic development tool to support placemaking that is able to take a community's unique conditions, assets, needs, and opportunities into account and thereby address the needs of large, small, rural, and urban areas. Longer-term funding will promote long-term economic growth and development, and secure a competitive advantage over similar markets by certifying new creative districts and supporting existing districts. Creative districts in Ridgway and Trinidad have successfully created 71 units of affordable live/work sector housing for creative workers through CCI's Space to Create program. Several districts have led innovative projects to address public safety through the arts. A growing body of research demonstrates that in cities, towns, and neighborhoods, arts and place-based strategies, like Creative Districts, contribute to greater social cohesion, health equity, and community well-being.

In 2011, H.B. 11-1031 was enacted to encourage the formation of Creative Districts in communities, neighborhoods or contiguous geographic areas. The Colorado Creative Districts program certifies communities that contribute to the state's economy through creativity, culture, and the arts. Two communities were certified in 2012 and today there are 30 state certified creative districts across the state in rural and urban areas.

This program was initially supported in part by an investment by the Boettcher Foundation. Funding from the foundation ended in 2017 and, since then, the program has been funded through a portion of CCI's state appropriation, sourced from limited gaming revenue. Community demand for Creative Districts certification continues to grow, while the CCI budget has remained flat. The program currently has 6 communities representing 5 unique regions in the pipeline that are ready to certify and an additional 22 communities representing 8 unique regions interested in or working toward certification. In order to continue certifying creative districts, additional funding is necessary. Direct investments are made in newly certified districts to help them gain momentum and ongoing funds are provided to certified districts through the project and technical assistance fund to support community and economic development priorities outlined in strategic plans.

The requested transfer would support certification of five new creative districts in FY 2024-25 and funding to provide annual programmatic and strategic support for new and existing creative districts.

Again, there seems to be little doubt left to JBC Staff that if the Committee agrees to introduce legislation to make a General Fund transfer as requested that more Creative Districts will get certified and those already certified will experience more funding or more ongoing support provided by CCI.

➔ OEDIT R5 AGRICULTURE TECHNOLOGY RECRUITMENT STRATEGY

REQUEST

The Office requests an appropriation of \$134,923 General Fund and 1.0 FTE to implement an agriculture technology recruitment strategy focused on the agricultural technology sector. The position

would be charged with expanding opportunities for Colorado business growth by building relationships with key stakeholders in the industry, such as startups, established companies, investors, and research institutions, and by showcasing Colorado’s incentives, available resources, infrastructure, and a skilled workforce. The position would work closely with the Markets division of the Colorado Department of Agriculture (CDA), leveraging CDA’s historical data and expertise with traditional agriculture market development.

RECOMMENDATION

Approving funding for this request is a policy decision for the Committee to make. Approving the funds requested by the Office will create a program that falls under OEDIT’s general statutory authority and includes a new state employee. If the Committee wishes to approve the Office’s request, JBC Staff recommends that Committee increase funding by \$105,216 General Fund and 0.9 FTE in FY 2024-25 and \$129,002 General Fund and 1.0 FTE in FY 2025-26 and ongoing. The difference between the requested amount and the recommendation is found by applying JBC policy for new FTE. The recommendation does include funding the requested position at the annual salary requested by OEDIT, which is \$2,736 more annually than the range minimum.

OEDIT R5 REQUEST AND RECOMMENDATION SUMMARY									
CHANGE DESCRIPTION	FY 2024-25 REQUEST		FY 2024-25 RANGE MINIMUM		FY 2024-25 RECOMMENDATION		FY 2025-26 ANNUALIZATION		
	FTE	COST	FTE	COST	FTE	COST	FTE	COST	
Personal Services									
Marketing and Comm. Spec. VI	1.0	\$94,008	0.9	\$83,666	0.9	\$86,174	1.0	\$94,008	
Subtotal - Personal Services	1.0	\$94,008	0.9	\$83,666	0.9	\$86,174	1.0	\$94,008	
Other Costs									
PERA/Medicare		\$12,174		\$10,893		\$11,220		\$12,240	
POTS		21,006		0		0		21,474	
Operating Expense		735		1,152		1,152		1,280	
Capital Outlay		7,000		6,670		6,670		0	
Subtotal - Other Costs		\$40,915		\$18,715		\$19,042		\$34,994	
Total	1.0	\$134,923	0.9	\$102,381	0.9	\$105,216	1.0	\$129,002	

DISCUSSION

The Global Business Development division within OEDIT includes specific industry experts (such as aerospace and defense) that support the coordination of efforts between the State and their related industry. This work also includes the development and execution of strategies focused on the development and growth of each industry within the state of Colorado. OEDIT requests General Fund to support a new FTE to further strategic work in the agricultural technology sector.

OEDIT and the Department of Agriculture (CDA) agree that a similar model of industry support, coordination, and development strategy should be established for the agricultural technology sector. This position would exist within the Global Business Development division at OEDIT. In addition, it would coordinate closely with CDA, utilizing the agency’s agricultural data and insight related to Colorado’s performance, opportunities, and risk in the state’s agricultural commodities and exports. Finally, this position would specifically identify and maximize Colorado’s inbound opportunities for investment in the agricultural technology sector both domestically and internationally.

The Colorado Department of Agriculture (CDA) manages a sophisticated effort to promote Colorado’s agricultural commodities exports, yet there is untapped potential in that market. OEDIT’s

Global Business Development Office is well-positioned to partner with CDA to leverage their existing efforts by developing a global business development strategy focused on drawing a larger share of the international agricultural technology supply chain into Colorado. Thus, this request proposes the creation of and funding for a position within OEDIT to lead on this strategy.

OEDIT proposes that the strategy will grow Colorado’s importation of agricultural technology that support higher crop yields, increased water sustainability, reduction of carbon emissions, and promote “Climate Smart” agricultural goals targeted by CDA. Export-oriented industries compete internationally for agricultural technology that accomplishes these outputs. By establishing a state-level strategy that develops Colorado into an international hub for cutting-edge agricultural technologies, Colorado’s agricultural industry will have direct connections to emerging technologies and state-of-the-art manufacturing processes that provide increased opportunities to access high-value markets.

JBC Staff believes that OEDIT is well-positioned to support CDA and Colorado’s agriculture producers and processors be increasing Colorado’s attractiveness for agriculture-related technology companies. Food production is ripe for automation and it’s just a matter of time before technology is as integrated in agriculture as it is in manufacturing. Ultimately, this is another funding request that isn’t critical to health, life, and safety, and so JBC Staff believes its ultimately a policy decision for the Committee to make, especially since it adds a new state employee.

If the Committee wishes to create this program and fund the request, JBC Staff recommends a total of \$105,216 General Fund and 0.9 FTE in FY 2024-25. See the recommendation section of this decision item for more information on adjustments recommended by JBC Staff if funding for the request is approved.

→ OEDIT R6 SMALL BUSINESS SUPPORT

REQUEST

The Office requests an increase of \$475,000 General Fund and 1.0 FTE in FY 2024-25 and ongoing for the Small Business Development Center (SBDC) network to retain a temporary FTE funded with stimulus funds and add appropriations to reach the amount required to maximize the federal match from the Small Business Administration. Approving the request will bring the General Fund support for the SBDC network to \$569,144. While official request documents indicate this change requires legislation, JBC staff confirmed that legislation is neither requested nor required to implement the request.

RECOMMENDATION

Approving funding for this request is a policy decision for the Committee to make. Staff does not have any adjustments to the amount requested if the Committee approves the Office’s request because the amount request just barely exceeds the amount required to meet the 100 percent match. Approving the requested change allows the SBDC network to maximize funding allocated to Colorado by the Small Business Administration and dedicate staff time throughout the network to supporting small businesses instead of seeking additional partners to fill the gap between appropriations and the match requirement. It also adds a new state employee at OEDIT and ongoing obligations associated with being an employer.

FY 2024-25 SUMMARY OF CHANGES

	REQUEST	RECOMMENDATION
TOTAL	\$475,000	\$475,000
FTE	1.0	1.0
General Fund	475,000	475,000
Cash Funds	0	0
Reappropriated Funds	0	0
Federal Funds	0	0

DISCUSSION

Small Business Development Centers (SBDC) are critical to the support and growth of the backbone of Colorado’s economy: small business. They are what make Colorado communities vibrant and unique, while employing the majority of Coloradans. Without a focus on supporting small businesses, the economy is at risk as other states begin to double down on their support.

The Colorado SBDC Network is partially funded annually by a federal grant from the Small Business Administration (SBA) and is a part of a national network with locations in most states and U.S. territories. The program requires that services are provided at low or no cost to clients and that client data will remain confidential. The federal funding requires a 1:1 match from local sources. The Network was started in Colorado in 1987 and was initially hosted by the Community College System. In 1989, the host role shifted to the Office of Economic Development & International Trade (OEDIT), where it continues to reside today. The Colorado Network is one of seven SBDC Networks hosted by the economic development office of the state it is serving.

The Colorado program funds the Lead Center hosted by OEDIT to administer the program, and 14 center locations that are hosted by a local host. Those hosts are often institutions of higher education, local government or chambers of commerce, which operate the centers to serve small businesses or entrepreneurs through no-cost consulting and no- or low-cost training. A network of both paid and volunteer consultants, currently around 175, work with clients across the state.

In 2023, the Colorado SBDC Network received \$2,250,124 from the SBA. The State has allocated \$94,144 as part of the matching funds, with the remaining resources being procured through fundraising efforts conducted by local Small Business Development Centers (SBDCs). However, due to the prevailing budgetary constraints in various communities and the redirection of funds towards federal programs that are ineligible for matching purposes, there is a growing uncertainty regarding the Department’s ability to meet the matching requirements in the upcoming fiscal year. General Fund appropriated to the SBDC network has equaled \$94,144 since FY 2016-17 with the exception of FY 2020-21, where it received \$15.0 million stimulus funding. With the addition of \$146,710 for FTE and \$328,290, in an ongoing General Fund line item, the Office would meet 100 percent of the federal match of \$569,000 and fully draw down the SBA Grant for the Lead Center, OEDIT staff.

Without attempting to sound like a broken record, this request also identifies General Fund as the source for its appropriation and will require the Committee to make a decision on how it fits into the growing list of priorities. Maximizing federal funds at risk of being left on the table may tip the scale toward approving the requested change. No legislation is required to implement this request. If the Committee approves funding the request

→ OEDIT R7 PROCUREMENT TECHNICAL ASSISTANCE CENTER REAUTHORIZATION [REQUIRES LEGISLATION]

REQUEST

The Office requests the Joint Budget Committee sponsor legislation to extend a statutory transfer of \$220,000 General Fund to the Procurement Technical Assistance Cash Fund set to expire after the transfer set for July 1, 2024. This funding represents 100 percent of the amount allocated to the PTAC program and it is leveraged to bring in a total of \$400,000 federal funds.

RECOMMENDATION

While the Joint Budget Committee could choose to directly appropriate General Fund for the program, JBC Staff recommends approving the request and that the Committee approve a bill draft extending the \$220,000 General Fund transfer for an additional five years and make a few other minor adjustments to statute that also expire. Since the final transfer is currently set to occur in FY 2024-25, approving the request has no unaccounted impact for General Fund balancing for this budget cycle. If enacted, the transfer will be included in the General Fund obligations base upon which the Governor's requests are built. Statute for the program also highlights legislative intent that a transfer is preferred to allow the program's funding to align with the federal fiscal year.

Committee action on sending this concept to draft should not be delayed and JBC Staff is not aware of any reason to delay action on this budget request, unlike much of the other OEDIT requests this year. One item JBC requests input regarding is does the Committee have a preference for the number of years to extend the transfer. The request documents did not indicate the length of time requested to be extended, but this is the second reauthorization of the transfer that JBC Staff has observed. Without further information JBC Staff would recommend extending it for 7 – 10 years, since it continues to win legislative support every few years.

FY 2024-25 SUMMARY OF CHANGES

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

DISCUSSION

This proposal reauthorizes state funding for the APEX Procurement Technical Assistance Program. Colorado PTAC (a 501c3 funded by OEDIT, the Pentagon, and other public and private funders) provides the following services to their maturing and growing business clients: counseling & education, events & seminars, the BidMatch Program, networking events with major contractors such as Lockheed Martin and Northrup Grumman, and specific guidance on policy changes such as the DoD cyber security policy for contractors. The statute authorizing the state's support of PTAC (C.R.S 24-48.5-121) is set to expire after making its final transfer on July 1, 2024 and thus this proposal includes a request to reauthorize the statute to continue the \$220,000 in annual General Fund transfers to the Procurement Technical Assistance Cash Fund.

PTAC programs provide businesses with essential knowledge and assistance in navigating the complex world of government contracting. This support can help businesses, especially small and disadvantaged businesses, to access government contracts that they may have otherwise found challenging to secure. Through supporting PTAC, Colorado businesses are able to participate in government procurement processes.

Broadly, this request will support key OEDIT department goals. An important goal to the agency is to attract and retain rural jobs. Every component of this request will strengthen the resources available to small businesses across Colorado, creating and stabilizing jobs in rural communities across Colorado. Most notably, however, is OEDIT's goal to "Provide Support for Small Businesses." Specifically this goal calls for OEDIT to provide access to capital and technical assistance to 6,500 small businesses. This fundamentally cannot happen without an appropriately-resourced set of small business support programs like the PTAC which constitutes an important access point within OEDIT that small businesses use to obtain technical assistance and access to capital.

Colorado PTAC has an MOU with the Minority Business Office (as well as the SBDC Network) to engage in practices such as marketing and outreach to support minority/women/veteran/rural owned small businesses in getting federal/state/local government procurement contracts throughout the state.

JBC Staff believes that one of the greatest benefits accruing to the state as a result of operating the PTAC is that it creates a larger pool of qualified bidders who can compete with each other and reduce costs for government procurement. JBC Staff recommends the Committee approve the Office's request to extend the PTAC General Fund transfer, see the recommendation section of this decision item for more detail.

→ OEDIT BA1 OFFICE OF OUTDOOR RECREATION

REQUEST

The Office of Economic Development and International Trade requests a **one-time** increase of \$375,000 General Fund and 3.0 FTE for existing staffing and operational costs for the Office of Outdoor Recreation (OREC). Funding will fund positions performing grant administration duties, technical program support, and community outreach.

RECOMMENDATION

JBC Staff recommends the Committee deny the Office's request. JBC staff believes it is imprudent to request one-time General Fund to add new FTE under the premise that the new FTE will become self-funded through yet to be applied for grant awards the new FTE would obtain. The General Assembly has never added funding for the OREC and instead reallocated General Fund appropriated for other OEDIT purposes when it created the line item in FY 2020-21. The OREC formed in 2015 without accompanying legislation or executive order with funding from the Economic Development Commission (EDC). The OREC obtained its statutory authority with passage of H.B. 21-1223 (Soper and McLachlan/Story and Coram) which lists the duties of the Office but included no appropriation. The bill carried no fiscal note and identified that funding would be accomplished within existing resources. The General Assembly has imposed no new duties upon it.

JBC Staff encourages the EDC to allocate some of the funding it can designate for this purpose to OREC, but cannot recommend increasing the amount of General Fund appropriated to it, even on a one-time basis.

If, however, the Committee wishes to approve the requested change, JBC Staff recommends applying Committee policy for new FTE bringing the suggested appropriation to \$297,169 General Fund and 2.7 FTE for one-year in FY 2024-25. This amount is calculated based on adding \$57,960 additional operating costs to the personnel costs calculated as summarized below, and amount above OEDIT's identified personnel costs included in its request.

OEDIT BA1 REQUEST AND RECOMMENDATION SUMMARY						
CHANGE DESCRIPTION	FY 2024-25 RANGE MINIMUM		FY 2024-25 ALT-RECOMMENDATION		FY 2025-26 ANNUALIZATION	
	FTE	COST	FTE	COST	FTE	COST
Personal Services						
Compliance Specialist V	0.9	\$79,673	0.9	\$79,673	1.0	\$86,916
Project Manager I	1.8	124,850	1.8	124,850	2.0	136,200
Subtotal - Personal Services	1.8	\$204,523	1.8	\$204,523	2.0	\$223,116
Other Costs						
PERA/Medicare		\$26,628		\$11,220		\$29,049
POTS		0		0		58,173
Operating Expense		3,456		3,456		3,840
Capital Outlay		20,010		20,010		0
Subtotal - Other Costs		\$50,094		\$34,686		\$91,062
Total	1.8	\$254,617	1.8	\$239,209	2.0	\$314,178

DISCUSSION

The reasons for the Office submitting this budget amendment include: significant increase in demand from Colorado's outdoor recreation industry (including small businesses and local communities), unanticipated operational costs, and administrative costs not eligible under federal funding guidelines. In addition to remaining fully staffed and operational, ORec also hopes to expand funding for existing and future technical assistance and implementation of the Office's new strategic plan. The request for an additional \$375,000 ensures that ORec will be able to cover current payroll expenditures, provide programmatic and technical support for grantees including travel, host the office's annual Colorado Outdoor Industry Leadership Summit (COILS), and cover additional operational costs like conference registrations, director travel, and additional administrative costs associated with developing and implementing the Colorado's new Outside Festival.

According to the request, a significant reason for this budget amendment is due to the federal funding limitations on payroll expenditures. ORec receives partial funding for 3.0 FTEs from the EDA ARPA grant it administers (funding partially covers the ORec Stimulus Compliance Manager, ORec Program Manager, and ORec Operations Manager). Additionally, ORec receives the remaining funding for the ORec Stimulus Compliance Manager from the SLFRF/ARPA grant it administers. Grant administration, reporting and compliance needs far exceed the percentages that these grants cover, and ORec has additional staff working on these grants without the ability to tap into payroll support from the grants. Additional funding is needed to complete the closeout requirements for these grants in 2024 and 2025, while also managing day-to-day program and operational needs including infrastructure grant management. ORec has identified the General Fund as its only solution.

In addition, Colorado has recently partnered on the creation of the Outside Festival, a multi-day festival celebrating the active outdoors lifestyle launching in summer 2024. This festival serves to provide an important gathering space for outdoor recreation small businesses, nonprofits, communities, and individuals to showcase Colorado as the global hub for innovation and thought leadership in the outdoor and wellness categories. This event is anticipated to directly impact economic development across the State, support tourism, and create jobs. The creation of this event requires significant FTE support (1.5 FTE from this GF request), to ensure that Colorado continues to be the leader in outdoor recreation industry issues, opportunities, and policies.

JBC Staff is unable to recommend approving further General Fund for this purpose. The ORec was blinked into existence back in 2015, funded through a grant from the Economic Development Commission's "Strategic Fund." ORec did ultimately win approval from the General Assembly 6 years later when H.B. 21-1223 (Soper and McLachlan/Story and Coram) was enacted and carried no fiscal note. The bill followed creation of the ORec line item, which occurred in FY 2020-21. Notably, the funding appropriated then and remaining in the base was General Fund originally appropriated for Global Business Development and OEDIT Administration. This essentially brought transparency to the ORec program by bringing it on-budget while reflecting funding that had been granted to the program by the EDC as an appropriation.

Now the Office has grown with the influx of funds passing through it from stimulus and an apparent emergency it faces is driving a request to double the amount of General Fund. The General Fund is not an appropriate funding source for the ORec, while something like part of the opt-out only fee charged to vehicle owners for Keep Colorado Wild Passes or the Retail Delivery Fee would actually make sense. If the Committee wishes to approve the Office's request, the Recommendation section of this decision item includes an alternative recommendation for the Committee which would approve the request but apply JBC policy for new FTE.

➔ STAFF-INITIATED TECHNICAL CORRECTION: CAPCO ADMINISTRATION

REQUEST

The Office did not formally request this technical change, however, the Office did alert JBC Staff to the needed adjustment and supports this staff-initiated recommendation.

RECOMMENDATION

Staff recommends the Committee reduce the appropriation of reappropriated funds from the Division of Insurance in the Department of Regulatory Agencies (DORA) by \$71,791 and reflecting 1.7 FTE fewer. This results in the appropriation to the CAPCO Administration line item in OEDIT being \$13,500 and 0.3 FTE, which aligns with the appropriation from the Division of Insurance Cash Fund in DORA.

DISCUSSION

The Colorado Office of Economic Development and International Trade (OEDIT) administers the Certified Capital Company (CAPCO) program by certifying CAPCO applications and allocating premium tax credits to insurance carriers. In exchange for a tax credit, insurance carriers provide cash to the CAPCOs who invest the money in qualifying businesses. The CAPCO program initially provided \$100 million in premium tax credits to obtain funding from the insurance companies (certified capital), of which then approximately 50 percent of the insurance funding was generally

made available to provide loans and/or equity to Colorado businesses. The primary purpose of the program was for CAPCOs to provide assistance to support the formation of new businesses and the expansion of existing businesses in Colorado.

The CAPCOs were required to invest 100 percent of their individual allocations within 10 years (by April 22, 2012). If a CAPCO has not invested 100 percent within the period, the CAPCO is restricted from making any distributions from certified capital or proceeds from investments except for payment of indebtedness. If a CAPCO invested 100 percent prior to the twelfth year of its allocation date, the CAPCO will then be required to complete certain required internal rate of return calculations to determine if they need to remit any of the remaining funds to state designated entities or if they maintain full ownership of all remaining funds. The most recent report JBC Staff was able to locate indicates that approximately \$73 million of the initial \$100 million investment was made by CAPCOs with some of the unspent funding returned to the Department of Human Services and Division of Housing pursuant statute.

Funding allocated to the CAPCO Administration line item in the OEDIT funds the administrative tasks involved as the program winds down. During figure setting for the FY 2023-24 Long Bill, the Department of Regulatory Agencies and its JBC Staff collaborated to adjust the appropriation in the Department of Regulatory Agencies down to \$13,000 from the Division of Insurance Cash Fund. The reduction was driven by a conversation between OEDIT staff and staff at the Department of Regulatory Agencies based on future expectations for resources as the program winds down. OEDIT's primary remaining work is associated with de-certifying the remaining CAPCOs and verifying their investments meet program requirements.

JBC Staff recommends appropriating \$13,500 reappropriated funds and 0.3 FTE for OEDIT's CAPCO Administration line item, which matches the amount of the source appropriation in the Department of Regulatory Agencies.

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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, ADMINISTRATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$1,074,034	\$1,074,034	\$0	\$0	\$0	6.0
TOTAL	\$1,074,034	\$1,074,034	\$0	\$0	\$0	6.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,074,034	\$1,074,034	\$0	\$0	\$0	6.0

ECONOMIC DEVELOPMENT PROGRAMS, ADMINISTRATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Prior year budget actions	633,052	633,052	0	0	0	0.0
(OEDIT) Staff-initiated technical corrections	0	0	0	0	0	0.2
Prior year legislation	0	0	0	0	0	1.1
TOTAL	\$1,707,086	\$1,707,086	\$0	\$0	\$0	7.3
INCREASE/(DECREASE)	\$633,052	\$633,052	\$0	\$0	\$0	1.3
Percentage Change	58.9%	58.9%	n/a	n/a	n/a	21.7%
FY 2024-25 EXECUTIVE REQUEST	\$1,707,086	\$1,707,086	\$0	\$0	\$0	7.1
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	(0.2)

UNIVERSAL HIGH SCHOOL SCHOLARSHIP PROGRAM

Funded by a transfer of \$25 million General Fund in FY 2023-24, provides scholarships to students for postsecondary education, apprenticeships, or training related to an in-demand, high-priority postsecondary pathway.

STATUTORY AUTHORITY: Sections 24-48.5-501, et al., C.R.S.

REQUEST: Consistent with the fiscal note for S.B. 23-205 the Department requested no funding for the second year due to the initial appropriation being extended through FY 2024-25 in the initial bill, which leaves 0.2 FTE allocated to this line item despite no funding source. The enacting bill authorizes OEDIT to utilize up to six percent of the initial appropriation for administrative costs, which will fund any remaining FTE despite no funding being attached to it in the Long Bill for FY 2024-25.

RECOMMENDATION: Staff recommends the Committee eliminate this line item from the FY 2024-25 Long Bill and move the remaining 0.2 FTE to the *Administration* line item as discussed in the *Staff-initiated technical corrections* decision item.

ECONOMIC DEVELOPMENT PROGRAMS, UNIVERSAL HIGH SCHOOL SCHOLARSHIP PROGRAM						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
Other legislation	\$25,000,000	\$0	\$25,000,000	\$0	\$0	1.1
TOTAL	\$25,000,000	\$0	\$25,000,000	\$0	\$0	1.1
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$25,000,000	\$0	\$25,000,000	\$0	\$0	1.1
(OEDIT) Staff-initiated technical corrections	0	0	0	0	0	(0.2)
Prior year legislation	(25,000,000)	0	(25,000,000)	0	0	(0.9)
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	(\$25,000,000)	\$0	(\$25,000,000)	\$0	\$0	(1.1)
Percentage Change	(100.0%)	n/a	(100.0%)	n/a	n/a	(100.0%)
FY 2024-25 EXECUTIVE REQUEST	\$0	\$0	\$0	\$0	\$0	0.2
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.2

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 AND RECOMMENDATION: The Office request and Staff recommendation are 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 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$16,257	\$16,257	\$0	\$0	\$0	0.0
TOTAL	\$16,257	\$16,257	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$16,257	\$16,257	\$0	\$0	\$0	0.0
Centrally appropriated line items	1,678	1,678	0	0	0	0.0
TOTAL	\$17,935	\$17,935	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$1,678	\$1,678	\$0	\$0	\$0	0.0
Percentage Change	10.3%	10.3%	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$17,935	\$17,935	\$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 AND RECOMMENDATION: The Office request and Staff recommendation is outlined in the following table and includes an annual contract escalator in OEDIT's lease agreement.

ECONOMIC DEVELOPMENT PROGRAMS, LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$359,881	\$359,881	\$0	\$0	\$0	0.0
TOTAL	\$359,881	\$359,881	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$359,881	\$359,881	\$0	\$0	\$0	0.0
Centrally appropriated line items	6,737	6,737	0	0	0	0.0
TOTAL	\$366,618	\$366,618	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$6,737	\$6,737	\$0	\$0	\$0	0.0
Percentage Change	1.9%	1.9%	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$366,618	\$366,618	\$0	\$0	\$0	0.0

ECONOMIC DEVELOPMENT PROGRAMS, LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
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 AND RECOMMENDATION: Staff recommends the appropriation outlined in the following table, which incorporates Staff recommended changes associated with the Offices *R1 Advanced Industries program* and *R5 Ag tech recruitment strategy* request items. If the Committee chooses not to fund or delay action on either request, JBC Staff will reflect \$0 in this line item.

ECONOMIC DEVELOPMENT PROGRAMS, GLOBAL BUSINESS DEVELOPMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$5,120,052	\$3,996,948	\$573,626	\$175,000	\$374,478	25.6
TOTAL	\$5,120,052	\$3,996,948	\$573,626	\$175,000	\$374,478	25.6
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$5,120,052	\$3,996,948	\$573,626	\$175,000	\$374,478	25.6
(OEDIT) R1 Advanced Industries program	125,000	125,000	0	0	0	1.0
(OEDIT) R5 Ag tech recruitment strategy	105,216	105,216	0	0	0	0.9
TOTAL	\$5,350,268	\$4,227,164	\$573,626	\$175,000	\$374,478	27.5
INCREASE/(DECREASE)	\$230,216	\$230,216	\$0	\$0	\$0	1.9
Percentage Change	4.5%	5.8%	0.0%	0.0%	0.0%	7.4%
FY 2024-25 EXECUTIVE REQUEST	\$5,379,975	\$4,256,871	\$573,626	\$175,000	\$374,478	27.6
Request Above/(Below) Recommendation	\$29,707	\$29,707	\$0	\$0	\$0	0.1

OFFICE OF OUTDOOR RECREATION

This line item provides funding for the expenses of Office of Outdoor Recreation (ORec), created through an allocation of the Economic Development Commission's "Strategic Fund" in 2015. It received statutory authority when the General Assembly adopted H.B. 21-1223 (Office of Outdoor Recreation), but did not seek additional General Fund at the time, ostensibly due to budgetary constraints during the 2021 legislative session. The General Assembly created a line item for the ORec in FY 2020-21 and prioritized reflecting the funding being allocated to it by the Economic Development Commission in prior years and thus transferred \$220,000 General Fund appropriated to the Global Business Development line item and \$150,000 from Colorado Promotion – Other Program Costs.

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

REQUEST AND RECOMMENDATION: The Office request and Staff recommendation is outlined in the following table. The recommendation includes the Staff recommendation to deny the Office's request

for additional General Fund to support the OREC as described in the *BA1 Office of Outdoor Recreation* decision item.

ECONOMIC DEVELOPMENT PROGRAMS, OFFICE OF OUTDOOR RECREATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$370,000	\$370,000	\$0	\$0	\$0	3.0
TOTAL	\$370,000	\$370,000	\$0	\$0	\$0	3.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$370,000	\$370,000	\$0	\$0	\$0	3.0
(OEDIT) BA1 Office of Outdoor Rec	0	0	0	0	0	0.0
TOTAL	\$370,000	\$370,000	\$0	\$0	\$0	3.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	n/a	n/a	n/a	0.0%
FY 2024-25 EXECUTIVE REQUEST	\$745,000	\$745,000	\$0	\$0	\$0	5.0
Request Above/(Below) Recommendation	\$375,000	\$375,000	\$0	\$0	\$0	2.0

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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, LEADING EDGE PROGRAM GRANTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$151,431	\$76,000	\$75,431	\$0	\$0	0.0
TOTAL	\$151,431	\$76,000	\$75,431	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$151,431	\$76,000	\$75,431	\$0	\$0	0.0
TOTAL	\$151,431	\$76,000	\$75,431	\$0	\$0	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$151,431	\$76,000	\$75,431	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, SMALL BUSINESS DEVELOPMENT CENTERS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$1,378,946	\$94,144	\$0	\$0	\$1,284,802	4.0
TOTAL	\$1,378,946	\$94,144	\$0	\$0	\$1,284,802	4.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,378,946	\$94,144	\$0	\$0	\$1,284,802	4.0
(OEDIT) R6 Small business support	475,000	475,000	0	0	0	1.0
TOTAL	\$1,853,946	\$569,144	\$0	\$0	\$1,284,802	5.0
INCREASE/(DECREASE)	\$475,000	\$475,000	\$0	\$0	\$0	1.0
Percentage Change	34.4%	504.5%	n/a	n/a	0.0%	25.0%
FY 2024-25 EXECUTIVE REQUEST	\$1,853,946	\$569,144	\$0	\$0	\$1,284,802	4.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	(1.0)

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-tasked 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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table and includes the out year impact of H.B. 23-1309 (Film Tax Credit).

ECONOMIC DEVELOPMENT PROGRAMS, COLORADO OFFICE OF FILM, TELEVISION, AND MEDIA						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$1,269,525	\$750,000	\$519,525	\$0	\$0	4.5
Other legislation	(282,417)	0	(282,417)	0	0	1.3
TOTAL	\$987,108	\$750,000	\$237,108	\$0	\$0	5.8
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$987,108	\$750,000	\$237,108	\$0	\$0	5.8
Prior year legislation	282,417	0	282,417	0	0	(1.3)
TOTAL	\$1,269,525	\$750,000	\$519,525	\$0	\$0	4.5

ECONOMIC DEVELOPMENT PROGRAMS, COLORADO OFFICE OF FILM, TELEVISION, AND MEDIA						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
INCREASE/(DECREASE)	\$282,417	\$0	\$282,417	\$0	\$0	(1.3)
Percentage Change	28.6%	0.0%	119.1%	n/a	n/a	(22.4%)
FY 2024-25 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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, COLORADO PROMOTION - COLORADO WELCOME CENTERS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$766,000	\$250,000	\$516,000	\$0	\$0	3.3
TOTAL	\$766,000	\$250,000	\$516,000	\$0	\$0	3.3
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$766,000	\$250,000	\$516,000	\$0	\$0	3.3
TOTAL	\$766,000	\$250,000	\$516,000	\$0	\$0	3.3
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	n/a	n/a	0.0%
FY 2024-25 EXECUTIVE REQUEST	\$766,000	\$250,000	\$516,000	\$0	\$0	3.3
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, COLORADO PROMOTION - OTHER PROGRAM COSTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$18,449,623	\$3,870,000	\$14,579,623	\$0	\$0	4.0
TOTAL	\$18,449,623	\$3,870,000	\$14,579,623	\$0	\$0	4.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$18,449,623	\$3,870,000	\$14,579,623	\$0	\$0	4.0
TOTAL	\$18,449,623	\$3,870,000	\$14,579,623	\$0	\$0	4.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	n/a	n/a	0.0%
FY 2024-25 EXECUTIVE REQUEST	\$18,449,623	\$3,870,000	\$14,579,623	\$0	\$0	4.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, DESTINATION DEVELOPMENT PROGRAM						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$1,100,000	\$500,000	\$600,000	\$0	\$0	0.0
TOTAL	\$1,100,000	\$500,000	\$600,000	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,100,000	\$500,000	\$600,000	\$0	\$0	0.0
TOTAL	\$1,100,000	\$500,000	\$600,000	\$0	\$0	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$1,100,000	\$500,000	\$600,000	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table and includes changes necessary to be in the Long Bill to allow a special bill to reauthorize the PTAC program and its transfer as discussed in the *R7 PTAC reauthorization decision item*.

ECONOMIC DEVELOPMENT PROGRAMS, ECONOMIC DEVELOPMENT COMMISSION - GENERAL ECONOMIC INCENTIVES AND MARKETING						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$5,881,837	\$5,517,960	\$363,877	\$0	\$0	6.3
Other legislation	\$117,583	\$117,583	\$0	\$0	\$0	1.3
TOTAL	\$5,999,420	\$5,635,543	\$363,877	\$0	\$0	7.6
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$5,999,420	\$5,635,543	\$363,877	\$0	\$0	7.6
Prior year legislation	98,755	98,755	0	0	0	(0.3)
(OEDIT) R7 PTAC reauthorization	0	0	0	0	0	0.0
TOTAL	\$6,098,175	\$5,734,298	\$363,877	\$0	\$0	7.3
INCREASE/(DECREASE)	\$98,755	\$98,755	\$0	\$0	\$0	(0.3)
Percentage Change	1.6%	1.8%	0.0%	n/a	n/a	(3.9%)
FY 2024-25 EXECUTIVE REQUEST	\$6,098,175	\$5,734,298	\$363,877	\$0	\$0	7.3
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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, COLORADO FIRST CUSTOMIZED JOB TRAINING						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$4,500,000	\$4,500,000	\$0	\$0	\$0	0.0

ECONOMIC DEVELOPMENT PROGRAMS, COLORADO FIRST CUSTOMIZED JOB TRAINING						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
TOTAL	\$4,500,000	\$4,500,000	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$4,500,000	\$4,500,000	\$0	\$0	\$0	0.0
TOTAL	\$4,500,000	\$4,500,000	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$4,500,000	\$4,500,000	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

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. Funding is reappropriated from the Division of Insurance within the Department of Regulatory Agencies.

STATUTORY AUTHORITY: Sections 24-48.5-106 and 10-3.5.101, et al., C.R.S.

REQUEST AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, CAPCO ADMINISTRATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$85,291	\$0	\$0	\$85,291	\$0	2.0
TOTAL	\$85,291	\$0	\$0	\$85,291	\$0	2.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$85,291	\$0	\$0	\$85,291	\$0	2.0
(OEDIT) Staff-initiated technical corrections	(71,791)	0	0	(71,791)	0	(1.7)
TOTAL	\$13,500	\$0	\$0	\$13,500	\$0	0.3
INCREASE/(DECREASE)	(\$71,791)	\$0	\$0	(\$71,791)	\$0	(1.7)
Percentage Change	(84.2%)	n/a	n/a	(84.2%)	n/a	(85.0%)
FY 2024-25 EXECUTIVE REQUEST	\$85,291	\$0	\$0	\$85,291	\$0	2.0
Request Above/(Below) Recommendation	\$71,791	\$0	\$0	\$71,791	\$0	1.7

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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table. The recommendation includes adjustments described in *R3 CCI Ops and matching funds* and *R4 Creative districts* and assumes the Committee approved the changes requested in those decision items.

ECONOMIC DEVELOPMENT PROGRAMS, COUNCIL ON CREATIVE INDUSTRIES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$2,788,734	\$0	\$2,023,000	\$0	\$765,734	3.0
TOTAL	\$2,788,734	\$0	\$2,023,000	\$0	\$765,734	3.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$2,788,734	\$0	\$2,023,000	\$0	\$765,734	3.0
(OEDIT) R3 CCI Ops and matching funds	2,500,000	2,500,000	0	0	0	1.0
(OEDIT) R4 Creative districts	540,000	0	540,000	0	0	0.0
TOTAL	\$5,828,734	\$2,500,000	\$2,563,000	\$0	\$765,734	4.0
INCREASE/(DECREASE)	\$3,040,000	\$2,500,000	\$540,000	\$0	\$0	1.0
Percentage Change	109.0%	n/a	26.7%	n/a	0.0%	33.3%
FY 2024-25 EXECUTIVE REQUEST	\$5,828,734	\$2,500,000	\$2,563,000	\$0	\$765,734	4.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

ADVANCED INDUSTRIES

This line item provides funding for the Advanced Industries Acceleration (AI) 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 withholding growth from bioscience and “cleantech” occupations (scheduled to repeal on July 1, 2024).

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

REQUEST AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, ADVANCED INDUSTRIES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$15,542,210	\$180,000	\$15,362,210	\$0	\$0	3.4
TOTAL	\$15,542,210	\$180,000	\$15,362,210	\$0	\$0	3.4

ECONOMIC DEVELOPMENT PROGRAMS, ADVANCED INDUSTRIES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$15,542,210	\$180,000	\$15,362,210	\$0	\$0	3.4
Prior year legislation	(180,000)	(180,000)	0	0	0	0.0
TOTAL	\$15,362,210	\$0	\$15,362,210	\$0	\$0	3.4
INCREASE/(DECREASE)	(\$180,000)	(\$180,000)	\$0	\$0	\$0	0.0
Percentage Change	(1.2%)	(100.0%)	0.0%	n/a	n/a	0.0%
FY 2024-25 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

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 counties.

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

REQUEST AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, RURAL JUMP START						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$40,491	\$40,491	\$0	\$0	\$0	0.5
TOTAL	\$40,491	\$40,491	\$0	\$0	\$0	0.5
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$40,491	\$40,491	\$0	\$0	\$0	0.5
TOTAL	\$40,491	\$40,491	\$0	\$0	\$0	0.5
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	n/a	n/a	n/a	0.0%
FY 2024-25 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

RURAL OPPORTUNITY OFFICE

Supports rural communities, economic development offices, business support organizations, and small businesses by connecting them to relevant Office of Economic Development and State Partner programs.

STATUTORY AUTHORITY: Section 24-48.5-133, C.R.S.

REQUEST AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, RURAL OPPORTUNITY OFFICE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
Other legislation	\$299,193	\$299,193	\$0	\$0	\$0	3.0
TOTAL	\$299,193	\$299,193	\$0	\$0	\$0	3.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$299,193	\$299,193	\$0	\$0	\$0	3.0
(OEDIT) R2 Support for Rural Opp Office	153,000	0	0	153,000	0	0.0
Prior year legislation	99,191	99,191	0	0	0	1.0
TOTAL	\$551,384	\$398,384	\$0	\$153,000	\$0	4.0
INCREASE/(DECREASE)	\$252,191	\$99,191	\$0	\$153,000	\$0	1.0
Percentage Change	84.3%	33.2%	n/a	n/a	n/a	33.3%
FY 2024-25 EXECUTIVE REQUEST	\$551,384	\$398,384	\$0	\$153,000	\$0	4.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

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 AND RECOMMENDATION: The Office request and Staff recommendation are outlined in the following table.

ECONOMIC DEVELOPMENT PROGRAMS, INDIRECT COST ASSESSMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$376,569	\$0	\$376,569	\$0	\$0	0.0
TOTAL	\$376,569	\$0	\$376,569	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$376,569	\$0	\$376,569	\$0	\$0	0.0
Indirect cost adjustment	(139,517)	0	(139,517)	0	0	0.0
TOTAL	\$237,052	\$0	\$237,052	\$0	\$0	0.0
INCREASE/(DECREASE)	(\$139,517)	\$0	(\$139,517)	\$0	\$0	0.0
Percentage Change	(37.0%)	n/a	(37.0%)	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$237,052	\$0	\$237,052	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(5) OFFICE OF INFORMATION TECHNOLOGY

The Governor's Office of Information Technology (OIT) is responsible for the operation and delivery of all information and communications technology services across State executive branch agencies. The Office is tasked with providing information technology services, as well as promoting Colorado as the ideal location for information technology companies and technology-based workers.

OFFICE OF INFORMATION TECHNOLOGY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 Appropriation						
SB 23-214 Long Bill	\$373,642,693	\$4,484,921	\$3,223,058	\$365,622,569	\$312,145	1,122.2
Other legislation	675,052	28,332	0	646,720	0	3.4
HB 24-1184 Supplemental bill	(26,627,600)	0	44,765	(26,672,365)	0	(59.5)
TOTAL	\$347,690,145	\$4,513,253	\$3,267,823	\$339,596,924	\$312,145	1,066.1
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$347,690,145	\$4,513,253	\$3,267,823	\$339,596,924	\$312,145	1,066.1
(OIT) R1 Broadband middle mile	227,213	227,213	0	0	0	1.8
(OIT) BA1 Cash fund technical	44,765	0	44,765	0	0	0.0
Prior year budget actions	32,624,436	0	(44,765)	32,729,837	(60,636)	66.5
Centrally appropriated line items	17,548,535	428,920	35,669	17,330,882	(246,936)	0.0
Indirect cost adjustment	448,714	0	0	448,714	0	0.0
Prior year legislation	962,771	13,878	0	948,893	0	1.8
Nonprioritized requests	(37,837,107)	0	0	(37,837,107)	0	(59.5)
TOTAL	\$361,709,472	\$5,183,264	\$3,303,492	\$353,218,143	\$4,573	1,076.7
INCREASE/(DECREASE)	\$14,019,327	\$670,011	\$35,669	\$13,621,219	(\$307,572)	10.6
Percentage Change	4.0%	14.8%	1.1%	4.0%	(98.5%)	1.0%
FY 2024-25 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	(\$12,725,654)	(\$25,666)	(\$5,877)	(\$12,694,111)	\$0	0.0

DECISION ITEMS – (5) OFFICE OF INFORMATION TECHNOLOGY

➔ OIT R1 BROADBAND MIDDLE MILE

REQUEST

The Office of Information Technology (OIT) requests and increase of \$278,579 General Fund and 1.8 FTE for FY 2024-25, annualizing to \$286,133 General Fund and 2.0 FTE ongoing, to establish and staff a comprehensive Middle Mile Program. The Colorado Middle Mile Program is an independent program that aligns with OIT's goal to expand access to broadband internet by driving efficiencies for agencies' external customers. The program involves managing middle mile grants, negotiating Public-Private Partnerships (P3s) and unsolicited proposals for state-owned property and rights-of way, as well as developing policies to remove barriers to execution. By consolidating these efforts, OIT aims to advance missing middle mile technology, expand backbone networks to facilitate new last-mile connections across the state, leading to cost savings for customers and the efficient deployment of broadband services.

JTC RECOMMENDATION

Due to the operational nature and magnitude of this request, the Joint Budget Committee did not refer this item to the Joint Technology Committee for consideration.

RECOMMENDATION

JBC Staff recommends the Committee approve the Department request, but to apply JBC policy for new FTE. This results in an increased General Fund appropriation of \$227,213 and 1.8 FTE in FY 2024-25 and \$276,578 General Fund for 2.0 FTE and ongoing. The recommendation also includes annual salary costs that exceed the range minimum or match the Department request. JBC Staff believes the funding required is being requested to specifically address one portion of the broadband infrastructure that remains difficult to effectively build out. The Department's request is summarized and compared to the recommendation and annualization in the following table.

OIT R1 REQUEST AND RECOMMENDATION SUMMARY									
CHANGE DESCRIPTION	FY 2024-25 REQUEST		FY 2024-25 RANGE MINIMUM		FY 2024-25 RECOMMENDATION		FY 2025-26 ANNUALIZATION		
	FTE	COST	FTE	COST	FTE	COST	FTE	COST	
Personal Services									
Senior Manager, Broadband Operations	0.9	\$121,490	0.9	n/a	0.9	\$121,490	1.0	\$132,534	
Project Coordinator	0.9	62,694	0.9	51,359	0.9	59,070	1.0	64,440	
Subtotal - Personal Services	1.8	\$184,184	1.8	\$51,359	1.8	\$180,560	2.0	\$196,974	
Other Costs									
PERA/Medicare		\$23,852		\$23,509		\$23,509		\$25,646	
POTS		39,843		0		0		43,898	
Operating Expense		1,700		2,304		2,304		2,560	
Capital Outlay		14,000		13,340		13,340		0	
Travel		15,000		0		7,500		7,500	
Subtotal - Other Costs		\$94,395		\$39,153		\$46,653		\$79,604	
Total	1.8	\$278,579	1.8	n/a	1.8	\$227,213	2.0	\$276,578	

DISCUSSION

Currently, the Middle Mile Program falls under the jurisdiction of the Colorado Department of Transportation (CDOT). However, there is a consensus among the departments that the program should be transferred to the Colorado Broadband Office (CBO) at OIT to consolidate operations and management. The functions of the program are two-fold and start with expanding the state's middle mile infrastructure, streamlining processes, and achieving better strategic alignment of broadband investments by the state and stakeholders. To achieve these goals, the workload includes assigning two full-time equivalent (FTE) positions to oversee progress and deliverables. Historically, CDOT has been responsible for these functions, but due to fragmentation in statewide broadband efforts, the program has not accomplished its strategic goals.

The second function of the Middle Mile Program is to oversee and manage middle mile grants submitted by local governments. The Colorado Department of Local Affairs (DOLA) has been handling this role for several years. However, both DOLA and the CBO agree that this function should be consolidated under the CBO. This function involves overseeing grant applications submitted by local governments to construct open access middle-mile infrastructure that does not qualify for federal funding.

Additionally, the Middle Mile Program will provide technical assistance to both new and existing grant-funded middle mile projects. This aspect of the program is well-established, with DOLA having

performed these functions for over a decade while successfully investing \$37 million in middle mile infrastructure across Colorado.

The CBO was established at the designated agency responsible for all broadband activities in Colorado. To improve broadband availability in the state and optimize resource utilization, OIT will consolidate existing broadband programs under the CBO. The Middle Mile Program will serve as a centralized hub for stakeholders seeking grants and fiber network leasing from the state.

Prior to the establishment of the CBO, the ownership of broadband activities was decentralized. The following examples support the proposal:

- DOLA and CDOT currently manage separate broadband activities that would benefit from consolidation under the CBO. This will ensure better strategic alignment and leverage CBO's expertise.
- DOLA is discontinuing its middle mile broadband activities and has allocated grant funding from the Energy Impact Assistance Fund (EIAF) to local governments, which plays a crucial role in deploying last mile infrastructure.
- Consolidating CDOT fiber activities under the CBO could also facilitate Colorado's broadband goals.

This proposal has several impacts on OIT as the CBO would be providing support for a program that requires additional resources. These resources are not eligible for federal funding as middle mile investments, yet they are crucial for achieving last mile connectivity. The following are the impacts on programs and departments:

- Creation of an official middle mile program that aligns with CBO broadband strategies and consolidates stakeholder feedback and technical assistance under one department. This relieves CDOT and DOLA, which have competing priorities and policies.
- Reduces the burden on DOLA and CDOT to handle broadband requests from stakeholders.
- Enables the CBO to effectively carry out its mission and fulfill the objective to bring the benefits of broadband to all Coloradans.

Currently, there is a significant gap of approximately 500 miles in middle mile infrastructure needed to connect households. Local governments and internet service providers rely on state-funded grants and infrastructure to establish these connections. There also continues to be significant federal funding allocated for other components of the broadband network, notably the *last* mile connections.

The requested funds will support two FTE for the Middle Mile program. One **Senior Manager of Broadband Operations** will oversee the P3, fiber lease, and Right of Way permit process, ensuring strategic alignment with CDOT. This position does not exist in the classified system. The Senior Manager will supervise a **Project Coordinator** who will provide administrative support on assigned projects. Both will try to assess the feasibility of middle mile network operations and expansions across the state, with a focus on providing reliable and redundant last mile connectivity to underserved populations. This will include potential recommendations for a short and long-term implementation plan, policy/regulation, and resource identification for addressing middle mile connectivity. Due to anticipated travel needs, the recommendation also includes \$7,500 operating expenses for travel. The

Office requested \$15,000 for this purpose but when compared to the funding requested by CCIA for four staff to travel and host multiple large meetings it appeared to be an overestimate.

JBC Staff recommends the Committee approve the requested change with modifications described in the recommendation section at the beginning of this decision item. Adding the General Fund appropriation of \$227,213 and 1.8 FTE allows OIT to create a comprehensive Middle Mile Program that serves as a centralized platform for investments in middle mile infrastructure. This program will provide grant services, oversight of fiber leases, P3 agreements, unsolicited proposals, broadband policy development, technical assistance, potential middle mile funding and development ideas, and strategic alignment of broadband activities.

OIT engaged stakeholders on this proposal, garnering consensus from CDOT and DOLA on the approach. The CBO has also received input from public and private sector stakeholders who advocate for enhanced customer service through consolidation. Upon assessing other alternatives, OIT has been determined that no viable options exist. The original intention behind the creation of the CBO was to serve as the authoritative entity on broadband matters for the state. Approving this request continues prioritization of those efforts.

By improving digital equity through the deployment of middle mile infrastructure, the CBO will improve the lives of rural communities across Colorado. This proposal will improve connectivity for unserved and underserved populations and increase access to healthcare, education, and public safety services. Given the importance of convenient access to high speed internet for Coloradans to succeed in nearly every aspect of life today identifying weak points in the infrastructure system and directing resources to address the point of failure is exactly the type of leadership intended for the CBO.

→ OIT BA1 CASH FUND TECHNICAL

REQUEST

The Department requests an increase of \$44,765 cash fund spending authority from the Broadband Administrative Fund in FY 2024-25 and ongoing in accordance with an interagency agreement between the Department of Regulatory Agencies and OIT which provides funding for 2.0 FTE. This request is continuation of a change approved during the supplemental budget cycle.

JTC RECOMMENDATION

Due to the operational nature of this request, the Joint Budget Committee did not refer this item to the Joint Technology Committee for consideration.

RECOMMENDATION

This request represents continuation of a technical change approved by the JBC and included in the Governor's Office supplemental bill H.B. 24-1184, therefore, JBC Staff recommends the Committee approve the Department request. The source of funds is the Broadband Administrative Fund.

FY 2024-25 SUMMARY OF CHANGES

	REQUEST	RECOMMENDATION
TOTAL	\$44,765	\$44,765
FTE	0.0	0.0
General Fund	0	0
Cash Funds	44,765	44,765
Reappropriated Funds	0	0
Federal Funds	0	0

DISCUSSION

The majority of the following information has already been presented to the Joint Budget Committee during the supplemental budget cycle. It has been updated to reflect JBC action taken on supplementals and for clarity in some cases, but is otherwise duplicative due to this request being a continuation of the supplemental change.

In FY 2020-21 H.B. 21-1109 (Expand Broadband Service) moved the Broadband Deployment Board and the Broadband Administration Fund from the Department of Regulatory Agencies (DORA) to the Governor's Office of Information Technology (OIT). Funding associated with the move also shifted \$202,504 cash funds and 2.0 FTE from DORA to OIT.

In FY 2021-22, H.B. 21-1109 was repealed by the legislature and the cost of these two FTE shifted back to DORA, however these 2.0 FTE remain operationally under OIT. The appropriations are from the Broadband Administrative Fund, which originate from the Public Utilities Commission (PUC) via High Costs Support Mechanism (HCSM).

In FY 2022-23, OIT partnered with DORA to work out the process for requesting the funding as DORA remains the primary administrator of the HCSM. This partnership resulted in a PUC memo between these two agencies memorializing authority for the OIT FTE. Although the funds captured in the PUC memo for FY 2023-24 are much higher than normal annually, the PUC is collecting revenue for FY 2021-22, FY 2022-23, and FY 2023-24 to ensure OIT was made whole. The memo process will continue in perpetuity or until the funding is repealed.

The Office of the State Controller has translated statute controlling the Broadband Administrative Fund to mean OIT's spending authority is restricted to the base funding appropriated in H.B. 21-1109 (\$202,504 cash funds). Despite funding being collected, approved, and allocated with the intent of paying for these FTE, OIT requires an increased appropriation made by the legislature to fulfill the agreement. OIT is able to collect the revenue through the PUC memo process with DORA, but is not able to spend it given the current statutory language.

Since OIT has the funds in possession already, OIT is requesting a technical adjustment be pursued and asks that the language in the Long Bill be drafted to allow for spending authority increases based on the funding collected from the PUC.

The funding amounts is associated with increases to operational & travel expenses for the purpose of monitoring grant portfolio activity for the Broadband Deployment Board and totals \$44,765 for FY 2023-24 and ongoing, which was approved and included in H.B. 24-1184 (Supplemental Bill).

JBC Staff recommends the Committee approve the Department request for FY 2024-25 and ongoing.

(A) CENTRAL ADMINISTRATION – LINE ITEM DETAIL**CENTRAL ADMINISTRATION**

This line item provides funding for OIT Central Administration. This group is responsible for essential duties impacting the entire Office and state agency customers. OIT Central Administration provides the Office with strategic and operational management direction, policy formulation, and serves as the OIT Executive Director's Office.

STATUTORY AUTHORITY: Sections 24-37.5-101 to 604 and 24-85-101 to 104, C.R.S.

REQUEST AND RECOMMENDATION: Staff recommends the appropriation outlined in the following table. The recommendation includes adjustments related to

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, CENTRAL ADMINISTRATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$15,910,836	\$1,983,003	\$2,500,000	\$11,427,833	\$0	131.0
HB 24-1184 Supplemental bill	\$6,209,362	\$0	\$0	\$6,209,362	\$0	0.0
Other legislation	\$26,640	\$26,640	\$0	\$0	\$0	0.5
TOTAL	\$22,146,838	\$2,009,643	\$2,500,000	\$17,637,195	\$0	131.5
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$22,146,838	\$2,009,643	\$2,500,000	\$17,637,195	\$0	131.5
Nonprioritized requests	114,824	0	0	114,824	0	0.0
Prior year budget actions	(3,278,952)	28,703	0	(3,307,655)	0	(4.0)
TOTAL	\$18,982,710	\$2,038,346	\$2,500,000	\$14,444,364	\$0	127.5
INCREASE/(DECREASE)	(\$3,164,128)	\$28,703	\$0	(\$3,192,831)	\$0	(4.0)
Percentage Change	(14.3%)	1.4%	0.0%	(18.1%)	n/a	(3.0%)
FY 2024-25 EXECUTIVE REQUEST	\$12,773,348	\$2,038,346	\$2,500,000	\$8,235,002	\$0	127.5
Request Above/(Below) Recommendation	(\$6,209,362)	\$0	\$0	(\$6,209,362)	\$0	0.0

HEALTH, LIFE, AND DENTAL

This line item provides funding for the cost of the state's share of the employee's health, life and dental insurance for employees electing coverage.

STATUTORY AUTHORITY: Sections 24-50-611 and 24-50-603 (9), C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, HEALTH, LIFE, AND DENTAL						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$14,384,831	\$180,046	\$25,822	\$14,063,769	\$115,194	0.0
TOTAL	\$14,384,831	\$180,046	\$25,822	\$14,063,769	\$115,194	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, HEALTH, LIFE, AND DENTAL						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 Appropriation	\$14,384,831	\$180,046	\$25,822	\$14,063,769	\$115,194	0.0
Centrally appropriated line items	1,647,501	74,546	10,008	1,678,141	(115,194)	0.0
(OIT) R1 Broadband middle mile	0	0	0	0	0	0.0
TOTAL	\$16,032,332	\$254,592	\$35,830	\$15,741,910	\$0	0.0
INCREASE/(DECREASE)	\$1,647,501	\$74,546	\$10,008	\$1,678,141	(\$115,194)	0.0
Percentage Change	11.5%	41.4%	38.8%	11.9%	(100.0%)	n/a
FY 2024-25 EXECUTIVE REQUEST	\$16,052,633	\$274,893	\$35,830	\$15,741,910	\$0	0.0
Request Above/(Below) Recommendation	\$20,301	\$20,301	\$0	\$0	\$0	0.0

SHORT-TERM DISABILITY

This line item provides funding for short-term disability insurance coverage that is available for all employees and paid by the state. Appropriations are based on payroll that provides partial payment of an employee's salary if that individual becomes disabled and cannot perform his or her work duties.

STATUTORY AUTHORITY: Sections 24-50-611 and 24-50-603 (13), C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, SHORT-TERM DISABILITY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$150,530	\$824	\$316	\$147,703	\$1,687	0.0
TOTAL	\$150,530	\$824	\$316	\$147,703	\$1,687	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$150,530	\$824	\$316	\$147,703	\$1,687	0.0
Centrally appropriated line items	26,556	2,075	2	26,166	(1,687)	0.0
(OIT) R1 Broadband middle mile	0	0	0	0	0	0.0
TOTAL	\$177,086	\$2,899	\$318	\$173,869	\$0	0.0
INCREASE/(DECREASE)	\$26,556	\$2,075	\$2	\$26,166	(\$1,687)	0.0
Percentage Change	17.6%	251.8%	0.6%	17.7%	(100.0%)	n/a
FY 2024-25 EXECUTIVE REQUEST	\$177,381	\$3,194	\$318	\$173,869	\$0	0.0
Request Above/(Below) Recommendation	\$295	\$295	\$0	\$0	\$0	0.0

S.B. 04-257 AMORTIZATION EQUALIZATION DISBURSEMENT

This line item provides funding for an increase to the effective PERA contribution rates beginning January 1, 2006 to bring the Office into compliance with statutory provisions. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table. Consistent with JBC action on compensation common policy, staff recommends this line item be eliminated in the FY 2024-25 Long Bill and combined with AED in a single *PERA AED and SAED* line item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, S.B. 04-257 AMORTIZATION EQUALIZATION DISBURSEMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$5,055,748	\$58,127	\$10,675	\$4,930,600	\$56,346	0.0
TOTAL	\$5,055,748	\$58,127	\$10,675	\$4,930,600	\$56,346	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$5,055,748	\$58,127	\$10,675	\$4,930,600	\$56,346	0.0
(OIT) R1 Broadband middle mile	0	0	0	0	0	0.0
Centrally appropriated line items	(5,055,748)	(58,127)	(10,675)	(4,930,600)	(56,346)	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	(\$5,055,748)	(\$58,127)	(\$10,675)	(\$4,930,600)	(\$56,346)	0.0
Percentage Change	(100.0%)	(100.0%)	(100.0%)	(100.0%)	(100.0%)	n/a
FY 2024-25 EXECUTIVE REQUEST	\$5,912,070	\$105,837	\$10,592	\$5,795,641	\$0	0.0
Request Above/(Below) Recommendation	\$5,912,070	\$105,837	\$10,592	\$5,795,641	\$0	0.0

S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT

This line item provides funding for an increase to the effective PERA contribution rates beginning January 1, 2008 to bring the Office into compliance with statutory provisions. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table. Consistent with JBC action on compensation common policy, staff recommends this line item be eliminated in FY 2024-25 and combined with AED in a single PERA AED and SAED line item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$5,055,748	\$58,127	\$10,675	\$4,930,600	\$56,346	0.0
TOTAL	\$5,055,748	\$58,127	\$10,675	\$4,930,600	\$56,346	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$5,055,748	\$58,127	\$10,675	\$4,930,600	\$56,346	0.0

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
(OIT) R1 Broadband middle mile	0	0	0	0	0	0.0
Centrally appropriated line items	(5,055,748)	(58,127)	(10,675)	(4,930,600)	(56,346)	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	(\$5,055,748)	(\$58,127)	(\$10,675)	(\$4,930,600)	(\$56,346)	0.0
Percentage Change	(100.0%)	(100.0%)	(100.0%)	(100.0%)	(100.0%)	n/a
FY 2024-25 EXECUTIVE REQUEST	\$5,912,070	\$105,837	\$10,592	\$5,795,641	\$0	0.0
Request Above/(Below) Recommendation	\$5,912,070	\$105,837	\$10,592	\$5,795,641	\$0	0.0

PERA AED AND SAED [NEW LINE ITEM]

Pursuant to S.B. 04-257 and S.B. 06-235, this line item provides additional funding to increase the state contribution for PERA.

STATUTORY AUTHORITY: Sections 24-51-411 (1) and (3.2), C.R.S.

REQUEST: The request does not include this new line item.

RECOMMENDATION: The Staff recommendation is summarized below and includes changes approved for this compensation common policy.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, PERA AED AND SAED						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Centrally appropriated line items	11,805,997	211,349	21,151	11,573,497	0	0.0
TOTAL	\$11,805,997	\$211,349	\$21,151	\$11,573,497	\$0	0.0
INCREASE/(DECREASE)	\$11,805,997	\$211,349	\$21,151	\$11,573,497	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
Request Above/(Below) Recommendation	(\$11,805,997)	(\$211,349)	(\$21,151)	(\$11,573,497)	\$0	0.0

PERA DIRECT DISTRIBUTION

This line item is included as a common policy allocation payment for the state portion of the PERA Direct Distribution created in Section 24-51-414, C.R.S., enacted in S.B. 18-200. The funding covers these costs for the Governor's Office (including the Colorado Energy Office), Lieutenant Governor's Office, Office of State Planning and Budgeting, and Office of Economic Development and International Trade. The Governor's Office of Information Technology receives appropriations for this purpose in its budgetary division.

STATUTORY AUTHORITY: Section 24-51-414, (2) C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, PERA DIRECT DISTRIBUTION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$341,534	\$3,388	\$719	\$320,064	\$17,363	0.0
TOTAL	\$341,534	\$3,388	\$719	\$320,064	\$17,363	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$341,534	\$3,388	\$719	\$320,064	\$17,363	0.0
Centrally appropriated line items	1,975,706	34,544	3,439	1,955,086	(17,363)	0.0
TOTAL	\$2,317,240	\$37,932	\$4,158	\$2,275,150	\$0	0.0
INCREASE/(DECREASE)	\$1,975,706	\$34,544	\$3,439	\$1,955,086	(\$17,363)	0.0
Percentage Change	578.5%	1,019.6%	478.3%	610.8%	(100.0%)	n/a
FY 2024-25 EXECUTIVE REQUEST	\$2,334,869	\$38,221	\$4,190	\$2,292,458	\$0	0.0
Request Above/(Below) Recommendation	\$17,629	\$289	\$32	\$17,308	\$0	0.0

PAID FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM

Colorado Proposition 118, Paid Family Medical Leave Initiative, was approved by voters in November 2020 and created a paid family and medical leave insurance program for all Colorado employees administered by the Colorado Department of Labor and Employment. This requires employers and employees in Colorado to pay a payroll premium (.90 percent with a minimum of half paid by the employer) to finance paid family and medical leave insurance benefits beginning January 1, 2023. It will finance up to 12 weeks of paid family and medical leave to eligible employees beginning January 1, 2024.

STATUTORY AUTHORITY: Section 8-13.3-516, C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation is summarized in the following table. The recommendation includes amounts approved for this compensation common policy.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, PAID FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Centrally appropriated line items	531,258	8,697	953	521,608	0	0.0
(OIT) R1 Broadband middle mile	0	0	0	0	0	0.0
TOTAL	\$531,258	\$8,697	\$953	\$521,608	\$0	0.0
INCREASE/(DECREASE)	\$531,258	\$8,697	\$953	\$521,608	\$0	0.0

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, PAID FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$532,087	\$9,526	\$953	\$521,608	\$0	0.0
Request Above/(Below) Recommendation	\$829	\$829	\$0	\$0	\$0	0.0

SALARY SURVEY

This line item provides funding for market adjustments to occupational groups' salaries in the Governor's Office of Information Technology.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, SALARY SURVEY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$5,297,692	\$71,758	\$7,007	\$5,158,291	\$60,636	0.0
TOTAL	\$5,297,692	\$71,758	\$7,007	\$5,158,291	\$60,636	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$5,297,692	\$71,758	\$7,007	\$5,158,291	\$60,636	0.0
Centrally appropriated line items	7,887,703	136,135	13,658	7,737,910	0	0.0
Prior year budget actions	(5,297,692)	(71,758)	(7,007)	(5,158,291)	(60,636)	0.0
TOTAL	\$7,887,703	\$136,135	\$13,658	\$7,737,910	\$0	0.0
INCREASE/(DECREASE)	\$2,590,011	\$64,377	\$6,651	\$2,579,619	(\$60,636)	0.0
Percentage Change	48.9%	89.7%	94.9%	50.0%	(100.0%)	n/a
FY 2024-25 EXECUTIVE REQUEST	\$8,965,394	\$154,735	\$15,524	\$8,795,135	\$0	0.0
Request Above/(Below) Recommendation	\$1,077,691	\$18,600	\$1,866	\$1,057,225	\$0	0.0

STEP PAY

This line item provides detail on the amount of funding appropriated to each department as a result of the step pay plan. The step pay plan takes effect in FY 2024-25 and is a result of negotiations between the State of Colorado and Colorado Workers for Innovative and New Solutions (COWINS).

STATUTORY AUTHORITY: Sections 24-50-1101, et seq., C.R.S.

REQUEST: The Department did not include in its request a new line item for step plan pay.

RECOMMENDATION: The Staff recommendation is summarized in the following table.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, STEP PAY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Centrally appropriated line items	4,509,394	77,828	7,808	4,423,758	0	0.0
TOTAL	\$4,509,394	\$77,828	\$7,808	\$4,423,758	\$0	0.0
INCREASE/(DECREASE)	\$4,509,394	\$77,828	\$7,808	\$4,423,758	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
Request Above/(Below) Recommendation	(\$4,509,394)	(\$77,828)	(\$7,808)	(\$4,423,758)	\$0	0.0

SHIFT DIFFERENTIAL

This line item provides funds to compensate employees for work performed outside of the regular Monday through Friday, 8:00 a.m. to 5:00 p.m. work schedule.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, SHIFT DIFFERENTIAL						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$86,022	\$0	\$0	\$86,022	\$0	0.0
TOTAL	\$86,022	\$0	\$0	\$86,022	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$86,022	\$0	\$0	\$86,022	\$0	0.0
Centrally appropriated line items	(63,493)	0	0	(63,493)	0	0.0
TOTAL	\$22,529	\$0	\$0	\$22,529	\$0	0.0
INCREASE/(DECREASE)	(\$63,493)	\$0	\$0	(\$63,493)	\$0	0.0
Percentage Change	(73.8%)	n/a	n/a	(73.8%)	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$25,463	\$0	\$0	\$25,463	\$0	0.0
Request Above/(Below) Recommendation	\$2,934	\$0	\$0	\$2,934	\$0	0.0

WORKERS' COMPENSATION

This line item provides funds for workers' compensation insurance for the entire state carried by the Department of Personnel. Appropriations to departments covered by the insurance are determined through actuarial calculations and three years of claims history.

STATUTORY AUTHORITY: Section 24-30-1510.7, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, WORKERS' COMPENSATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$144,384	\$0	\$0	\$144,384	\$0	0.0
TOTAL	\$144,384	\$0	\$0	\$144,384	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$144,384	\$0	\$0	\$144,384	\$0	0.0
Centrally appropriated line items	36,867	0	0	36,867	0	0.0
TOTAL	\$181,251	\$0	\$0	\$181,251	\$0	0.0
INCREASE/(DECREASE)	\$36,867	\$0	\$0	\$36,867	\$0	0.0
Percentage Change	25.5%	n/a	n/a	25.5%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$186,882	\$0	\$0	\$186,882	\$0	0.0
Request Above/(Below) Recommendation	\$5,631	\$0	\$0	\$5,631	\$0	0.0

LEGAL SERVICES

This line item funds the legal representation for the Office that is provided by the Department of Law.

STATUTORY AUTHORITY: Sections 24-37.5-101 to 604 and 24-85-101 to 104, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, LEGAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$427,938	\$0	\$0	\$427,938	\$0	0.0
Other legislation	\$1,692	\$1,692	\$0	\$0	\$0	0.0
TOTAL	\$429,630	\$1,692	\$0	\$427,938	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$429,630	\$1,692	\$0	\$427,938	\$0	0.0
Centrally appropriated line items	316,137	0	0	316,137	0	0.0
Prior year legislation	13,878	13,878	0	0	0	0.0
TOTAL	\$759,645	\$15,570	\$0	\$744,075	\$0	0.0
INCREASE/(DECREASE)	\$330,015	\$13,878	\$0	\$316,137	\$0	0.0
Percentage Change	76.8%	820.2%	n/a	73.9%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$759,645	\$15,570	\$0	\$744,075	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

PAYMENT TO RISK MANAGEMENT AND PROPERTY FUNDS

This line item provides funding for the Office's share of liability and property insurance carried by the Department of Personnel. The liability program is used to pay liability claims and expenses brought against the state.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, PAYMENT TO RISK MANAGEMENT AND PROPERTY FUNDS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
HB 24-1184 Supplemental bill	\$780,787	\$0	\$0	\$780,787	\$0	0.0
SB 23-214 Long Bill	\$714,971	\$0	\$0	\$714,971	\$0	0.0
TOTAL	\$1,495,758	\$0	\$0	\$1,495,758	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,495,758	\$0	\$0	\$1,495,758	\$0	0.0
Centrally appropriated line items	(499,287)	0	0	(499,287)	0	0.0
TOTAL	\$996,471	\$0	\$0	\$996,471	\$0	0.0
INCREASE/(DECREASE)	(\$499,287)	\$0	\$0	(\$499,287)	\$0	0.0
Percentage Change	(33.4%)	n/a	n/a	(33.4%)	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$687,468	\$0	\$0	\$687,468	\$0	0.0
Request Above/(Below) Recommendation	(\$309,003)	\$0	\$0	(\$309,003)	\$0	0.0

VEHICLE LEASE PAYMENTS

This line item provides funding for the annual payment to the Department of Personnel for the cost of administration, loan repayment, and lease-purchase payments for new and replacement motor vehicles.

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

REQUEST AND RECOMMENDATION: The Office did not request funding be allocated for this purpose in FY 2024-25. Staff recommends eliminating this line item from the Long Bill. The common policy allocation takes this adjustment into account in the statewide plan.

LEASED SPACE

This line item provides funding for leased space expenses for the Office's leased space at Pearl Plaza (601 East 18th Avenue in Denver) and the Enterprise Facility for Operational Recovery, Readiness, Response, and Transition, known as eFort.

STATUTORY AUTHORITY: Sections 24-37.5-101 to 604, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$474,197	\$0	\$0	\$474,197	\$0	0.0
TOTAL	\$474,197	\$0	\$0	\$474,197	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$474,197	\$0	\$0	\$474,197	\$0	0.0
TOTAL	\$474,197	\$0	\$0	\$474,197	\$0	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	n/a	n/a	0.0%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$474,197	\$0	\$0	\$474,197	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

CAPITOL COMPLEX LEASED SPACE

This line item provides funding for the Office's payment to the Department of Personnel for leased space within the Capitol Complex.

STATUTORY AUTHORITY: Section 24-30-1104 (4), C.R.S.

REQUEST AND RECOMMENDATION: Staff recommends the appropriation outlined in the following table, consistent with the Committee decision for this common policy.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, CAPITOL COMPLEX LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$882,804	\$0	\$0	\$882,804	\$0	0.0
TOTAL	\$882,804	\$0	\$0	\$882,804	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$882,804	\$0	\$0	\$882,804	\$0	0.0
Centrally appropriated line items	(295,243)	0	0	(295,243)	0	0.0
TOTAL	\$587,561	\$0	\$0	\$587,561	\$0	0.0
INCREASE/(DECREASE)	(\$295,243)	\$0	\$0	(\$295,243)	\$0	0.0
Percentage Change	(33.4%)	n/a	n/a	(33.4%)	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$764,007	\$0	\$0	\$764,007	\$0	0.0
Request Above/(Below) Recommendation	\$176,446	\$0	\$0	\$176,446	\$0	0.0

CORE OPERATIONS

This line item funds the Office's share of costs associated with the operations and maintenance of the Colorado Operations Resource Engine (CORE).

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, CORE OPERATIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$300,709	\$0	\$0	\$300,709	\$0	0.0
HB 24-1184 Supplemental bill	(1)	0	0	(1)	0	0.0
TOTAL	\$300,708	\$0	\$0	\$300,708	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$300,708	\$0	\$0	\$300,708	\$0	0.0
Centrally appropriated line items	(219,065)	0	0	(219,065)	0	0.0
TOTAL	\$81,643	\$0	\$0	\$81,643	\$0	0.0
INCREASE/(DECREASE)	(\$219,065)	\$0	\$0	(\$219,065)	\$0	0.0
Percentage Change	(72.8%)	n/a	n/a	(72.8%)	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$29,026	\$0	\$0	\$29,026	\$0	0.0

STATEWIDE ADMINISTRATIVE SERVICES [NEW LINE ITEM]

This line item provides funding for payments for statewide administrative services provide by the Department of Personnel's Executive Director's Office.

STATUTORY AUTHORITY: Article 50.3 of Title 24, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized below and Staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, STATEWIDE ADMINISTRATIVE SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	123,973	0	0	123,973	0	0.0
TOTAL	\$123,973	\$0	\$0	\$123,973	\$0	0.0
INCREASE/(DECREASE)	\$123,973	\$0	\$0	\$123,973	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

OFFICE OF THE STATE ARCHITECT SERVICES [NEW LINE ITEM]

This line item provides funding for payments statewide services provide by the Department of Personnel's Office of the State Architect.

STATUTORY AUTHORITY: Part 13 of Article 30 of Title 24, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized below. Staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, OFFICE OF THE STATE ARCHITECT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	1,043	0	0	1,043	0	0.0
TOTAL	\$1,043	\$0	\$0	\$1,043	\$0	0.0
INCREASE/(DECREASE)	\$1,043	\$0	\$0	\$1,043	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

STATE AGENCY SERVICES [NEW LINE ITEM]

This line item provides funding for payments for statewide human resource services provide by the Department of Personnel's Division of Human Resources.

STATUTORY AUTHORITY: Part 13 of Article 30 of Title 24, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized below. Staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, STATE AGENCY SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	175,798	0	0	175,798	0	0.0

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, STATE AGENCY SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
TOTAL	\$175,798	\$0	\$0	\$175,798	\$0	0.0
INCREASE/(DECREASE)	\$175,798	\$0	\$0	\$175,798	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$175,798	\$0	\$0	\$175,798	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

STATEWIDE TRAINING SERVICES [NEW LINE ITEM]

This line item provides funding for payments to the Center for Organizational Effectiveness, which provides professional development and training services for state employees.

STATUTORY AUTHORITY: Section 24-50-122, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized below. Staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, STATEWIDE TRAINING SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	35,436	0	0	35,436	0	0.0
TOTAL	\$35,436	\$0	\$0	\$35,436	\$0	0.0
INCREASE/(DECREASE)	\$35,436	\$0	\$0	\$35,436	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$35,436	\$0	\$0	\$35,436	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

LABOR RELATIONS SERVICES [NEW LINE ITEM]

This line item provides funding for payments for statewide labor relation services provide by the Department of Personnel's Division of Human Resources, Labor Relations Unit.

STATUTORY AUTHORITY: Part 11, Article 50, of Title 24, C.R.S.

REQUEST AND RECOMMENDATION: The Department request is summarized below. The Staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, LABOR RELATIONS SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	111,540	0	0	111,540	0	0.0
TOTAL	\$111,540	\$0	\$0	\$111,540	\$0	0.0
INCREASE/(DECREASE)	\$111,540	\$0	\$0	\$111,540	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$111,540	\$0	\$0	\$111,540	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

FINANCIAL OPERATIONS AND REPORTING SERVICES [NEW LINE ITEM]

This line item provides funding for payments for statewide financial operations and reporting services provide by the Department of Personnel's Division of Accounts and Control.

STATUTORY AUTHORITY: Sections 24-30-201 through 24-30-207, C.R.S.

REQUEST AND RECOMMENDATION: The staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, FINANCIAL OPERATIONS AND REPORTING SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	91,248	0	0	91,248	0	0.0
TOTAL	\$91,248	\$0	\$0	\$91,248	\$0	0.0
INCREASE/(DECREASE)	\$91,248	\$0	\$0	\$91,248	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$91,248	\$0	\$0	\$91,248	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

PROCUREMENT AND CONTRACTS SERVICES [NEW LINE ITEM]

This line item provides funding for payments for statewide procurement and contracts services provide by the Department of Personnel's Division of Accounts and Control.

STATUTORY AUTHORITY: Sections 24-102-201 through 207 and 24-102-301, C.R.S.

REQUEST AND RECOMMENDATION: The staff recommendation is pending the Committee common policy decision for this line item. **Staff requests permission to update pending line items and apply necessary fund split adjustments once Committee policy is established.**

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, PROCUREMENT AND CONTRACT SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Nonprioritized requests	56,511	0	0	56,511	0	0.0
TOTAL	\$56,511	\$0	\$0	\$56,511	\$0	0.0
INCREASE/(DECREASE)	\$56,511	\$0	\$0	\$56,511	\$0	0.0
Percentage Change	n/a	n/a	n/a	n/a	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$56,511	\$0	\$0	\$56,511	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

INDIRECT COST ASSESSMENT

This line item provides funding for the Office's portion of statewide indirect cost collections.

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

REQUEST AND RECOMMENDATION: The Department request is summarized in the following table, staff requests permission to reflect common policy decisions for this item.

OFFICE OF INFORMATION TECHNOLOGY, OIT CENTRAL ADMINISTRATION, INDIRECT COST ASSESSMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$1,219,945	\$0	\$0	\$1,219,945	\$0	0.0
TOTAL	\$1,219,945	\$0	\$0	\$1,219,945	\$0	0.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$1,219,945	\$0	\$0	\$1,219,945	\$0	0.0
Indirect cost adjustment	448,714	0	0	448,714	0	0.0
TOTAL	\$1,668,659	\$0	\$0	\$1,668,659	\$0	0.0
INCREASE/(DECREASE)	\$448,714	\$0	\$0	\$448,714	\$0	0.0
Percentage Change	36.8%	n/a	n/a	36.8%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$1,668,659	\$0	\$0	\$1,668,659	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(B) ENTERPRISE SOLUTIONS – LINE ITEM DETAIL**ENTERPRISE SOLUTIONS**

Provides enterprise-level technology services to state departments. This includes application/system development, software solutions and support, as well as the computing, network infrastructure (central data center facilities, mainframe hosting, database services, physical servers, virtual servers, and storage), Colorado State Network (CSN) Core, Circuits, and telecommunications infrastructure that support these product offerings. This line item includes the management of statewide systems and applications used in support of core business functions for state departments. Supporting these applications encompasses the entire application development and maintenance cycle.

STATUTORY AUTHORITY: Sections 24-37.5-501-506 C.R.S. and 24-37.5-601 through 604 C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation are summarized in the table below.

OFFICE OF INFORMATION TECHNOLOGY, ENTERPRISE SOLUTIONS, ENTERPRISE SOLUTIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$209,736,603	\$1,819,144	\$667,844	\$207,249,615	\$0	558.7
HB 24-1184 Supplemental bill	\$983,089	\$0	\$44,765	\$938,324	\$0	0.0
Other legislation	\$646,720	\$0	\$0	\$646,720	\$0	2.9
TOTAL	\$211,366,412	\$1,819,144	\$712,609	\$208,834,659	\$0	561.6
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$211,366,412	\$1,819,144	\$712,609	\$208,834,659	\$0	561.6
Prior year budget actions	1,638,480	35,879	(37,758)	1,640,359	0	0.0
Prior year legislation	497,447	0	0	497,447	0	1.8
(OIT) R1 Broadband middle mile	227,213	227,213	0	0	0	1.8
(OIT) BA1 Cash fund technical	44,765	0	44,765	0	0	0.0
Nonprioritized requests	(1,248,000)	0	0	(1,248,000)	0	0.0
TOTAL	\$212,526,317	\$2,082,236	\$719,616	\$209,724,465	\$0	565.2
INCREASE/(DECREASE)	\$1,159,905	\$263,092	\$7,007	\$889,806	\$0	3.6
Percentage Change	0.5%	14.5%	1.0%	0.4%	n/a	0.6%
FY 2024-25 EXECUTIVE REQUEST	\$212,537,840	\$2,093,759	\$719,616	\$209,724,465	\$0	565.2
Request Above/(Below) Recommendation	\$11,523	\$11,523	\$0	\$0	\$0	0.0

(C) INFORMATION SECURITY – LINE ITEM DETAIL**INFORMATION SECURITY**

Funding to ensure the state adopts a cohesive governance that is enterprise oriented with a perspective of goals, strategies, and tactics. Continuing safety training (including snocat maintenance and winter survival training), and other day-to-day operations. Also actively gathers and analyzes information on cyber threats and vulnerabilities presenting risks to the State's information systems, networks, and applications. provide enterprise-wide cyber security functions including assessment, monitoring, remediation, and process implementation. Works closely with federal, state, local and private sector

partners. OIT's Information Security team actively gathers and analyzes information on cyber threats and vulnerabilities presenting risks to the state's information systems, networks and applications.

STATUTORY AUTHORITY: Sections 24-37.5-501, 502, and 506, C.R.S., and Section 24-33.5-223, C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation are summarized in the table below.

OFFICE OF INFORMATION TECHNOLOGY, INFORMATION SECURITY, INFORMATION SECURITY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$24,850,364	\$0	\$0	\$24,850,364	\$0	66.0
TOTAL	\$24,850,364	\$0	\$0	\$24,850,364	\$0	66.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$24,850,364	\$0	\$0	\$24,850,364	\$0	66.0
Prior year budget actions	1,275,682	0	0	1,275,682	0	11.0
TOTAL	\$26,126,046	\$0	\$0	\$26,126,046	\$0	77.0
INCREASE/(DECREASE)	\$1,275,682	\$0	\$0	\$1,275,682	\$0	11.0
Percentage Change	5.1%	n/a	n/a	5.1%	n/a	16.7%
FY 2024-25 EXECUTIVE REQUEST	\$26,126,046	\$0	\$0	\$26,126,046	\$0	77.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(D) COLORADO BENEFITS MANAGEMENT SYSTEM – LINE ITEM DETAIL

COLORADO BENEFITS MANAGEMENT SYSTEM

This line item provides funding to support staff and management functions for the Colorado Benefits Management System (CBMS). CBMS is an eligibility system jointly managed by the Department of Health Care Policy and Financing and the Department of Human Services and used by county governments. CBMS tracks client data, determines eligibility, and calculates benefits for medical, food, and financial assistance programs. It supports interactive interviews with clients, assesses the eligibility of applicants, calculates benefits for clients, and provides on-going case management and history tracking.

STATUTORY AUTHORITY Section 24-37.5-502, C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation are summarized in the table below.

OFFICE OF INFORMATION TECHNOLOGY, APPLICATIONS, COLORADO BENEFITS MANAGEMENT SYSTEM						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$59,525,726	\$0	\$0	\$59,521,153	\$4,573	59.5
HB 24-1184 Supplemental bill	(37,659,180)	0	0	(37,659,180)	0	(59.5)
TOTAL	\$21,866,546	\$0	\$0	\$21,861,973	\$4,573	0.0

OFFICE OF INFORMATION TECHNOLOGY, APPLICATIONS, COLORADO BENEFITS MANAGEMENT SYSTEM						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$21,866,546	\$0	\$0	\$21,861,973	\$4,573	0.0
Prior year budget actions	36,862,781	0	0	36,862,781	0	59.5
Prior year legislation	451,446	0	0	451,446	0	0.0
Nonprioritized requests	(37,314,227)	0	0	(37,314,227)	0	(59.5)
TOTAL	\$21,866,546	\$0	\$0	\$21,861,973	\$4,573	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	n/a	n/a	0.0%	0.0%	0.0%
FY 2024-25 EXECUTIVE REQUEST	\$21,866,546	\$0	\$0	\$21,861,973	\$4,573	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(E) CUSTOMER SERVICE/SUPPORT – LINE ITEM DETAIL

CUSTOMER SERVICE AND SUPPORT

Provides funding for the Service Desk, Deskside Support, IT Directors, the Project Management Office, Business Analysts, and Solutions Engineers. These functions provide for overall customer support as well as coordination between OIT and customers for all IT projects and multiyear technology planning.

STATUTORY AUTHORITY: Sections 24-37.5-106 and 24-37.5-502 C.R.S.

REQUEST AND RECOMMENDATION: The Department request and Staff recommendation are summarized in the table below.

OFFICE OF INFORMATION TECHNOLOGY, END USER SERVICES, CUSTOMER SERVICE AND SUPPORT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2023-24 APPROPRIATION						
SB 23-214 Long Bill	\$29,082,111	\$310,504	\$0	\$28,771,607	\$0	307.0
HB 24-1184 Supplemental bill	\$3,058,343	\$0	\$0	\$3,058,343	\$0	0.0
TOTAL	\$32,140,454	\$310,504	\$0	\$31,829,950	\$0	307.0
FY 2024-25 RECOMMENDED APPROPRIATION						
FY 2023-24 Appropriation	\$32,140,454	\$310,504	\$0	\$31,829,950	\$0	307.0
Prior year budget actions	1,424,137	7,176	0	1,416,961	0	0.0
Nonprioritized requests	14,747	0	0	14,747	0	0.0
TOTAL	\$33,579,338	\$317,680	\$0	\$33,261,658	\$0	307.0
INCREASE/(DECREASE)	\$1,438,884	\$7,176	\$0	\$1,431,708	\$0	0.0
Percentage Change	4.5%	2.3%	n/a	4.5%	n/a	n/a
FY 2024-25 EXECUTIVE REQUEST	\$30,520,995	\$317,680	\$0	\$30,203,315	\$0	307.0
Request Above/(Below) Recommendation	(\$3,058,343)	\$0	\$0	(\$3,058,343)	\$0	0.0

(F) PUBLIC SAFETY NETWORK – TRANSFERRED TO DEPARTMENT OF PUBLIC SAFETY IN FY 2023-24

NETWORK ADMINISTRATION AND PUBLIC SAFETY NETWORK

These line items existed temporarily while the Digital Trunked Radio Systems were being transferred to the Department of Public Safety from being stationed at the old Department of Transportation headquarters and administered by OIT as CDOT vacated its former building. They will remain in the numbers pages for the Office of Information Technology for one more budget cycle but no longer appear in its Long Bill.

LONG BILL FOOTNOTES AND REQUESTS FOR INFORMATION

LONG BILL FOOTNOTES

Staff recommends **CONTINUING** the following footnote, with updates reflecting the current fiscal year:

- 11 Governor – Lieutenant Governor – State Planning and Budgeting, Office of Information Technology, Colorado Benefits Management System, Colorado Benefits Management System -- Of this appropriation, \$5,000,000 remains available until the close of the ~~2024-25~~ 2025-26 fiscal year.

COMMENT: This footnote is associated with funding decisions made in the Department of Health Care Policy and Financing. JBC Staff requests permission to include or exclude this footnote, updated for the current year if included, based on the decision it makes in the Department of Health Care Policy and Financing.

REQUESTS FOR INFORMATION

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

- 1 Governor – Lieutenant Governor – State Planning and Budgeting – The Office is requested to provide on, or before, November 1, ~~2023~~, a report on initiatives or expenditures that rely on gifts, grants, and donations. For each initiative or project, the report should include the name, a description, the amount, the source, and the number of FTE supported.

COMMENT: This report was provided by the Office and included in the Staff briefing in the fall. There continues to be interest from the General Assembly on funding secured by the Governor's Office outside the budget process, JBC staff recommends continuing this request to provide the information to interested members upon request.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

Appendix A: Numbers Pages

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
--	----------------------	----------------------	-----------------------------	-----------------------	------------------------------

GOVERNOR - LIEUTENANT GOVERNOR - STATE PLANNING AND BUDGETING

Jared Polis, Governor

(1) OFFICE OF THE GOVERNOR

(A) Governor's Office

Administration of Governor's Office and Residence	<u>4,543,449</u>	<u>5,354,785</u>	<u>5,634,151</u>	<u>6,388,931</u>	<u>6,387,097</u> *
FTE	36.5	43.9	45.8	46.9	46.9
General Fund	3,891,153	4,806,869	5,086,235	5,810,907	5,809,073
Cash Funds	211,292	106,912	106,912	106,912	106,912
Reappropriated Funds	441,004	441,004	441,004	471,112	471,112
Federal Funds	0	0	0	0	0
Discretionary Fund	<u>15,977</u>	<u>19,500</u>	<u>19,500</u>	<u>19,500</u>	<u>19,500</u>
General Fund	15,977	19,500	19,500	19,500	19,500
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Mansion Activity Fund	<u>263,266</u>	<u>263,266</u>	<u>263,266</u>	<u>263,266</u>	<u>263,266</u>
General Fund	0	0	0	0	0
Cash Funds	263,266	263,266	263,266	263,266	263,266
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Office of Climate Preparedness	<u>0</u>	<u>426,629</u>	<u>453,707</u>	<u>453,707</u>	<u>453,707</u>
FTE	0.0	2.7	3.0	3.0	3.0
General Fund	0	426,629	453,707	453,707	453,707

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
SUBTOTAL - (A) Governor's Office	4,822,692	6,064,180	6,370,624	7,125,404	7,123,570
<i>FTE</i>	<u>36.5</u>	<u>46.6</u>	<u>48.8</u>	<u>49.9</u>	<u>49.9</u>
General Fund	3,907,130	5,252,998	5,559,442	6,284,114	6,282,280
Cash Funds	474,558	370,178	370,178	370,178	370,178
Reappropriated Funds	441,004	441,004	441,004	471,112	471,112
Federal Funds	0	0	0	0	0

(B) Special Purpose

Health, Life, and Dental	<u>1,301,168</u>	<u>2,114,280</u>	<u>3,387,809</u>	<u>5,122,330</u>	<u>5,112,179</u> *
General Fund	1,062,855	1,321,026	1,712,848	2,244,462	2,234,311
Cash Funds	28,099	470,019	977,477	1,410,405	1,410,405
Reappropriated Funds	210,214	100,872	215,353	378,638	378,638
Federal Funds	0	222,363	482,131	1,088,825	1,088,825
Short-term Disability	<u>18,090</u>	<u>29,015</u>	<u>39,354</u>	<u>54,615</u>	<u>54,530</u> *
General Fund	14,919	16,660	19,873	24,978	24,893
Cash Funds	0	6,797	9,538	13,557	13,557
Reappropriated Funds	3,171	2,761	3,153	4,353	4,353
Federal Funds	0	2,797	6,790	11,727	11,727
S.B. 04-257 Amortization Equalization Disbursement	<u>565,138</u>	<u>955,334</u>	<u>1,281,153</u>	<u>1,820,322</u>	<u>0</u> *
General Fund	466,197	548,448	631,915	832,418	0
Cash Funds	0	223,837	317,792	451,914	0
Reappropriated Funds	98,941	90,926	105,129	145,093	0
Federal Funds	0	92,123	226,317	390,897	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
S.B. 06-235 Supplemental Amortization Equalization					
Disbursement	<u>565,138</u>	<u>955,334</u>	<u>1,281,153</u>	<u>1,820,322</u>	<u>0</u> *
General Fund	466,197	548,448	631,915	832,418	0
Cash Funds	0	223,837	317,792	451,914	0
Reappropriated Funds	98,941	90,926	105,129	145,093	0
Federal Funds	0	92,123	226,317	390,897	0
PERA AED and SAED	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,635,059</u>
General Fund	0	0	0	0	1,662,282
Cash Funds	0	0	0	0	902,441
Reappropriated Funds	0	0	0	0	289,741
Federal Funds	0	0	0	0	780,595
PERA Direct Distribution	<u>0</u>	<u>137,033</u>	<u>66,376</u>	<u>608,237</u>	<u>603,644</u>
General Fund	0	0	38,483	408,463	405,379
Cash Funds	0	97,121	19,058	151,222	150,080
Reappropriated Funds	0	39,912	8,835	48,552	48,185
Federal Funds	0	0	0	0	0
Paid Family and Medical Leave Insurance Program	<u>0</u>	<u>0</u>	<u>0</u>	<u>163,829</u>	<u>163,590</u> *
General Fund	0	0	0	74,918	74,679
Cash Funds	0	0	0	40,672	40,672
Reappropriated Funds	0	0	0	13,058	13,058
Federal Funds	0	0	0	35,181	35,181

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
Salary Survey	<u>370,116</u>	<u>644,452</u>	<u>2,759,638</u>	<u>2,638,488</u>	<u>2,321,327</u>
General Fund	305,111	374,858	2,055,724	1,194,135	1,050,593
Cash Funds	0	149,272	346,570	667,641	587,387
Reappropriated Funds	65,005	59,762	113,741	212,790	187,211
Federal Funds	0	60,560	243,603	563,922	496,136
Step Pay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,327,101</u>
General Fund	0	0	0	0	600,623
Cash Funds	0	0	0	0	335,809
Reappropriated Funds	0	0	0	0	107,029
Federal Funds	0	0	0	0	283,640
Workers' Compensation	<u>26,148</u>	<u>16,321</u>	<u>14,761</u>	<u>19,108</u>	<u>18,532</u>
General Fund	18,535	11,569	11,700	11,700	11,347
Cash Funds	0	0	0	0	0
Reappropriated Funds	7,613	4,752	3,061	7,408	7,185
Federal Funds	0	0	0	0	0
Legal Services	<u>717,046</u>	<u>708,515</u>	<u>354,618</u>	<u>1,098,479</u>	<u>1,098,479</u>
General Fund	624,964	652,890	354,618	1,098,479	1,098,479
Cash Funds	36,457	0	0	0	0
Reappropriated Funds	55,625	55,625	0	0	0
Federal Funds	0	0	0	0	0
Payment to Risk Management and Property Funds	<u>626,545</u>	<u>874,366</u>	<u>609,116</u>	<u>279,930</u>	<u>405,791</u>
General Fund	529,296	778,304	609,116	210,075	405,791
Cash Funds	0	0	0	0	0
Reappropriated Funds	97,249	96,062	0	69,855	0
Federal Funds	0	0	0	0	0

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
Capitol Complex Leased Space	<u>387,204</u>	<u>390,908</u>	<u>574,005</u>	<u>651,084</u>	<u>500,717</u>
General Fund	193,601	195,453	438,231	343,923	264,495
Cash Funds	0	0	0	0	0
Reappropriated Funds	193,603	195,455	135,774	307,161	236,222
Federal Funds	0	0	0	0	0
Payments to OIT	<u>1,226,765</u>	<u>1,509,817</u>	<u>1,446,382</u>	<u>1,832,473</u>	<u>1,841,230</u>
General Fund	1,226,765	1,509,817	1,446,382	1,832,473	1,841,230
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
IT Accessibility	<u>0</u>	<u>0</u>	<u>1,132,649</u>	<u>0</u>	<u>0</u>
FTE	0.0	0.0	1.0	0.0	0.0
General Fund	0	0	1,132,649	0	0
CORE Operations	<u>61,629</u>	<u>111,440</u>	<u>121,092</u>	<u>65,259</u>	<u>49,704</u> *
General Fund	0	0	0	5,950	5,950
Cash Funds	0	18,366	19,957	19,957	7,211
Reappropriated Funds	61,629	75,169	81,679	19,896	29,513
Federal Funds	0	17,905	19,456	19,456	7,030
Statewide Administration Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>20,387</u>	<u>20,387</u> *
General Fund	0	0	0	20,387	20,387
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
State Agency Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>48,751</u>	<u>48,751</u> *
General Fund	0	0	0	48,751	48,751
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Statewide Training Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>9,827</u>	<u>9,827</u> *
General Fund	0	0	0	9,827	9,827
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Financial Operations and Reporting Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>226,599</u>	<u>226,599</u> *
General Fund	0	0	0	226,599	226,599
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Procurement and Contract Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>140,336</u>	<u>140,336</u> *
General Fund	0	0	0	140,336	140,336
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Indirect Cost Assessment	<u>0</u>	<u>1,679</u>	<u>1,541</u>	<u>6,317</u>	<u>6,317</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	1,679	1,541	6,317	6,317
Federal Funds	0	0	0	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
SUBTOTAL - (B) Special Purpose	5,864,987	8,448,494	13,069,647	16,626,693	17,584,100
<i>FTE</i>	<u>0.0</u>	<u>0.0</u>	<u>1.0</u>	<u>0.0</u>	<u>0.0</u>
General Fund	4,908,440	5,957,473	9,083,454	9,560,292	10,125,952
Cash Funds	64,556	1,189,249	2,008,184	3,207,282	3,447,562
Reappropriated Funds	891,991	813,901	773,395	1,358,214	1,307,452
Federal Funds	0	487,871	1,204,614	2,500,905	2,703,134

(C) Colorado Energy Office

Recommendations for appropriations to the Colorado Energy Office can be found in a separate Staff Figure Setting Document and the summary below may contain errors or omissions when compared to the actual Staff recommendations. Once published, the Energy Office Figure Setting document can be found on the Committee's budget documents page: <https://leg.colorado.gov/content/budget/budget-documents>

SUBTOTAL - (C) Colorado Energy Office	48,845,508	44,119,554	44,655,660	44,447,119	44,459,686
<i>FTE</i>	<u>0.0</u>	<u>38.7</u>	<u>39.5</u>	<u>40.5</u>	<u>40.5</u>
General Fund	3,569,923	4,084,451	5,823,764	5,719,148	5,731,715
Cash Funds	36,894,279	26,672,312	33,698,111	33,698,111	33,698,111
Reappropriated Funds	0	37,939	1,089,413	992,709	992,709
Federal Funds	8,381,306	13,324,852	4,044,372	4,037,151	4,037,151

TOTAL - (1) Office of the Governor	59,533,187	58,632,228	64,095,931	68,199,216	69,167,356
<i>FTE</i>	<u>36.5</u>	<u>85.3</u>	<u>89.3</u>	<u>90.4</u>	<u>90.4</u>
General Fund	12,385,493	15,294,922	20,466,660	21,563,554	22,139,947
Cash Funds	37,433,393	28,231,739	36,076,473	37,275,571	37,515,851
Reappropriated Funds	1,332,995	1,292,844	2,303,812	2,822,035	2,771,273
Federal Funds	8,381,306	13,812,723	5,248,986	6,538,056	6,740,285

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
(2) OFFICE OF THE LIEUTENANT GOVERNOR					
Administration	<u>389,774</u>	<u>416,527</u>	<u>426,179</u>	<u>530,694</u>	<u>530,694</u> *
FTE	4.0	4.0	4.0	4.0	4.0
General Fund	389,774	416,527	426,179	530,694	530,694
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Discretionary Fund	<u>0</u>	<u>2,875</u>	<u>2,875</u>	<u>2,875</u>	<u>2,875</u>
General Fund	0	2,875	2,875	2,875	2,875
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Commission of Indian Affairs	<u>241,868</u>	<u>269,291</u>	<u>382,294</u>	<u>525,868</u>	<u>525,868</u> *
FTE	3.0	3.0	3.8	4.0	4.0
General Fund	241,868	268,107	381,110	524,684	524,684
Cash Funds	0	1,184	1,184	1,184	1,184
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Commission on Community Service	<u>200,000</u>	<u>365,000</u>	<u>450,000</u>	<u>467,927</u>	<u>467,927</u>
FTE	0.0	2.0	2.0	2.0	2.0
General Fund	200,000	365,000	450,000	467,927	467,927
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
TOTAL - (2) Office of the Lieutenant Governor	831,642	1,053,693	1,261,348	1,527,364	1,527,364
<i>FTE</i>	<u>7.0</u>	<u>9.0</u>	<u>9.8</u>	<u>10.0</u>	<u>10.0</u>
General Fund	831,642	1,052,509	1,260,164	1,526,180	1,526,180
Cash Funds	0	1,184	1,184	1,184	1,184
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
(3) OFFICE OF STATE PLANNING AND BUDGETING					
Personal Services	<u>2,891,901</u>	<u>3,055,978</u>	<u>3,614,834</u>	<u>4,058,110</u>	<u>4,058,110</u>
FTE	21.4	21.6	31.3	26.9	26.9
General Fund	1,266,176	1,236,741	1,795,597	2,155,240	2,155,240
Cash Funds	0	0	0	0	0
Reappropriated Funds	1,625,725	1,819,237	1,819,237	1,902,870	1,902,870
Federal Funds	0	0	0	0	0
Operating Expenses	<u>61,832</u>	<u>87,424</u>	<u>135,274</u>	<u>109,471</u>	<u>109,471</u> *
General Fund	10,888	10,900	58,750	32,947	32,947
Cash Funds	0	0	0	0	0
Reappropriated Funds	50,944	76,524	76,524	76,524	76,524
Federal Funds	0	0	0	0	0
Economic Forecasting Subscriptions	<u>16,362</u>	<u>16,362</u>	<u>16,362</u>	<u>16,362</u>	<u>16,362</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	16,362	16,362	16,362	16,362	16,362
Federal Funds	0	0	0	0	0
Evidence-based Policymaking Evaluation and Support	<u>569,176</u>	<u>2,798,183</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
General Fund	0	0	0	0	0
Cash Funds	569,176	2,798,183	500,000	500,000	500,000
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
Infrastructure Investment and Jobs Act Match					
Funding	<u>0</u>	<u>0</u>	<u>104,250,000</u>	<u>20,250,000</u>	<u>20,250,000</u>
FTE	0.0	0.0	0.0	4.8	4.8
General Fund	0	0	0	0	0
Cash Funds	0	0	104,250,000	20,250,000	20,250,000
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
TOTAL - (3) Office of State Planning and Budgeting	3,539,271	5,957,947	108,516,470	24,933,943	24,933,943
FTE	<u>21.4</u>	<u>21.6</u>	<u>31.3</u>	<u>31.7</u>	<u>31.7</u>
General Fund	1,277,064	1,247,641	1,854,347	2,188,187	2,188,187
Cash Funds	569,176	2,798,183	104,750,000	20,750,000	20,750,000
Reappropriated Funds	1,693,031	1,912,123	1,912,123	1,995,756	1,995,756
Federal Funds	0	0	0	0	0

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
(4) ECONOMIC DEVELOPMENT PROGRAMS					
Administration	<u>435,203</u>	<u>905,660</u>	<u>1,074,034</u>	<u>1,707,086</u>	<u>1,707,086</u>
FTE	6.0	6.0	6.0	7.1	7.3
General Fund	435,203	905,660	1,074,034	1,707,086	1,707,086
Cash Funds	0	0	0	0	0
Universal High School Scholarship Program	<u>0</u>	<u>0</u>	<u>25,000,000</u>	<u>0</u>	<u>0</u>
FTE	0.0	0.0	1.1	0.2	0.0
Cash Funds	0	0	25,000,000	0	0
Vehicle Lease Payments	<u>16,877</u>	<u>13,279</u>	<u>16,257</u>	<u>17,935</u>	<u>17,935</u>
General Fund	16,877	13,279	16,257	17,935	17,935
Leased Space	<u>344,469</u>	<u>353,756</u>	<u>359,881</u>	<u>366,618</u>	<u>366,618</u>
General Fund	344,469	353,756	359,881	366,618	366,618
Global Business Development	<u>4,538,931</u>	<u>5,120,052</u>	<u>5,120,052</u>	<u>5,379,975</u>	<u>5,350,268</u> *
FTE	25.4	25.4	25.6	27.6	27.5
General Fund	3,888,748	3,996,948	3,996,948	4,256,871	4,227,164
Cash Funds	2,049	573,626	573,626	573,626	573,626
Reappropriated Funds	93,412	175,000	175,000	175,000	175,000
Federal Funds	554,722	374,478	374,478	374,478	374,478
Office of Outdoor Recreation	<u>369,996</u>	<u>370,000</u>	<u>370,000</u>	<u>745,000</u>	<u>370,000</u> *
FTE	3.0	3.0	3.0	5.0	3.0
General Fund	369,996	370,000	370,000	745,000	370,000

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
Leading Edge Program Grants	<u>76,000</u>	<u>151,431</u>	<u>151,431</u>	<u>151,431</u>	<u>151,431</u>
General Fund	76,000	76,000	76,000	76,000	76,000
Cash Funds	0	75,431	75,431	75,431	75,431
Small Business Development Centers	<u>3,113,592</u>	<u>1,378,946</u>	<u>1,378,946</u>	<u>1,853,946</u>	<u>1,853,946</u> *
FTE	4.0	4.0	4.0	4.0	5.0
General Fund	94,144	94,144	94,144	569,144	569,144
Federal Funds	3,019,448	1,284,802	1,284,802	1,284,802	1,284,802
Colorado Office of Film, Television, and Media	<u>1,096,921</u>	<u>9,294,525</u>	<u>987,108</u>	<u>1,269,525</u>	<u>1,269,525</u>
FTE	4.5	4.5	5.8	4.5	4.5
General Fund	533,995	775,000	750,000	750,000	750,000
Cash Funds	562,926	8,519,525	237,108	519,525	519,525
Colorado Promotion - Colorado Welcome Centers	<u>500,000</u>	<u>766,000</u>	<u>766,000</u>	<u>766,000</u>	<u>766,000</u>
FTE	0.0	3.3	3.3	3.3	3.3
General Fund	500,000	250,000	250,000	250,000	250,000
Cash Funds	0	516,000	516,000	516,000	516,000
Colorado Promotion - Other Program Costs	<u>15,735,165</u>	<u>18,429,623</u>	<u>18,449,623</u>	<u>18,449,623</u>	<u>18,449,623</u>
FTE	7.3	4.0	4.0	4.0	4.0
General Fund	12,524,704	3,850,000	3,870,000	3,870,000	3,870,000
Cash Funds	3,210,461	14,579,623	14,579,623	14,579,623	14,579,623
Destination Development Program	<u>1,623,661</u>	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,100,000</u>
General Fund	1,600,000	500,000	500,000	500,000	500,000
Cash Funds	23,661	600,000	600,000	600,000	600,000

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
Economic Development Commission - General					
Economic Incentives and Marketing	<u>7,103,018</u>	<u>12,120,249</u>	<u>5,999,420</u>	<u>6,098,175</u>	<u>6,098,175</u> *
FTE	5.8	6.5	7.6	7.3	7.3
General Fund	5,071,509	5,756,372	5,635,543	5,734,298	5,734,298
Cash Funds	291,677	363,877	363,877	363,877	363,877
Reappropriated Funds	1,739,832	6,000,000	0	0	0
Colorado First Customized Job Training	<u>4,500,000</u>	<u>4,500,000</u>	<u>4,500,000</u>	<u>4,500,000</u>	<u>4,500,000</u>
General Fund	4,500,000	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>13,500</u>
FTE	2.0	2.0	2.0	2.0	0.3
Reappropriated Funds	85,291	85,291	85,291	85,291	13,500
Council on Creative Industries	<u>21,476,649</u>	<u>14,788,734</u>	<u>2,788,734</u>	<u>5,828,734</u>	<u>5,828,734</u> *
FTE	3.0	3.0	3.0	4.0	4.0
General Fund	2,022,909	0	0	2,500,000	2,500,000
Cash Funds	12,900,208	14,023,000	2,023,000	2,563,000	2,563,000
Reappropriated Funds	4,968,412	0	0	0	0
Federal Funds	1,585,120	765,734	765,734	765,734	765,734
Advanced Industries	<u>17,826,337</u>	<u>15,452,210</u>	<u>15,542,210</u>	<u>15,362,210</u>	<u>15,362,210</u>
FTE	2.6	3.4	3.4	3.4	3.4
General Fund	395,456	90,000	180,000	0	0
Cash Funds	11,737,822	15,362,210	15,362,210	15,362,210	15,362,210
Reappropriated Funds	5,693,059	0	0	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
Rural Jump Start	<u>3,153,094</u>	<u>40,491</u>	<u>40,491</u>	<u>40,491</u>	<u>40,491</u>
FTE	1.0	0.5	0.5	0.5	0.5
General Fund	3,000,272	40,491	40,491	40,491	40,491
Reappropriated Funds	152,822	0	0	0	0
Rural Opportunity Office	<u>0</u>	<u>0</u>	<u>299,193</u>	<u>551,384</u>	<u>551,384</u> *
FTE	0.0	0.0	3.0	4.0	4.0
General Fund	0	0	299,193	398,384	398,384
Reappropriated Funds	0	0	0	153,000	153,000
Indirect Cost Assessment	<u>533,688</u>	<u>180,475</u>	<u>376,569</u>	<u>237,052</u>	<u>237,052</u>
General Fund	533,688	64,988	0	0	0
Cash Funds	0	115,487	376,569	237,052	237,052
Small business accelerated growth program	<u>183,122</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	183,122	0	0	0	0
TOTAL - (4) Economic Development Programs	82,712,014	85,050,722	84,405,240	64,510,476	64,033,978
FTE	<u>64.6</u>	<u>65.6</u>	<u>72.3</u>	<u>76.9</u>	<u>74.1</u>
General Fund	36,091,092	21,636,638	22,012,491	26,281,827	25,877,120
Cash Funds	28,728,804	54,728,779	59,707,444	35,390,344	35,390,344
Reappropriated Funds	12,732,828	6,260,291	260,291	413,291	341,500
Federal Funds	5,159,290	2,425,014	2,425,014	2,425,014	2,425,014

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
(5) OFFICE OF INFORMATION TECHNOLOGY					
(A) OIT Central Administration					
Central Administration	<u>13,898,385</u>	<u>14,925,729</u>	<u>22,146,838</u>	<u>12,773,348</u>	<u>18,982,710</u> *
FTE	108.5	108.6	131.5	127.5	127.5
General Fund	2,124,339	1,796,071	2,009,643	2,038,346	2,038,346
Cash Funds	0	1,000,000	2,500,000	2,500,000	2,500,000
Reappropriated Funds	11,774,046	12,129,658	17,637,195	8,235,002	14,444,364
Federal Funds	0	0	0	0	0
Health, Life, and Dental	<u>11,715,916</u>	<u>11,730,508</u>	<u>14,384,831</u>	<u>16,052,633</u>	<u>16,032,332</u> *
General Fund	117,929	120,973	180,046	274,893	254,592
Cash Funds	0	0	25,822	35,830	35,830
Reappropriated Funds	11,597,987	11,609,535	14,063,769	15,741,910	15,741,910
Federal Funds	0	0	115,194	0	0
Short-term Disability	<u>139,589</u>	<u>142,425</u>	<u>150,530</u>	<u>177,381</u>	<u>177,086</u> *
General Fund	1,306	2,018	824	3,194	2,899
Cash Funds	0	0	316	318	318
Reappropriated Funds	138,283	140,407	147,703	173,869	173,869
Federal Funds	0	0	1,687	0	0
S.B. 04-257 Amortization Equalization Disbursement	<u>4,371,452</u>	<u>4,502,383</u>	<u>5,055,748</u>	<u>5,912,070</u>	<u>0</u> *
General Fund	40,957	64,333	58,127	105,837	0
Cash Funds	0	0	10,675	10,592	0
Reappropriated Funds	4,330,495	4,438,050	4,930,600	5,795,641	0
Federal Funds	0	0	56,346	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
S.B. 06-235 Supplemental Amortization Equalization					
Disbursement	<u>4,371,452</u>	<u>4,502,383</u>	<u>5,055,748</u>	<u>5,912,070</u>	<u>0</u> *
General Fund	40,957	64,333	58,127	105,837	0
Cash Funds	0	0	10,675	10,592	0
Reappropriated Funds	4,330,495	4,438,050	4,930,600	5,795,641	0
Federal Funds	0	0	56,346	0	0
PERA AED and SAED	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>11,805,997</u>
General Fund	0	0	0	0	211,349
Cash Funds	0	0	0	0	21,151
Reappropriated Funds	0	0	0	0	11,573,497
Federal Funds	0	0	0	0	0
PERA Direct Distribution	<u>2,414,143</u>	<u>2,058,976</u>	<u>341,534</u>	<u>2,334,869</u>	<u>2,317,240</u>
General Fund	286,922	0	3,388	38,221	37,932
Cash Funds	0	0	719	4,190	4,158
Reappropriated Funds	2,127,221	2,058,976	320,064	2,292,458	2,275,150
Federal Funds	0	0	17,363	0	0
Salary Survey	<u>2,863,811</u>	<u>2,970,298</u>	<u>5,297,692</u>	<u>8,965,394</u>	<u>7,887,703</u>
General Fund	26,794	55,402	71,758	154,735	136,135
Cash Funds	0	0	7,007	15,524	13,658
Reappropriated Funds	2,837,017	2,914,896	5,158,291	8,795,135	7,737,910
Federal Funds	0	0	60,636	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
Step Pay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,509,394</u>
General Fund	0	0	0	0	77,828
Cash Funds	0	0	0	0	7,808
Reappropriated Funds	0	0	0	0	4,423,758
Federal Funds	0	0	0	0	0
 Paid Family and Medical Leave Insurance Program	 <u>0</u>	 <u>0</u>	 <u>0</u>	 <u>532,087</u>	 <u>531,258</u> *
General Fund	0	0	0	9,526	8,697
Cash Funds	0	0	0	953	953
Reappropriated Funds	0	0	0	521,608	521,608
Federal Funds	0	0	0	0	0
 Shift Differential	 <u>0</u>	 <u>116,395</u>	 <u>86,022</u>	 <u>25,463</u>	 <u>22,529</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	116,395	86,022	25,463	22,529
Federal Funds	0	0	0	0	0
 Workers' Compensation	 <u>183,191</u>	 <u>159,631</u>	 <u>144,384</u>	 <u>186,882</u>	 <u>181,251</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	183,191	159,631	144,384	186,882	181,251
Federal Funds	0	0	0	0	0
 Legal Services	 <u>194,028</u>	 <u>358,016</u>	 <u>429,630</u>	 <u>759,645</u>	 <u>759,645</u>
General Fund	0	0	1,692	15,570	15,570
Cash Funds	0	0	0	0	0
Reappropriated Funds	194,028	358,016	427,938	744,075	744,075
Federal Funds	0	0	0	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
Payment to Risk Management and Property Funds	<u>1,355,567</u>	<u>1,875,412</u>	<u>1,495,758</u>	<u>687,468</u>	<u>996,471</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	1,355,567	1,875,412	1,495,758	687,468	996,471
Federal Funds	0	0	0	0	0
Leased Space	<u>2,682,087</u>	<u>2,698,010</u>	<u>474,197</u>	<u>474,197</u>	<u>474,197</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	2,682,087	2,698,010	474,197	474,197	474,197
Federal Funds	0	0	0	0	0
Capitol Complex Leased Space	<u>283,420</u>	<u>333,422</u>	<u>882,804</u>	<u>764,007</u>	<u>587,561</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	283,420	333,422	882,804	764,007	587,561
Federal Funds	0	0	0	0	0
CORE Operations	<u>285,257</u>	<u>338,194</u>	<u>300,708</u>	<u>110,669</u>	<u>81,643</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	285,257	338,194	300,708	110,669	81,643
Federal Funds	0	0	0	0	0
Statewide Administrative Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>123,973</u>	<u>123,973</u> *
Reappropriated Funds	0	0	0	123,973	123,973

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
Office of the State Architect	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,043</u>	<u>1,043</u> *
Reappropriated Funds	0	0	0	1,043	1,043
State Agency Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>175,798</u>	<u>175,798</u> *
Reappropriated Funds	0	0	0	175,798	175,798
Statewide Training Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>35,436</u>	<u>35,436</u> *
Reappropriated Funds	0	0	0	35,436	35,436
Labor Relations Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>111,540</u>	<u>111,540</u> *
Reappropriated Funds	0	0	0	111,540	111,540
Financial Operations and Reporting Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>91,248</u>	<u>91,248</u> *
Reappropriated Funds	0	0	0	91,248	91,248
Procurement and Contract Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>56,511</u>	<u>56,511</u> *
Reappropriated Funds	0	0	0	56,511	56,511
Indirect Cost Assessment	<u>858,219</u>	<u>946,574</u>	<u>1,219,945</u>	<u>1,668,659</u>	<u>1,668,659</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	858,219	946,574	1,219,945	1,668,659	1,668,659
Federal Funds	0	0	0	0	0
Vehicle Lease Payments	<u>121,910</u>	<u>134,774</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	121,910	134,774	0	0	0
Federal Funds	0	0	0	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
Payments to OIT	0	9,254,349	0	0	0
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	9,254,349	0	0	0
Federal Funds	0	0	0	0	0
SUBTOTAL - (A) OIT Central Administration	45,738,427	57,047,479	57,466,369	57,932,391	67,611,225
FTE	108.5	108.6	131.5	127.5	127.5
General Fund	2,639,204	2,103,130	2,383,605	2,746,159	2,783,348
Cash Funds	0	1,000,000	2,555,214	2,577,999	2,583,876
Reappropriated Funds	43,099,223	53,944,349	52,219,978	52,608,233	62,244,001
Federal Funds	0	0	307,572	0	0
(B) Enterprise Solutions					
Enterprise Solutions	111,407,173	134,318,833	211,366,412	212,537,840	212,526,317 *
FTE	0.0	543.9	561.6	565.2	565.2
General Fund	1,580,240	1,963,551	1,819,144	2,093,759	2,082,236
Cash Funds	612,012	667,844	712,609	719,616	719,616
Reappropriated Funds	109,196,476	131,687,438	208,834,659	209,724,465	209,724,465
Federal Funds	18,445	0	0	0	0
SUBTOTAL - (B) Enterprise Solutions	111,407,173	134,318,833	211,366,412	212,537,840	212,526,317
FTE	0.0	543.9	561.6	565.2	565.2
General Fund	1,580,240	1,963,551	1,819,144	2,093,759	2,082,236
Cash Funds	612,012	667,844	712,609	719,616	719,616
Reappropriated Funds	109,196,476	131,687,438	208,834,659	209,724,465	209,724,465
Federal Funds	18,445	0	0	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
--	----------------------	----------------------	-----------------------------	-----------------------	------------------------------

(C) Information Security

Information Security	<u>14,171,176</u>	<u>14,643,830</u>	<u>24,850,364</u>	<u>26,126,046</u>	<u>26,126,046</u>
FTE	52.5	53.7	66.0	77.0	77.0
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	14,171,176	14,643,830	24,850,364	26,126,046	26,126,046
Federal Funds	0	0	0	0	0
SUBTOTAL - (C) Information Security	14,171,176	14,643,830	24,850,364	26,126,046	26,126,046
FTE	<u>52.5</u>	<u>53.7</u>	<u>66.0</u>	<u>77.0</u>	<u>77.0</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	14,171,176	14,643,830	24,850,364	26,126,046	26,126,046
Federal Funds	0	0	0	0	0

(D) Applications

Colorado Benefits Management System	<u>62,540,162</u>	<u>66,436,269</u>	<u>21,866,546</u>	<u>21,866,546</u>	<u>21,866,546</u> *
FTE	38.2	59.5	0.0	0.0	0.0
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	62,540,162	66,436,269	21,861,973	21,861,973	21,861,973
Federal Funds	0	0	4,573	4,573	4,573

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
SUBTOTAL - (D) Applications	62,540,162	66,436,269	21,866,546	21,866,546	21,866,546
<i>FTE</i>	<u>38.2</u>	<u>59.5</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	62,540,162	66,436,269	21,861,973	21,861,973	21,861,973
Federal Funds	0	0	4,573	4,573	4,573

(E) End User Services

Customer Service and Support	<u>25,964,677</u>	<u>28,260,954</u>	<u>32,140,454</u>	<u>30,520,995</u>	<u>33,579,338</u> *
<i>FTE</i>	<u>252.1</u>	<u>284.0</u>	<u>307.0</u>	<u>307.0</u>	<u>307.0</u>
General Fund	272,309	302,158	310,504	317,680	317,680
Cash Funds	0	0	0	0	0
Reappropriated Funds	25,692,368	27,958,796	31,829,950	30,203,315	33,261,658
Federal Funds	0	0	0	0	0
SUBTOTAL - (E) End User Services	25,964,677	28,260,954	32,140,454	30,520,995	33,579,338
<i>FTE</i>	<u>252.1</u>	<u>284.0</u>	<u>307.0</u>	<u>307.0</u>	<u>307.0</u>
General Fund	272,309	302,158	310,504	317,680	317,680
Cash Funds	0	0	0	0	0
Reappropriated Funds	25,692,368	27,958,796	31,829,950	30,203,315	33,261,658
Federal Funds	0	0	0	0	0

* Indicates this line item is impacted by a current year decision item.

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
(F) Public Safety Network					
Network Administration	<u>9,542,456</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	43.5	0.0	0.0	0.0	0.0
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	9,542,456	0	0	0	0
Federal Funds	0	0	0	0	0
Public Safety Network	<u>0</u>	<u>21,072,754</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	0.0	54.0	0.0	0.0	0.0
General Fund	0	7,200,000	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	13,751,754	0	0	0
Federal Funds	0	121,000	0	0	0
SUBTOTAL - (F) Public Safety Network	9,542,456	21,072,754	0	0	0
FTE	<u>43.5</u>	<u>54.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
General Fund	0	7,200,000	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	9,542,456	13,751,754	0	0	0
Federal Funds	0	121,000	0	0	0
TOTAL - (5) Office of Information Technology	269,364,071	321,780,119	347,690,145	348,983,818	361,709,472
FTE	<u>494.8</u>	<u>1,103.7</u>	<u>1,066.1</u>	<u>1,076.7</u>	<u>1,076.7</u>
General Fund	4,491,753	11,568,839	4,513,253	5,157,598	5,183,264
Cash Funds	612,012	1,667,844	3,267,823	3,297,615	3,303,492
Reappropriated Funds	264,241,861	308,422,436	339,596,924	340,524,032	353,218,143
Federal Funds	18,445	121,000	312,145	4,573	4,573

JBC Staff Figure Setting - FY 2024-25
Staff Working Document - Does Not Represent Committee Decision

	FY 2021-22 Actual	FY 2022-23 Actual	FY 2023-24 Appropriation	FY 2024-25 Request	FY 2024-25 Recommendation
TOTAL - Governor - Lieutenant Governor - State					
Planning and Budgeting	415,980,185	472,474,709	605,969,134	508,154,817	521,372,113
<i>FTE</i>	<u>624.3</u>	<u>1,285.2</u>	<u>1,268.8</u>	<u>1,285.7</u>	<u>1,282.9</u>
General Fund	55,077,044	50,800,549	50,106,915	56,717,346	56,914,698
Cash Funds	67,343,385	87,427,729	203,802,924	96,714,714	96,960,871
Reappropriated Funds	280,000,715	317,887,694	344,073,150	345,755,114	358,326,672
Federal Funds	13,559,041	16,358,737	7,986,145	8,967,643	9,169,872

MEMORANDUM



JOINT BUDGET COMMITTEE

TO Members of the Joint Budget Committee
FROM Scott Thompson, JBC Staff (303-866-4957)
DATE Monday, March 4, 2024
SUBJECT Staff recommendation to Approve for Draft a Bill to Address
Statewide IT Lifecycle Management

The deadline to submit for printing JBC Staff figure setting document for the Office of the Governor arrived prior to Staff being able to incorporate into the final document a recommendation related to the bill that Joint Budget Committee has asked staff to work with JTC staff and agency staff to draft a potential bill. Because this bill does not have a direct impact on the Long Bill for FY 2025-26, the bill does not need to be run concurrently with the Long Bill. Due to the complicated and technical subject matter, JBC Staff recommends the Committee request a draft for this legislation. The draft should include recommendations made by the Office of Information Technology and presented to the JBC after the Long Bill. This could be presented solely to the JBC until it approves of the draft, and then shared with the JTC. Alternatively, the JBC could invite the JTC to the meeting to review the initiation draft.

Therefore, JBC Staff is seeking two actions today: a motion from the Committee for Staff Recommendation to send this bill concept to draft and direction on how the Committee would like to review the future draft considering the desire that it be run as a Joint Joint Budget Committee Joint Technology Committee bill.

Sustainable Funding for Technology Lifecycle OIT and OSPB Memo

Background: The Joint Budget Committee (JBC) would like to open a dialog with the Joint Technology Committee (JTC) concerning the development of a comprehensive statewide IT capital and operating plan. The JBC seeks to introduce legislation jointly sponsored with the JTC to create this plan with a goal of reducing or mitigating the creation of future technology debt (“tech debt”) and providing a framework for the state to standardize the schedule on which IT hardware, software, and other IT products and services are refreshed, renewed, redeveloped, or otherwise kept current. The plan should also account for the state’s current level of tech debt.

Problem: A common understanding of tech debt is needed; legislators have not seen a standard definition of tech debt from OIT and need to better understand the overall framework and strategy for mitigating tech debt (existing and new).

What is tech debt?

We use “tech debt” as shorthand for the work needed to bring our system into a state of general good repair (including replacing code, addressing security risks, moving off of outdated hardware, etc.). Generally, tech debt is characterized by one or more of the following risks or costs:

1. Information security risk, in which the continued operation of the technology is non-compliant with modern, generally acceptable standards (e.g. continuing to operate technology after the vendor’s publicly documented end-of-life notification).
2. Infrastructure risk, in which the technology stack is unsustainable based on hardware (e.g. replacement parts are no longer available), software (e.g. developers with the required skill set are no longer available, or foundation (e.g. the data center housing the technology is susceptible to social unrest, weather, etc.).
3. Operating cost, in which running costs no longer align with typical benchmarks for a given piece of software. Note that the opposite - no charge - may also be an indicator of tech debt in that the vendor is no longer charging for the use of the technology and the agencies may fall into the trap of continuing to operate deprecated technology past its maintained life.

Sustainable Funding for Technology Lifecycle OIT and OSPB Memo

4. Productivity cost, in which the technology users are unable to produce operational output on par with generally accepted standards (e.g. payroll cost per employee is twice the national standard).
5. Talent depreciation, in which employees sustaining outdated technology lose or no longer have skill sets to remain competitive on the open market.

The symptoms help define tech debt, but they do not represent the monetized value of tech debt. Tech debt is monetized as the cost to remediate the technology to the point where none of these symptoms are present and the resulting technology is sustainable for the foreseeable future (i.e. it will not revert to tech debt by exhibiting one or more of these symptoms). For example, a payroll system categorized as tech debt because it exhibits several symptoms above would cost \$X to implement and operate new technology that is licensed and maintained until the point when it is proactively replaced prior to becoming tech debt. This cost to implement and operate the technology is referred to as the Total Cost of Ownership (or “TCO”). Taken collectively over the entire technology portfolio, this approach is known as Technology Lifecycle Management.

How has technology debt been funded in the past?

To help begin addressing the tech debt symptoms described above, OSPB, JBC, and JTC supported OIT in securing \$53.3M in IT capital funding to support our phase I of Modernizing Aging IT Systems effort starting in FY 2022-23 and an additional \$15.1M in IT capital funding to support our phase II of Modernizing Aging IT Systems effort starting in FY 2023-24.

The \$53.3M funding for our phase I tech debt remediation efforts successfully supported the decommissioning of the mainframe, moving the state from a leased data center (eFORT) to a state-owned data center and cloud environment, and replacing hundreds of outdated and unsupported servers.

The \$15.1M funding for phase II continues to support the remaining remediation efforts from phase I in addition to supporting our much needed Enterprise Identity Services and ServiceHub phase III upgrades to help advance the state’s digital government services.

OIT is currently requesting \$15M in IT capital funding starting in FY 2024-25 to support our phase III of Modernizing Aging IT Systems effort which includes: security audit findings

Sustainable Funding for Technology Lifecycle OIT and OSPB Memo

remediation efforts, remaining support for the Enterprise Identity Services upgrade, and agency network equipment remediation needs.

Recommendation: OIT & OSPB recommend that the Committee consider sponsoring a bill to:

1. Use statute to support OIT in defining technology debt through the rulemaking process.
2. Establish a fund to recover annual depreciation-lease equivalent (ADLE) payments for all new IT systems and assets.

Consideration of Options: Defining technology debt within rule will ensure there is consistent application of the term. The proposed definition for tech debt is an IT system or IT asset characterized by one or more of the following symptoms: information security risk, infrastructure risk, exorbitant operating costs, increased productivity cost, and talent depreciation.

OIT recommends establishing a stable, predictable, and consistent funding mechanism for addressing technology debt as part of the technology lifecycle management of new IT systems. The recommended model would be similar to the controlled maintenance fund established for physical assets. OIT recommends that the IT maintenance fund be based on ADLE payments. Additional analysis on the status and monetized value of existing tech debt is needed before OIT can confidently recommend a funding model for existing tech debt that is substantially different from approaches used in the past.

Technology lifecycle management is as much governance as it is funding. Understanding and documenting how IT systems and/or assets align with enterprise architecture before it is procured is foundational to effective use of technology lifecycle management funds. OIT will use rulemaking, policies, and procedures to require that an enterprise architecture assessment accompanies all substantial information technology projects in the near future. The enterprise architecture assessment will ensure the business, data, application, technology, and security architecture domains are assessed and documented. This documentation provides an accountability mechanism for both the users and providers of IT solutions. It also improves the State's ability to monetize the value of tech debt and the state's overall IT strategy.

Sustainable Funding for Technology Lifecycle OIT and OSPB Memo

A discovery effort to evaluate and plan for the remediation of technology debt for existing assets complements the state's previous technology debt investments. The goal of the discovery effort would be threefold.

- First, to identify technology debt in accordance with the proposed rule definition.
- Second, to calculate the cost to modernize the IT system or asset.
- Third, to estimate the business process re-engineering gap that exists to ensure future user experience of state systems is more efficient.

These data points will allow OIT to present the JBC/JTC with recommendations that clearly demonstrate the tradeoffs in different levels of investment. It will also help in creating the rules, policies, and procedures to support a healthy IT environment. OIT is assessing its and the state agencies capacity to complete this discovery effort using existing resources.

Other Options: Continuing the current funding model is always an option. Currently, OIT's agency customers are responsible for planning and allocating or requesting funds to refresh and replace legacy or out-of-compliance IT systems or assets. There are also currently some funds to cover small or one-time needs, but these only scratch the surface of the underlying need. OIT is accountable for keeping the state secure and up-to-date but is challenged in doing this without 1) a significant reduction in technology debt and 2) a significant restructure of the way the state plans and budgets for end of life technology. For fiscal years FY 2021-2022 to FY 2024-2025, OIT has submitted a prioritized list of technology debt projects to be funded. Significant progress has been made in reducing technology debt using these funds, but this model still creates silos between agencies and OIT, reducing the overall effectiveness of the state's investment in information technology.

The Federal model is guided by the Modernizing Government Technology Act of 2017 (H.R. 2227) which established an information technology system modernization and working capital fund to:

- improve, retire, or replace existing information technology systems to enhance cybersecurity and to improve efficiency and effectiveness;
- transition legacy information technology systems to cloud computing and other innovative platforms and technologies;

**Sustainable Funding for Technology Lifecycle
OIT and OSPB Memo**

- assist and support efforts to provide adequate, risk-based, and cost-effective information technology capabilities that address evolving threats to information security; and

The fund received discretionary appropriations from the legislature, but also made the following allocations:

1. Allowed agencies to transfer funds from any funds for the operation and maintenance of legacy information technology systems into the fund.
2. Credited with all reimbursements, advances, or refunds or recoveries relating to information technology or services provided through the Fund.
 - a. IT solutions were developed using the fund and then agencies purchased the solutions from the fund. The CIO set the prices and agencies had up to five years to pay for their purchases.

While the federal approach is worth exploring, it does not offer consistent and predictable funding needed to consistently achieve positive IT outcomes.