

MEMORANDUM



JOINT BUDGET COMMITTEE

TO Members of the Joint Budget Committee
FROM Andrea Uhl, JBC Staff (303-866-4956)
DATE March 20, 2022
SUBJECT Capital – Capitol Complex Renovation Cash Funds

OSPB is requesting a cash funds appropriation of \$14,759,883 from the Capitol Complex Renovation Fund created by S.B. 22-239. This money originates as annual lease depreciation equivalent payments that are diverted to the Capitol Complex Renovation Fund to pay for the project pursuant to S.B. 22-239.

OSPB requested \$32.8 million cash funds for this project on its Capital Construction list, with the other \$18.0 million originating from the Indirect Costs Excess Recovery Fund. While the JBC stated that it did not support the use of the Indirect Costs Excess Recovery Fund, there was no discussion on the use of the other \$14.8 million by the JBC or CDC. While the CDC ranked the Capitol Complex Renovation Fund at the bottom of its list, they also previously stated support for S.B. 22-239. Staff believes an appropriation of \$14,759,883 from the Capitol Complex Renovation Fund for the project is consistent with the Legislative Council Staff Fiscal Note for S.B. 22-239 and the General Assembly's intent with creating the annual lease depreciation equivalent payment funding stream to the Capitol Complex Renovation Fund.

Table 2
Transfer and Diversions of Annual Depreciation-Lease Equivalent Payments

	Current Year FY 2021-22¹	Budget Year FY 2022-23	Out Year FY 2023-24²
General Fund	(\$7,526,342)	(\$13,535,287)	(\$15,100,000)
Various Cash Funds	(\$594,972)	(\$1,224,596)	(\$1,400,000)
Capitol Complex Renovation Fund	\$8,121,314	\$14,759,883	\$16,500,000
Net Transfer/Diversion	\$0	\$0	\$0

¹The amounts shown for the current year are transferred on September 1, 2022 from the amount credited on June 30, 2022.

²The out year payments are estimated based on past capital expenditures.