

Second Regular Session
Seventy-fourth General Assembly
STATE OF COLORADO

REREVISED

*This Version Includes All Amendments
Adopted in the Second House*

LLS NO. 24-0988.01 Jacob Baus x2173

HOUSE BILL 24-1207

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House Committees
Appropriations

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A BILL FOR AN ACT

101 **CONCERNING ADJUSTMENTS TO SCHOOL FUNDING FOR THE 2023-24**
102 **BUDGET YEAR, AND, IN CONNECTION THEREWITH, REDUCING AN**
103 **APPROPRIATION.**

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://leg.colorado.gov/>.)

Joint Budget Committee. The general assembly recognizes that the actual funded pupil count and the at-risk pupil count for the 2023-24 budget year are higher than expected when the appropriation amount for the state share of total program funding was established during the 2023 legislative session, resulting in an increase in total program funding for

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
*Capital letters or bold & italic numbers indicate new material to be added to existing law.
Dashes through the words or numbers indicate deletions from existing law.*

SENATE
3rd Reading Unamended
February 15, 2024

SENATE
2nd Reading Unamended
February 14, 2024

HOUSE
3rd Reading Unamended
February 8, 2024

HOUSE
2nd Reading Unamended
February 7, 2024

the 2023-24 budget year.

In addition, local property tax revenue and specific ownership tax revenue are higher than anticipated, resulting in an increase in the local share of total program funding for the 2023-24 budget year.

The bill declares the general assembly's intent to maintain the budget stabilization factor at the amount of the original appropriation for the 2023-24 budget year.

The bill decreases the appropriation for the state share of total program funding by \$23,964,790 in cash funds from the state education fund and adjusts the 2023-24 state fiscal year long bill accordingly.

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. Legislative declaration. (1) The general assembly finds that:

(a) The actual funded pupil count and at-risk pupil count for the 2023-24 budget year are higher than anticipated when the appropriation was established in the 2023 legislative session for total program funding for the 2023-24 budget year. As a result, total program funding, before application of the budget stabilization factor, is \$61,208,977 higher than anticipated when appropriations were established in the 2023 legislative session.

(b) Based on actual local property tax revenue and specific ownership tax revenue available to school districts for the 2023-24 budget year, the local share of total program funding is \$85,173,767 higher than anticipated when appropriations were established in the 2023 legislative session.

(2) Therefore, it is the general assembly's intent to maintain the budget stabilization factor at the dollar amount of the original appropriation from the 2023 legislative session for the 2023-24 budget year, resulting in a decrease of \$23,964,790 to the state share of districts' total program funding, which amount will remain in the state education

1 fund.

2 **SECTION 2.** In Colorado Revised Statutes, 22-54-104, **amend**
3 (5)(g)(I)(N) as follows:

4 **22-54-104. District total program - definitions - repeal.** (5) For
5 purposes of the formulas used in this section:

6 (g) (I) For the 2010-11 budget year through the 2023-24 budget
7 year, the general assembly determines that stabilization of the state budget
8 requires a reduction in the amount of the annual appropriation to fund the
9 state's share of total program funding for all districts and the funding for
10 institute charter schools. The department of education shall implement the
11 reduction in total program funding through the application of a budget
12 stabilization factor as provided in this subsection (5)(g)(I). For the
13 2010-11 budget year through the 2023-24 budget year, the department of
14 education and the staff of the legislative council shall determine, based
15 on budget projections, the amount of such reduction to ensure the
16 following:

17 (N) That, for the 2023-24 budget year, the sum of the total
18 program funding for all districts, including the funding for institute
19 charter schools, after application of the budget stabilization factor, is not
20 less than ~~nine billion one hundred one million six hundred thousand nine~~
21 ~~hundred twenty-two dollars (\$9,101,600,922)~~ NINE BILLION ONE HUNDRED
22 SEVENTY-ONE MILLION EIGHT HUNDRED TWENTY-SEVEN THOUSAND THREE
23 HUNDRED FIFTEEN DOLLARS (\$9,171,827,315); except that the department
24 of education and the staff of the legislative council shall make mid-year
25 revisions to replace projections with actual figures, including but not
26 limited to actual pupil enrollment, assessed valuations, and specific
27 ownership tax revenue from the prior year, to determine any necessary

1 changes in the amount of the reduction to maintain a total program
2 funding amount for the applicable budget year that is consistent with this
3 subsection (5)(g)(I)(N). For the 2024-25 budget year, the difference
4 between calculated statewide total program funding and actual statewide
5 total program funding must not exceed the difference between calculated
6 statewide total program funding and actual statewide total program
7 funding for the 2023-24 budget year.

APPROPRIATION FROM

	ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS
	\$	\$	\$	\$	\$	\$	\$
<p>SECTION 3. Appropriation to the department of education for the fiscal year beginning July 1, 2023. In Session Laws of Colorado 2023, section 2 of chapter 474, (SB 23-214), amend Part IV (3)(A), the affected totals, and footnote 10, as footnote 10 is amended by Session Laws of Colorado 2023, section 28 of chapter 189 (SB 23-287), as follows:</p> <p>Section 2. Appropriation.</p>							
<p>PART IV</p> <p>DEPARTMENT OF EDUCATION</p>							
<p>(3) SCHOOL DISTRICT OPERATIONS</p>							
<p>(A) Public School Finance</p>							
Administration	1,739,953		1,641,761		98,192 ^a		
			(13.4 FTE)		(0.9 FTE)		
Financial Transparency							
System Maintenance	89,172				89,172 ^a		
					(1.0 FTE)		
School Finance Audit							
Payments	3,000,000				3,000,000 ^b		

APPROPRIATION FROM

	ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS
	\$	\$	\$	\$	\$	\$	\$
1	State Share of Districts'						
2	Total Program Funding ^{9, 10}	4,831,538,341	3,057,493,696	1,181,193,165 ^c	592,851,480 ^d		
3		4,807,573,551			568,886,690 ^d		
4	District Per Pupil						
5	Reimbursements for						
6	Juveniles Held in Jail	10,000			10,000 ^e		
7	At-risk Supplemental Aid	4,844,358			4,844,358 ^f		
8	At-risk Per Pupil						
9	Additional Funding	5,000,000			5,000,000 ^f		
10	Contingency Reserve Fund	1,000,000			1,000,000 ^g		
11		<u>4,847,221,824</u>					
12		4,823,257,034					
13							

APPROPRIATION FROM

ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$

^a These amounts shall be from the State Education Fund created in Section 17 (4)(a) of Article IX of the State Constitution. Pursuant to Section 17 (3) of Article IX of the State Constitution, appropriations from the State Education Fund are not subject to the limitation on fiscal year spending set forth in Section 20 of Article X of the State Constitution.

^b This amount shall be from the State Public School Fund created in Section 22-54-114 (1), C.R.S.

^c This amount shall be from the General Fund Exempt Account created in Section 24-77-103.6 (2), C.R.S.

^d Of this amount, ~~\$297,073,616~~ \$273,108,826 shall be from the State Education Fund created in Section 17 (4)(a) of Article IX of the State Constitution and \$295,777,864 shall be from the State Public School Fund created in Section 22-54-114 (1), C.R.S. Pursuant to Section 17 (3) of Article IX of the State Constitution, appropriations from the State Education Fund are not subject to the limitation on fiscal year spending set forth in Section 20 of Article X of the State Constitution. Of the amount appropriated from the State Public School Fund, \$207,013,987 is estimated to be from State Public School Fund reserves, \$55,078,013 is estimated to be from federal mineral leasing revenues transferred to the State Public School Fund pursuant to Sections 22-54-114 (1) and 34-63-102, C.R.S., \$25,038,346 is estimated to be from marijuana sales tax revenues transferred to the State Public School Fund pursuant to Section 39-28.8-203 (1)(b)(I.5)(B), C.R.S., and appropriated pursuant to Section 22-54-139, C.R.S., and \$8,647,518 is estimated to be from interest and income earned on the investment of money in the Public School Fund that is credited to the State Public School Fund pursuant to Section 22-41-102 (3)(f), C.R.S.

^e This amount shall be from the State Education Fund created in Section 17 (4)(a) of Article IX of the State Constitution. Pursuant to Section 17 (3) of Article IX of the State Constitution, appropriations from the State Education Fund are not subject to the limitation on fiscal year spending set forth in Section 20 of Article X of the State Constitution.

^f These amounts shall be from the State Public School Fund created in Section 22-54-114 (1), C.R.S., from interest and income earned on the investment of money in the Public School Fund that is credited to the State Public School Fund pursuant to Section 22-41-102 (3)(g), C.R.S.

APPROPRIATION FROM

	ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS
	\$	\$	\$	\$	\$	\$	\$
1	^g This amount shall be from the Contingency Reserve Fund created in Section 22-54-117 (1)(a), C.R.S.						
2							
3							
4	TOTALS PART IV						
5	(EDUCATION)	\$7,004,038,646	\$3,331,152,019	\$1,181,193,165 ^a	\$1,361,942,038 ^b	\$79,976,873 ^c	\$1,049,774,551 ^d
6		<u>6,980,073,856</u>			<u>1,337,977,248^b</u>		
7							

8 ^a This amount shall be from the General Fund Exempt Account created in Section 24-77-103.6 (2), C.R.S.

9 ^b Of this amount, \$4,527,708 contains an (I) notation.

10 ^c Of this amount, \$43,900,000 contains an (I) notation.

11 ^d This amount contains an (I) notation.

13 **FOOTNOTES** -- The following statements are referenced to the numbered footnotes throughout section 2.

15 10 Department of Education, School District Operations, Public School Finance, State Share of Districts' Total Program Funding -- Pursuant to Section

APPROPRIATION FROM

ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$

1 22-35-108.5 (2)(b)(II), C.R.S., the purpose of this footnote is to specify what portion of this appropriation is intended to be available for the Teacher
2 Recruitment Education and Preparation (TREP) Program for FY 2023-24. It is the General Assembly's intent that the Department of Education be authorized
3 to utilize up to ~~\$2,396,500~~ \$977,980 of this appropriation to fund qualified students designated as TREP Program participants. This amount is calculated based
4 on an estimated ~~250~~ 102 FTE TREP Program participants funded at a rate of ~~\$9,586~~ \$9,588.04 per FTE pursuant to Section 22-54-104 (4.7), C.R.S.

1 **SECTION 4. Safety clause.** The general assembly finds,
2 determines, and declares that this act is necessary for the immediate
3 preservation of the public peace, health, or safety or for appropriations for
4 the support and maintenance of the departments of the state and state
5 institutions.