

**COLORADO GENERAL ASSEMBLY  
JOINT BUDGET COMMITTEE**



**SUPPLEMENTAL REQUESTS FOR FY 2015-16**

**DEPARTMENT OF THE TREASURY**

**JBC Working Document - Subject to Change  
Staff Recommendation Does Not Represent Committee Decision**

**Prepared By:  
Robin J. Smart, JBC Staff  
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For Further Information Contact:

Joint Budget Committee Staff  
200 E. 14th Avenue, 3rd Floor  
Denver, Colorado 80203  
Telephone: (303) 866-2061  
TDD: (303) 866-3472

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## DEPARTMENT OF THE TREASURY

### Department Overview

The Department of the Treasury is responsible for the following duties: (1) acts as the state's banker and investment officer, providing investment, accounting, and cash management services and preparing related reports; (2) administers the Unclaimed Property Program and transfers moneys from the Unclaimed Property Trust Fund to the Adult Dental Fund; (3) disburses Senior Citizen and Disabled Veteran Property Tax Exemption payments to local governments; (4) provides short-term interest-free financing to school districts by issuing tax and revenue anticipation notes and making loans from the General Fund; (5) assists charter schools with long-term financing by making direct bond payments; (6) distributes Highway Users Tax Fund (HUTF) revenues to counties and municipalities; (7) distributes federal "mineral leasing funds" received for the state's share of sales, bonuses, royalties, and rentals of public lands within Colorado; (8) manages certain state public financing transactions; and (9) provides property tax reimbursements to counties for property destroyed by a natural cause. The Department's FY 2015-16 appropriation represents 1.8 percent of statewide operating appropriations and 1.4 percent of statewide General Fund appropriations.

### Summary: FY 2015-16 Appropriation and Recommendation

Department of the Treasury: Recommended Changes for FY 2015-16						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
<b>FY 2015-16 Appropriation</b>						
15-16 LB	<u>\$481,677,345</u>	<u>\$135,066,583</u>	<u>\$346,610,762</u>	<u>\$0</u>	<u>\$0</u>	<u>31.9</u>
<b>Current FY 2015-16 Appropriation</b>	<b>\$481,677,345</b>	<b>\$135,066,583</b>	<b>\$346,610,762</b>	<b>\$0</b>	<b>\$0</b>	<b>31.9</b>
<b>Recommended Changes</b>						
Current FY 2015-16 Appropriation	\$481,677,345	135,066,583	\$346,610,762	\$0	\$0	31.9
S1 Investment tools - BondEdge	(28,917)	(28,917)	0	0	0	0.0
<b>Recommended FY 2015-16 Appropriation</b>	<b>\$481,648,428</b>	<b>\$135,037,666</b>	<b>\$346,610,762</b>	<b>\$0</b>	<b>\$0</b>	<b>31.9</b>
<b>Recommended Increase/(Decrease)</b>	(\$28,917)	(\$28,917)	\$0	\$0	\$0	0.0
Percentage Change	(0.0%)	(0.0%)	0.0%	0.0%	0.0%	0.0%
<b>FY 2015-16 Executive Request</b>						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

**Request/Recommendation Descriptions**

**S1 Investment tools – BondEdge:** The request includes a decrease of \$28,917 General Fund to replace BondEdge with a more efficient and cost effective system and to provide training for transitioning investment staff.

**Prioritized Supplemental Requests**

**SUPPLEMENTAL REQUEST, DEPARTMENT PRIORITY #1  
INVESTMENT TOOLS - BONDEDGE**

	Request	Recommendation
<b>Total</b>	<b><u>(\$28,917)</u></b>	<b><u>(\$28,917)</u></b>
FTE	0.0	0.0
General Fund	(\$28,917)	(\$28,917)

<b>Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria?</b> [An emergency or act of God; a technical error in calculating the original appropriation; data that was not available when the original appropriation was made; or an unforeseen contingency.]	<b>YES</b>
JBC staff and the Department agree that this request is the result of data that was not available when the original appropriation was made.	

**Department Request:** The Department requests a decrease of \$28,917 General Fund for FY 2015-16 to replace BondEdge with a more efficient and cost effective system and to provide training for transitioning investment staff.

**Staff Recommendation:** Staff recommends that the Committee approve this request.

**Staff Analysis:** The supplemental budget request reduces General Fund by \$28,917. As a result of enhancements made to the Bloomberg fixed income trading platform, this product now provides investment officers with a more effective and efficient tool through which to execute trades on behalf of the State of Colorado. Because this securities market information and trading system, FIT, is part of the Bloomberg instrument, the Department’s investment officers can access it at no additional charge. The Department is able to cancel the subscription to the BondEdge management tool and save \$34,917 General Fund in FY 2015-16. This change in software combined with investment officer retirements results in the need for training for the Department’s new staff. The Department reports that this training will cost \$6,000 in FY 2015-16. This supplemental request is made in conjunction with the Department’s FY 2016-17 R3 budget request.

**JBC Staff Supplemental Recommendations - FY 2015-16**  
**Staff Working Document - Does Not Represent Committee Decision**

**Appendix A: Number Pages**

	<b>FY 2014-15 Actual</b>	<b>FY 2015-16 Appropriation</b>	<b>FY 2015-16 Requested Change</b>	<b>FY 2015-16 Rec'd Change</b>	<b>FY 2015-16 Total w/Rec'd Change</b>
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**DEPARTMENT OF THE TREASURY**  
**Walker Stapleton, State Treasurer**

**S1 Investment tools - BondEdge**

**(1) ADMINISTRATION**

Operating Expenses	<u>174,364</u>	<u>184,734</u>	<u>(28,917)</u>	<u>(28,917)</u>	<u>155,817</u>
General Fund	174,364	184,734	(28,917)	(28,917)	155,817
Cash Funds	0	0	0	0	0

<b>Total for S1 Investment tools - BondEdge</b>	174,364	184,734	(28,917)	(28,917)	155,817
<i>FTE</i>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
General Fund	174,364	184,734	(28,917)	(28,917)	155,817
Cash Funds	0	0	0	0	0

**Totals Excluding Pending Items**

**TREASURY**

<b>TOTALS for ALL Departmental line items</b>	461,277,203	481,677,345	(28,917)	(28,917)	481,648,428
<i>FTE</i>	<u>29.4</u>	<u>31.9</u>	<u>0.0</u>	<u>0.0</u>	<u>31.9</u>
General Fund	120,414,055	135,066,583	(28,917)	(28,917)	135,037,666
Cash Funds	340,863,148	346,610,762	0	0	346,610,762
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0