

JOINT BUDGET COMMITTEE



STAFF BUDGET BRIEFING FY 2022-23

DEPARTMENT OF AGRICULTURE

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

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ADDITIONAL RESOURCES

Brief summaries of all bills that passed during the 2020 and 2021 legislative sessions that had a fiscal impact on this department are available in Appendix A of the annual Appropriations Report: https://leg.colorado.gov/sites/default/files/fy21-22apprept_0.pdf

The online version of the briefing document, which includes the Numbers Pages, may be found by searching the budget documents on the General Assembly's website by visiting leg.colorado.gov/content/budget/budget-documents. Once on the budget documents page, select the name of this department's *Department/Topic*, "Briefing" under *Type*, and ensure that *Start date* and *End date* encompass the date a document was presented to the JBC.

DEPARTMENT OF AGRICULTURE

DEPARTMENT OVERVIEW

The Department of Agriculture has six divisions. A brief description of each division and its associated responsibilities is provided below.

The **COMMISSIONER'S OFFICE AND ADMINISTRATIVE SERVICES DIVISION** provides administrative and technical support for department divisions and programs, including accounting, budgeting, human resources, communications, information technology, and legislative coordination functions.

AGRICULTURAL SERVICES consists of the following program areas:

- ***Animal Industry Division***, i.e. Animal Health Division, provides oversight for the prevention and control of livestock diseases, operation of the Rocky Mountain Regional Animal Health Laboratory, implementation of pest control, licensing and inspection of pet care facilities, and investigations animal of cruelty claims.
- ***Inspection and Consumer Services Division*** (ICS) provides metrology and regulatory laboratory services including content analysis of feeds, fertilizers, groundwater, and pesticides. Additionally, ICS inspects: anhydrous ammonia tanks, eggs, grain warehouses, agricultural commodity handlers and dealers, door-to-door sales companies, custom meat processors, and small and large weighing and measuring devices.
- ***Plant Industry Division*** is responsible for organic certification, nursery stock inspection, produce inspection, certification of plant and seed exports, seed inspection and certification, commercial and private pesticide applicator testing and licensing, and inspection of pesticide product records and labels.
- ***Conservation Services Division*** operates the biological pest control program; the Palisade insectary; noxious weed and weed free forage programs; the groundwater protection program, the chemigation permitting and inspection program; and encourages development of agricultural-based renewable energy projects through grants.

The **AGRICULTURAL MARKETS DIVISION** promotes Colorado's agricultural products and services to domestic and international markets, provides export assistance, and develops value-added business ventures. The Markets Division is also responsible for promoting Colorado's wine industry, administering the Colorado Proud brand, and operating the agricultural products inspection program.

Annually, the **BRAND BOARD** inspects and verifies the ownership of approximately 4 million head of livestock at sale barns, slaughterhouses, and export sites to protect producers and buyers from fraud and theft of livestock. The Brand Board also investigates reported livestock theft, maintains brand records, and licenses livestock sales barns, processing plants, and alternative livestock farms. It will

also serve as a resource to assist in criminal prosecutions against individuals accused of livestock theft. Established in 1865, the Board also maintains records for over 32,000 livestock brands and licenses and inspects livestock markets and certified feed lots.

The **COLORADO STATE FAIR AUTHORITY** is responsible for planning and operating the 11-day state fair held at the end of August and beginning of September, and coordinates special events utilizing its facilities that occur on the fairgrounds throughout the year.

The **CONSERVATION BOARD** provides administrative and financial assistance and competitive grants to the 76 state conservation districts. The Conservation Board also works with districts on noxious weed management, groundwater protection, biological pest control, and erosion prevention projects.

DEPARTMENT BUDGET: RECENT APPROPRIATIONS

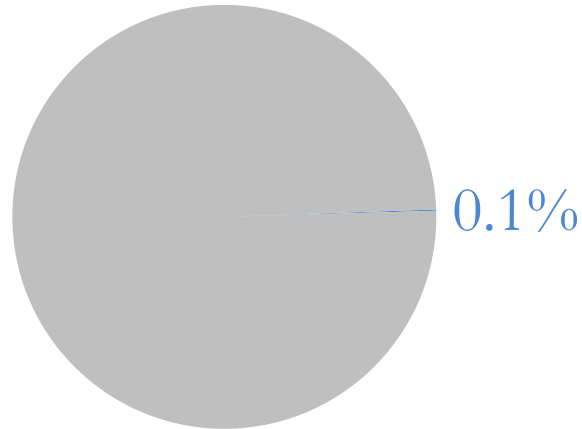
FUNDING SOURCE	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23 *
General Fund	\$12,098,767	\$46,344,162	\$13,402,194	\$14,598,143
Cash Funds	37,231,886	48,944,741	39,854,113	46,943,462
Reappropriated Funds	2,498,418	2,575,576	2,580,863	2,623,496
Federal Funds	3,909,565	3,949,105	3,950,875	3,947,690
TOTAL FUNDS	\$55,738,636	\$101,813,584	\$59,788,045	\$68,112,791
Full Time Equiv. Staff	297.8	299.5	303.0	308.4

*Requested appropriation.

Funding for the Department of Agriculture in FY 2021-22 consists of 22.4 percent General Fund, 66.7 percent cash funds, 4.3 percent reappropriated funds, and 6.6 percent federal funds.

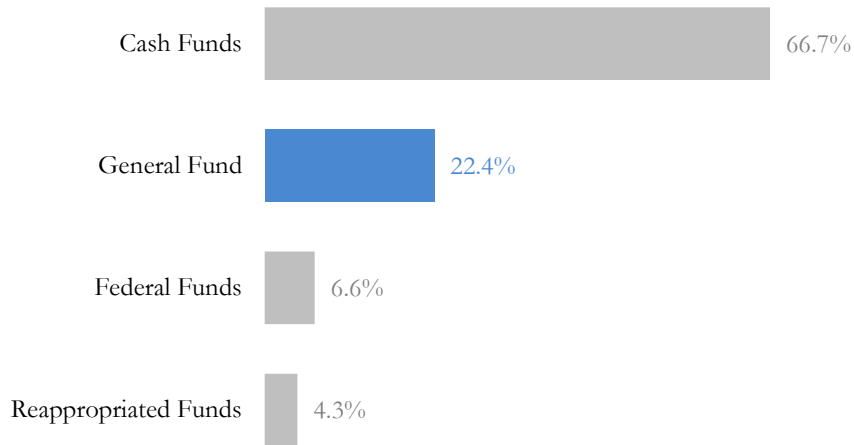
DEPARTMENT BUDGET: GRAPHIC OVERVIEW

Department's Share of Statewide General Fund



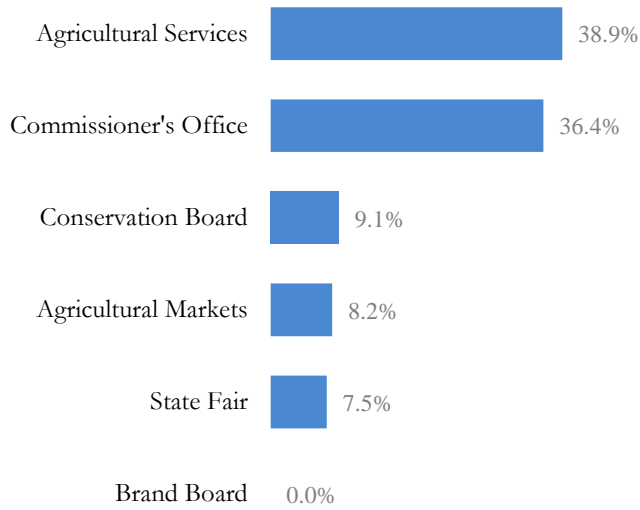
Based on the FY 2021-22 appropriation.

Department Funding Sources



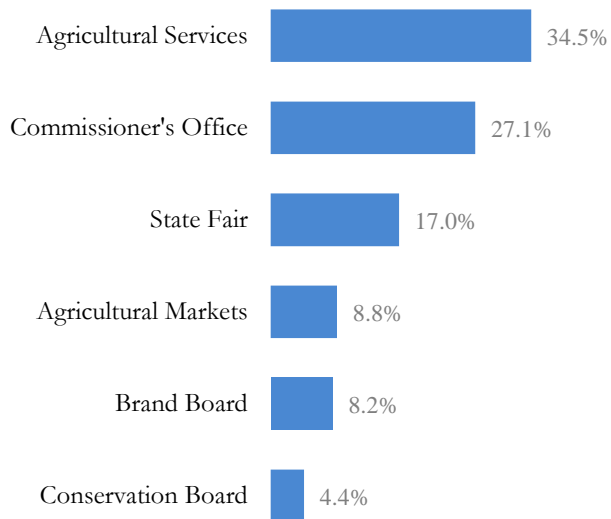
Based on the FY 2021-22 appropriation.

Distribution of General Fund by Division



Based on the FY 2021-22 appropriation.

Distribution of Total Funds by Division



Based on the FY 2021-22 appropriation.

GENERAL FACTORS DRIVING THE BUDGET

Funding for this department for FY 2021-22 consists of 22.4 percent General Fund, 66.7 percent cash funds, 4.3 percent reappropriated funds, and 6.6 percent federal funds.

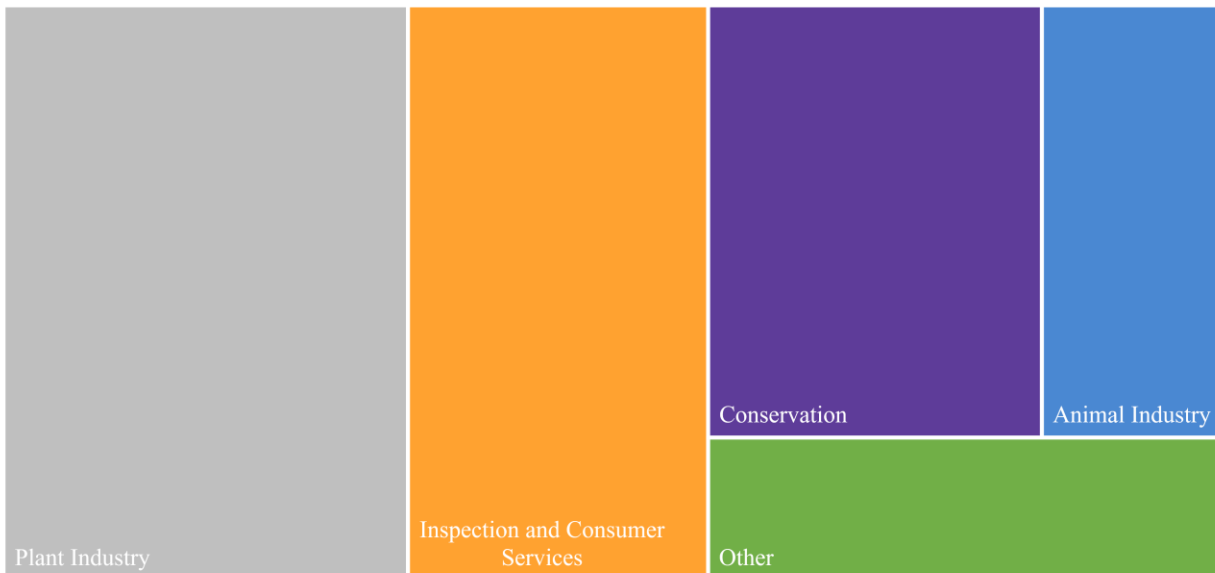
AGRICULTURAL SERVICES DIVISIONS

The Divisions of Animal Industry, Plant Industry, Inspection and Consumer Services, and Conservation Services make up the majority of the agricultural services provided by the Department and make up the bulk of funding to the Agricultural Services Division. Agricultural services accounts for 34.5 percent of the Department's total appropriation in FY 2021-22, including 38.9 percent of the Department's total General Fund appropriation and 30.8 percent the of the Department's total cash fund appropriation. The primary source of funding for the division is cash fund revenue from various license and inspection fees. Each program has dedicated cash funds that provide the Department with the revenue to carry out their various tasks (i.e. the Inspection and Consumer Services Cash Fund provides 40.5 percent of the funding to the Inspection and Consumer Services Division). The following table outlines the Agricultural Services Division's share of the Department's totals from FY 2016-17 through the FY 2022-23 request.

AGRICULTURAL SERVICES DIVISIONS 7-YEAR APPROPRIATIONS HISTORY							
	FY 2016-17 ACTUAL	FY 2017-18 ACTUAL	FY 2018-19 ACTUAL	FY 2019-20 ACTUAL	FY 2020-21 ACTUAL	FY 2021-22 APPROPRIATED	FY 2022-23 REQUESTED
ASDs Total	16,756,472	17,059,678	19,129,418	18,165,530	19,169,667	20,630,163	21,666,571
Department Total	47,353,514	47,209,260	49,787,694	50,914,890	48,815,127	59,788,045	68,112,791
Percent of Department	35.4%	36.1%	38.4%	35.7%	39.3%	34.5%	31.8%

Appropriations are split relatively evenly between the four main programs in the Agricultural Services Division, as illustrated in the treemap below depicting FY 2021-22 appropriated funding.

Agricultural Services Division Total Funds by Program in FY 2021-22.



AGRICULTURE MANAGEMENT FUND

The Agriculture Management Fund (AMF) was created by H.B. 08-1399 (Ag Unclaimed Property Trust Fund Interest), which authorized the transfer of the interest earned on the Unclaimed Property Tourism Promotion Trust Fund. At the Commissioner’s discretion, the AMF supports projects and programs in various divisions. In the FY 2022-23 request AMF expenditures are expected to be directed to three main Long Bill activities: Centrally appropriated line items within the Commissioner’s Office (\$612,804), The Agriculture Workforce Development Program (\$150,000), and matching grants to conservation districts (\$100,000). All other appropriations from the fund are made at the discretion of the Commissioner through the Agriculture Management Fund line item (\$2,048,914). The AMF is not subject to the excess uncommitted fee reserve balance because its revenue is not fee based. Interest transfers from the Unclaimed Property Tourism Promotion Trust Fund began in FY 2008-09 and are divided between the following funds:

- 65.0 percent to the Agriculture Management Fund to be used for agricultural purposes and staff;
- 25.0 percent to the Colorado State Fair Authority Cash Fund to be used for expenses incurred by running the State Fair and fair ground maintenance; and
- 10.0 percent to the Colorado Travel and Tourism Fund in the Office of the Governor to be used for the promotion of Destination Development.

The Department allowed the fund balance in the AMF to grow for several years anticipating capital costs while consolidating many of its offices to the one in Broomfield. The table below outlines the AMF’s annual cash flow beginning in FY 2013-14 and represents a “point-in-time” observation of the fund. Hidden within the figures forming the basis for these calculations are items that may result in a couple figures standing out to the reader. Both stem from the AMF’s statutory authorization to retain in the fund the proceeds for the disposition of two properties: (1) the warehouse located at 5000 Packing House Road in Denver, which was sold in FY 2017-18 for approximately \$650,000; and (2) the inspection and consumer services lab, which sold for \$7.0 million in August 2018.

The estimated FY 2022-23 end-of-year balance of the AMF is \$2.5 million. In addition to maintaining its balance annually, the AMF has received, on average, approximately \$3.4 million annually since FY 2013-14 in interest transfers from the UPTPF and/or the sale of Department properties. Transfers of interest occur monthly.

AGRICULTURE MANAGEMENT FUND 10-YEAR OPERATING REVENUE AND EXPENDITURES				
FISCAL YEAR	TOTAL REVENUE	TOTAL EXPENDITURES	NET ANNUAL CASH FLOW	END OF YEAR FUND BALANCE
2013-14	3,721,185	(3,747,514)	(26,329)	2,286,240
2014-15	3,111,889	(3,656,445)	(544,556)	1,741,684
2015-16	3,009,565	(1,897,231)	1,112,334	2,854,018
2016-17	2,696,909	(1,428,078)	1,268,832	4,133,602
2017-18	2,947,657	(214,577)	2,733,080	6,866,682
2018-19	8,493,357	(9,623,712)	(1,130,354)	5,736,328
2019-20	3,104,197	(4,114,995)	(1,039,597)	4,696,730
2020-21	2,221,292	(2,012,018)	209,274	4,906,004
2021-22 Estimate	2,221,292	(3,396,123)	(1,174,831)	3,731,173
2022-23 Estimate	2,221,292	(3,396,123)	(1,174,831)	2,556,343

THE 2021 LEGISLATIVE SESSION

As you can see from the Department's recent appropriations table on page 2, the Department received a large influx of (mainly General Fund) dollars during the 2020-21 fiscal year. This influx can be largely attributed to four bills that passed during the 2021 legislative session. A brief description of each bill is provided below.

S.B. 21-203 FUNDING FOR COLORADO PROUD: The bill appropriated \$2.5 million General Fund to the Agricultural Market Division, and specifically to the Colorado Proud Program and the International Markets Program. The purpose of the Colorado Proud Program is to identify agricultural products produced in Colorado and provide marketing logos to identify Colorado products, encouraging consumers to buy local. The International Marketing Program helps companies expand their market reach to both domestic and international markets.

S.B. 21-234 GENERAL FUND TRANSFER AGRICULTURE AND DROUGHT RESILIENCY: The bill created the Agriculture and Drought Resiliency Fund within the Department, and transferred \$3.0 General Fund to the new cash fund. The Department is to use this cash fund in collaboration with Department of Natural Resources and Colorado Water Conservation Board. One requirement of the bill is that \$15,000 be provided to each of Colorado's 74 conservation districts.

S.B. 21-235 STIMULUS FUNDING DEPARTMENT OF AGRICULTURE EFFICIENCY PROGRAMS: The bill transfers \$3.0 million from the General Fund to the Agriculture Value-Added Cash Fund to support the Departments Advancing Colorado's Renewable Energy and Energy Efficiency Program (ACRE3). The bill also provides a \$2.0 million General Fund appropriation to the Conservation Services Division for the implementation of a voluntary soil health program.

H.B. 21-1262 MONEY SUPPORT AGRICULTURAL EVENTS ORGANIZATION: The bill transfers \$5.0 million from the General Fund to the Colorado State Fair Authority Cash Fund for facility maintenance, as well as a makes a \$3.5 million appropriation to provide support the National Western Stock show, and a \$25.0 million appropriation to support the construction of the National Western Stock show's campus. Finally the bill creates the Agriculture Events Relief Program (AERP) within the Commissioner's office and appropriates \$2.0 million General Fund for the purposes of the program. The AERP is administered by a third party and provides grant funding to agricultural event organizations that have been affected by the COVID pandemic, with direction in the bill that local county fairs should be given priority before other types of organizations.

SUMMARY: FY 2021-22 APPROPRIATION & FY 2022-23 REQUEST

DEPARTMENT OF AGRICULTURE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2021-22 APPROPRIATION:						
SB 21-205 (Long Bill)	58,933,586	13,102,515	39,299,333	2,580,863	3,950,875	300.5
Other legislation	854,459	299,679	554,780	0	0	2.5
TOTAL	\$59,788,045	\$13,402,194	\$39,854,113	\$2,580,863	\$3,950,875	303.0
FY 2022-23 REQUESTED APPROPRIATION:						
FY 2021-22 Appropriation	\$59,788,045	13,402,194	\$39,854,113	\$2,580,863	\$3,950,875	303.0
R1 Agriculture emergency coordinator	167,821	101,200	36,751	29,870	0	0.9
R2 Enhancing resources for bureau of animal protection	418,350	418,350	0	0	0	2.8
R3 Colorado hemp decortication	5,072,735	0	5,072,735	0	0	0.8
R4 State fair spending authority increase	647,281	0	647,281	0	0	0.0
R5 San Luis Valley well monitoring	385,000	0	385,000	0	0	0.0
R6 Improve agricultural pest response	90,471	0	90,471	0	0	0.9
R7 Agriculture licensing and registration system	247,800	0	247,800	0	0	0.0
Non-prioritized decision items	1,731	201	1,530	0	0	0.0
Centrally appropriated line items	1,255,073	619,654	635,419	0	0	0.0
Indirect cost assessment	183,023	0	173,700	12,508	(3,185)	0.0
Annualize prior year budget actions	(68,258)	89,300	(157,813)	255	0	1.0
Annualize prior year legislation	(76,281)	(32,756)	(43,525)	0	0	(1.0)
TOTAL	\$68,112,791	\$14,598,143	\$46,943,462	\$2,623,496	\$3,947,690	308.4
INCREASE/(DECREASE)	\$8,324,746	\$1,195,949	\$7,089,349	\$42,633	(\$3,185)	5.4
Percentage Change	13.9%	8.9%	17.8%	1.7%	(0.1%)	1.8%

R1 AGRICULTURE EMERGENCY COORDINATOR: The request includes an increase of \$167,821 total funds, including \$101,200 General Fund, \$36,751 cash, and \$29,870 reappropriated in FY 2022-23 and 0.9 FTE to hire an Agriculture Emergency Coordinator. The request annualizes to \$171,771 total funds, including \$101,202 General Fund and 1.0 FTE in FY 2023-24 and beyond. The Department indicates that funding is for the implementation of a theory-informed program as defined in S.B. 21-284 (Evidence-based evaluation for budget).

R2 ENHANCING RESOURCES FOR BUREAU OF ANIMAL PROTECTION: The FY 2022-23 request includes an increase of \$418,350 General Fund and 2.8 FTE to hire two Bureau of Animal Protection Investigators and one Veterinary Forensic Specialist. The request annualizes to \$437,540 General Fund and 3.0 FTE in FY 2023-24 and beyond. The Department indicates that funding is for the implementation of a theory-informed program as defined in S.B. 21-284 (Evidence-based evaluation for budget).

R3 COLORADO HEMP DECORTICATION: The request includes a one-time appropriation of \$5,072,735 from the Marijuana Tax Cash Fund for FY 2022-23, with an additional request that the appropriation include roll forward authority. The request seeks to set up a grant program for private companies in order to defray the upfront costs up purchasing hemp decortication machines. The Department indicates that funding is for the implementation of a theory-informed program as defined

in S.B. 21-284 (Evidence-based evaluation for budget). **A briefing issue on this request is included later in this document.**

R4 STATE FAIR SPENDING AUTHORITY INCREASE: The request includes an increase of \$647,281 in cash fund spending authority from the State Fair Authority Cash Fund for FY 2022-23 and beyond. The spending authority increase is requested in order to comply with audit recommendations and adapt to increasing labor and maintenance costs. The Department indicates that funding is for the expansion of a theory-informed program as defined in S.B. 21-284 (Evidence-based evaluation for budget). **A briefing issue on this request is included later in this document.**

R5 SAN LUIS VALLEY WELL MONITORING: The FY 2022-23 request includes a one-time increase of \$385,000 cash funds from the Plant Health, Pest Control, and Environmental Protection Cash Fund in order to install a water quality well monitoring network in the San Luis Valley. The request also includes roll forward authority for the appropriation. The Department indicates that funding is for the implementation of an evidence-informed program as defined in S.B. 21-284 (Evidence-based evaluation for budget).

R6 IMPROVE AGRICULTURAL PEST RESPONSE: The FY 2022-23 request includes an increase of \$90,471 cash funds and 0.9 FTE, including \$75,471 from the Plant Health, Pest Control, and Environmental Protection Cash Fund and \$15,000 from the Emergency Invasive Pest Response Fund for pesticide enforcement and invasive pest control. This request annualizes to \$88,416 cash fund and 1.0 FTE in FY 2023-24. The Department indicates that funding is for the implementation of a theory-informed program as defined in S.B. 21-284 (Evidence-based evaluation for budget).

R7 AGRICULTURE LICENSING AND REGISTRATION SYSTEM: The FY 2022-23 request includes an increase of \$247,800 cash funds, including \$123,900 from the Plant Health, Pest Control, and Environmental Protection Cash Fund and \$123,900 from the Inspection and Consumer Services Cash Fund to upgrade the Departments regulatory software to the Food and Drug Administration’s multi-state licensing tool called the System for Agriculture, Food, Health, E-Inspections, and Registration (SAFHER). The Department indicates that funding is for the implementation of a theory-informed program as defined in S.B. 21-284 (Evidence-based evaluation for budget).

NON-PRIORITIZED DECISION ITEMS: The request includes an increase of \$1,731 total funds, including \$201 General Fund, for adjustments related to budget requests from the Department of Personnel for its annual fleet vehicle request, paid family leave, and the Governor’s Office of Information Technology package of request items for FY 2022-23. *These request items will be addressed in separate staff briefings for the Department of Personnel and the Governor’s Office.*

NON-PRIORITIZED DECISION ITEMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
DPA Paid Family Medical Leave Act Funding	\$41,536	\$14,023	\$27,513	\$0	\$0	0.0
OIT Budget package	5,694	4,095	1,599	0	0	0.0
DPA CSEAP Resources	2,691	1,632	1,059	0	0	0.0
Annual fleet vehicle request	(48,190)	(19,549)	(28,641)	0	0	0.0
TOTAL	\$1,731	\$201	\$1,530	\$0	\$0	0.0

CENTRALLY APPROPRIATED LINE ITEMS: The request includes adjustments to centrally appropriated line items for the following line items. *These request items will be addressed in separate staff briefings for Compensation Common Policies, the Department of Personnel and the Governor's Office.*

CENTRALLY APPROPRIATED LINE ITEMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Salary survey	\$626,749	\$211,167	\$415,582	\$0	\$0	0.0
Payments to OIT	229,262	164,871	64,391	0	0	0.0
Legal services	117,811	22,558	95,253	0	0	0.0
Health, life, and dental	102,957	100,993	1,964	0	0	0.0
Payment to risk management and property funds	96,026	58,221	37,805	0	0	0.0
Paid family medical leave initiative	42,824	14,457	28,367	0	0	0.0
AED	32,681	25,406	7,275	0	0	0.0
SAED	32,681	25,406	7,275	0	0	0.0
CORE adjustment	24,734	3,841	20,893	0	0	0.0
Shift differential	5,744	54	5,690	0	0	0.0
ALJ services	4,733	0	4,733	0	0	0.0
Short-term disability	1,326	882	444	0	0	0.0
Workers' compensation	(37,295)	(7,376)	(29,919)	0	0	0.0
PERA Direct Distribution	(25,160)	(826)	(24,334)	0	0	0.0
TOTAL	\$1,255,073	\$619,654	\$635,419	\$0	\$0	0.0

INDIRECT COST ASSESSMENT: The request includes a net increase to indirect costs across the Department.

ANNUALIZE PRIOR YEAR BUDGET ACTIONS: The FY 2022-23 request includes a net decrease of \$68,258 total funds for prior year budget actions, summarized in the following table.

ANNUALIZE PRIOR YEAR BUDGET ACTIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2021-22 R3 Budget and op efficiency	\$89,300	\$89,300	\$0	\$0	\$0	1.0
FY 19-20 Industrial Hemp	(155,700)	0	(155,700)	0	0	0.0
FY 21-22 R2 Hemp Enforcement FTE	(1,858)	0	(2,113)	255	0	0.0
TOTAL	(\$68,258)	\$89,300	(\$157,813)	\$255	\$0	1.0

ANNUALIZE PRIOR YEAR LEGISLATION: The request includes a net decrease of \$76,281 total funds to reflect the FY 2022-23 impact of bills passed in previous sessions, summarized in the following table.

NON-PRIORITIZED DECISION ITEMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
SB 18-200 PERA unfunded liability	\$92,488	\$31,233	\$61,255	\$0	\$0	0.0
HB 21-1242 ADCRO	2,326	2,326	0	0	0	0.0
HB 21-1301 Cross pollination prevention	(104,780)	0	(104,780)	0	0	(1.0)
SB 21-087 Ag workers' rights	(66,315)	(66,315)	0	0	0	0.0
TOTAL	(\$76,281)	(\$32,756)	(\$43,525)	\$0	\$0	(1.0)

R3 COLORADO HEMP DECORTICATION

The Department requests a one-time increase of \$5,072,735 cash funds from the Marijuana Tax Cash Fund and 0.8 FTE to establish a grant program to expand hemp decortication in the state. The grant program seeks to offer an anticipated three grants to private companies to help defer the upfront costs of purchasing hemp decortication machines. The Department also seeks roll forward authority on the appropriation in order to facilitate the grants across multiple fiscal years.

SUMMARY

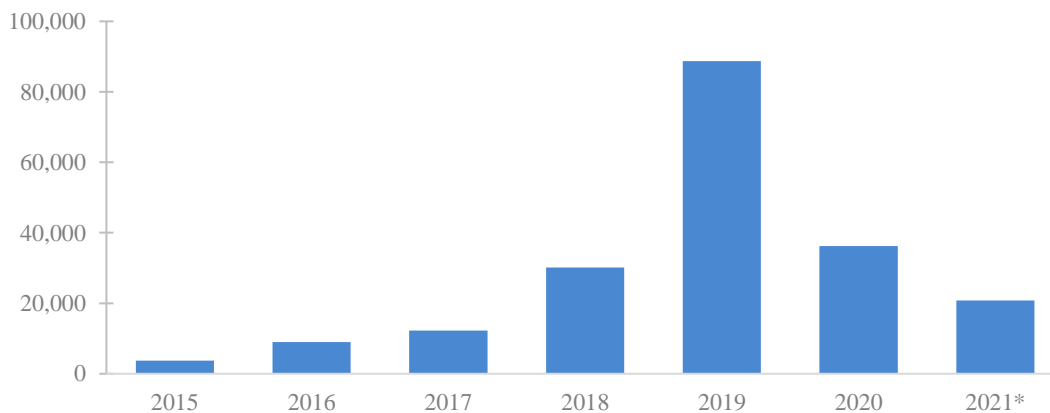
- Registered hemp producing areas have fallen 41.8 percent between calendar year 2019 and 2020.
- There is reportedly only one functioning hemp decortication facility in the state as of the writing of this document.
- Staff does not believe that a hemp decortication grant program falls within the allowable uses of the Marijuana Tax Cash Fund.

DISCUSSION

BACKGROUND

The Department of Agriculture regulates the cultivation of industrial hemp across the state through both the industrial hemp program and the certified seed program. In order to cultivate industrial hemp in Colorado producers must register annually with the Department, and pay a registration fee per acre and/or indoor square foot which is then deposited into the Industrial Hemp Registration Cash Fund created in Section 35-61-106 (1), C.R.S. Over the last several years annual hemp registrations have fluctuated, with a sharp increase since the establishment of the industrial hemp program in 2015 to a sharp decline between the 2019-20 and 2020-21 fiscal years, as illustrated in the graph below.

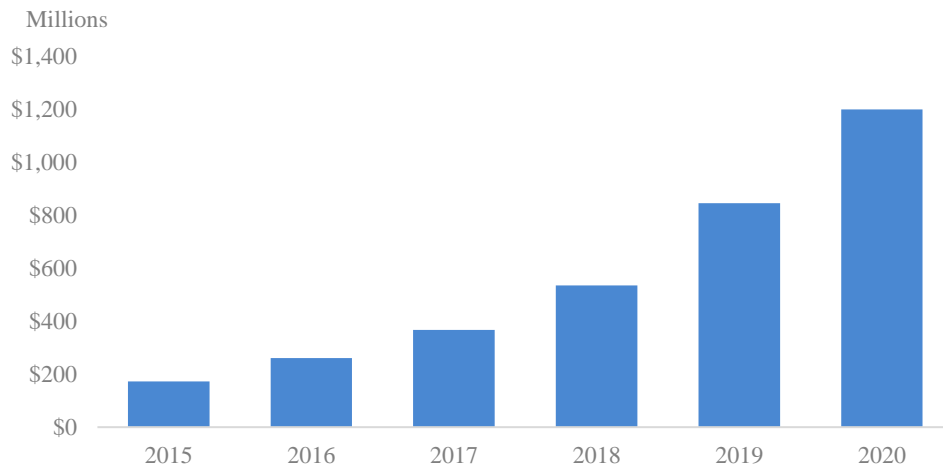
Acres of Hemp Production Registered by Calander Year



*Through September 2021

One assumption about the spike and subsequent drop off in hemp registrations is that there was an initial market saturation following the legalization of hemp production outlined in the 2018 Farm Bill. The 2018 Farm Bill expanded the cultivation of hemp from small scale pilot programs for “studies” in the markets response to hemp derived products to a more broad cultivation of hemp, and even allows for the transfer of hemp derived products across state lines. Important to note for purposes of this discussion is that along with the relaxing of hemp regulations under the 2018 Farm Bill the bill also removes hemp derived products as a schedule 1 substance. The result of this was that cannabinoid (CBD) oil was considered to be legalized, as long as it was produced through the approved hemp production process. While hemp registration areas have decreased in Colorado the market share of CBD products has continued to increase over the same time period, according to a study by Statista. The increase in consumer sales nationally can be seen in the graph below.

National Growth in US CBD Product Sales 2015-2020



Nationally, in 2019, just under 80 percent of the 500,000 total hemp registered areas were intended primarily to produce flower for CBD extraction. CBD oil is used in a variety of health and beauty products, and to produce this oil only the flower of the hemp plant is used. To extract this oil the hemp plant is sent to an extraction facility, and in many cases the remainder of the plant is discarded without further processing. A decortication machine separates the flower from the fiber and the hurd of the plant. The hurd (the woody innermost part of the stalk) can be used for construction and building materials, animal bedding, cosmetics, and an alternative for plastics while the fiber has uses in yarn and textiles. Currently the Department believes there is one decortication facility in Colorado, and two others nationally, and staff was only able to find one company offering decortication services in Colorado.

DEPARTMENT REQUEST

The Department requests \$5,072,735 and 0.8 FTE (\$5 million for a grant program and \$72,735 for the FTE) Marijuana Tax Cash Fund to offer a one-time grant program to offer matching funds to private companies and hemp producers for the purchase of hemp decortication machines. The program seeks to help hemp producers expand their market reach beyond CBD oil by utilizing the other parts of a hemp plant that are usually discarded after processing.

The concept of hemp decortication is a fairly new idea to the industry, but an initial estimate from the Department expects that these decortication machines can cost anywhere from \$600,000 to \$3 million, which means the Department is expecting to award grants to approximately three companies. With the approval of this program the Department is hoping to continue Colorado's status as a national leader in the hemp production industry.

Both industrial hemp and hemp decortication are relatively new industries, and there is very little real world data to point to when predicting the success of the program. The Department therefore indicates that the requested funding is for the implementation of a theory-informed program as defined in S.B. 21-284 (Evidence-based evaluation for budget).

STATUTORY AUTHORITY

Senate Bill 21-248 created the Agriculture Future Loan Program (Section 35-1.2-103, C.R.S.) within the Department for purposes of awarding farm-to-market infrastructure grants or loans, through a third party financial institution, to eligible entities. The statutory language here prohibits the Department from directly engaging in any lending activities, but does imply that grants being made through the program can be made directly from the Department. The Department cites this program as broader authority to administer the grants being proposed in this decision item. While statute does not give specific authority to operate a hemp decoration grant program, staff can see how statute is written broadly enough for this to be an acceptable use.

The Marijuana Tax Cash Fund created in Section 39-28.8-501(1), C.R.S. consists of retail marijuana sales taxes. Statute clearly defines the acceptable uses of the fund, of which there is one that specifically mentions hemp, and that staff believes the Department is referring to when requesting use for the purposes of this grant program.

Section 39-28.8-501(2)(b)(IV)(I), C.R.S.: To research, regulate, study, and test industrial hemp or seeds;

Staff does not believe that the grant program being proposed in this decision item falls under the allowable uses of the Marijuana Tax Cash Fund.

POINTS TO CONSIDER

- Would the proposed grant program be better solidified under its own specific statutory authority, with its own parameters, timelines and outcomes?
- If the Marijuana Tax Cash Fund is not an acceptable use, what other funding sources could the Department utilize to create the grant program? Or should statute be amended to allow this as a use of funds?
- What is the appropriate role of the Department in assisting hemp producers in expanding their business case beyond the historical CBD oil market of hemp products?

R4 STATE FAIR AUTHORITY INCREASE

The Department requests an increase of \$647,281 in cash fund spending authority from the Colorado State Fair Authority Cash Fund in FY 2022-23 and beyond. This requested increase is intended to address audit concerns, fairgrounds maintenance, and temporary staffing levels.

SUMMARY

- The Colorado State Fair is seeking to increase expenditures in order to both attract higher profile acts to the annual fair as well as begin hosting an annual home show every spring.
- The Department is seeking additional spending authority to offset increasing labor and maintenance costs.
- The State Fair Authority Cash Fund has an increasing balance to absorb the requested increase.

DISCUSSION

BACKGROUND

The annual event that is now the Colorado State Fair (“Fair” or “State Fair”) began before Colorado was a state and even before Pueblo was incorporated as a municipality with the first recorded event occurring in 1872. Facilities at the State Fair can be rented throughout the year and host a variety of exhibitions and activities such as consumer shows, conventions, conferences, live shows, livestock exhibitions, and sporting events, among others. The Fair itself has been held annually in Pueblo every year since its inception with the exception of 1917, when the grounds were utilized by the Army National Guard preparing service-members for deployment during World War I. The current site of the State Fair has been its home since 1901. The General Assembly became involved with the state fair for the first time in 1888, when it designated Pueblo the permanent location of the fair. In 1903 the fair received its first state appropriation to pay agricultural and horticultural premiums. From 1983 to 1997, the Colorado State Fair Authority was designated as a corporate body and political subdivision of Colorado and was not subject to administrative direction by the State. In 1997, the Authority was abolished, recreated, and transferred to the Department of Agriculture.

The State Fairgrounds reside on approximately 100 acres with over 50 separate buildings and facilities. While there are some exceptions, most notably the Event Center that opened in 1995, most of these facilities are over 50 years old. There are a total of 450 stables available at the fairgrounds. The 200 stone stables were built in 1938 and the wood stables were built in 1968. The 4-H and Future Farmers of America (FFA) dormitories were built in 1938 and underwent renovations with funds provided by the Authority and the Colorado State Fair Foundation (CSFF) in FY 2015-16.

Many buildings and about half of the total acreage of the Fairgrounds are included in the State Historic Registry. These buildings were nominated for and placed on the registry in 2006. The Colorado State Fairgrounds Historic District encompasses buildings built between 1901 and 1965, beginning with when the Fairgrounds were first opened and continuing through the period when the majority of improvements were focused on agriculturally oriented activities.

Many of the events held during the 11-day Fair provide youth enrolled in 4-H and FFA programs the opportunity to compete against one another and highlight the state’s best livestock, equine, and horticulture exhibits. It also entertains attendees with rodeos, concerts, livestock horse shows, and carnival rides and games.

The State Fair is managed by the State Fair Board Authority whose responsibility is to direct, supervise, and operate the state-owned asset in a fiscally effective and efficient manner to (a) host the Colorado State Fair and Industrial Exposition, and (b) manage the fairgrounds to provide a year-round, multi-use facility to serve local, regional, and state needs. The State Fair also receives oversight from the Commissioner of Agriculture.

State funding for the State Fair includes a mix of General Fund, Marijuana Tax Cash Fund, and revenues from ticket sales, rent from concessionaires and vendors, entry fees, sponsorships, and facility rentals (deposited in the State Fair Authority Cash Fund). A treemap of the appropriation as outlined in the FY 2021-22 Long Bill can be seen below. Funding for the division has been relatively stable over the last five years, fluctuating between \$9.8 million to \$10.2 million since FY 2017-18. NOTE: The treemap below does not include capital construction projects. The majority of minor increases in the budget over time are from statewide salary survey adjustments. While these increases help support the State Fair in maintaining full-time regular employees (currently 19.6 FTE), the adjustments do not include funding for temporary employees paid hourly wages.

State Fair Appropriations in the FY 2021-22 Long Bill



Through a FY 2019-20 performance audit, the Office of the State Auditor made a number of recommendations to improve the operation and success of the State Fair. One of these recommendations (3C) suggested that the State Fair Authority include in its strategic plan a strategy to obtain enterprise status, which will require the fair to receive no more than 10 percent of its annual revenue from combined state and local government sources.

DEPARTMENT REQUEST

The Department requests an increase of \$647,281 in cash fund spending authority from the Colorado State Fair Authority Cash Fund in FY 2022-23 and beyond. This requested increase is intended to address three areas of concern: audit concerns, fairgrounds maintenance, and temporary staffing levels.

First the Department seeks to move towards obtaining enterprise status as outlined in the FY 2019-20 performance audit. To do this the Department is requesting \$320,000 in cash fund spending

authority to attract more popular national acts to the fair as well as host and promote an ongoing home show in the spring. The Department hopes that the increased revenue from increased ticket sales will surpass the increased costs, and that increasing revenue will move the State Fair closer to enterprise status.

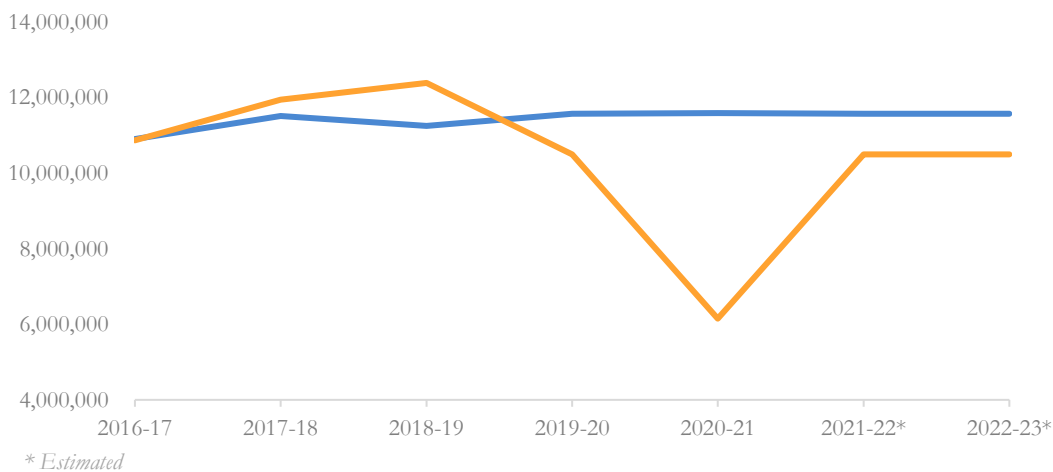
Secondly the Department is requesting an increase of \$197,789 in cash fund spending authority to address the rising costs of temporary labor for events. The State Fair hires approximately 600 people each year during fair time for ticket sales, security, event set up, etc. While the passage of Amendment 70 raised the minimum wage in Colorado to \$12 per hour by January 2020 the average hourly rate for State Fair temporary workers was \$17.51 for the 2019 State Fair.

Finally the Department is requesting an increase of \$129,452 in cash fund spending authority to address ongoing facility maintenance. The State Fair Facility Maintenance line within the Long Bill has had a \$300,000 General Fund appropriation since FY 2016-17. Similar to labor costs, maintenance costs have been rising in recent years, which has been exacerbated by supply chain issues throughout the COVID pandemic. For example, at the end of FY 2019-20 the State Fair received an insurance payment of \$149,300 to replace the roof on the grandstand, which was damaged by a windstorm. During FY 2020-21 the State Fair issued a request for proposal to complete this project; however, the estimate to replace the roof had increased to \$220,000 (a 47.4 percent increase).

THE STATE FAIR AUTHORITY CASH FUND

The Colorado State Fair Authority Cash fund, created in Section 35-65-107, C.R.S., is comprised of revenue from tickets to events, concessions, commercial space rental, concert revenue, etc from the State Fairgrounds, as well as 25 percent of interest earned on the Unclaimed Property Tourism Promotion Trust Fund created in Section 38-13-801.5 C.R.S. A chart depicting the State Fair Cash Fund’s revenues and expenditures is included below.

State Fair Authority Cash Fund Revenue and Expenditures Since FY 2016-17.



APPENDIX A
NUMBERS PAGES
(DIGITAL ONLY)

Appendix A details actual expenditures for the last two state fiscal years, the appropriation for the current fiscal year, and the requested appropriation for next fiscal year. This information is listed by line item and fund source. ***Appendix A is only available in the online version of this document.***

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
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DEPARTMENT OF AGRICULTURE
Kate Greenberg, Commissioner

(1) COMMISSIONER'S OFFICE AND ADMINISTRATIVE SERVICES

Personal Services	<u>1,667,245</u>	<u>1,892,887</u>	<u>2,077,943</u>	<u>2,200,581</u> *
FTE	16.7	17.6	17.6	18.5
General Fund	436,440	98,449	630,162	715,439
Cash Funds	1,946	477,263	0	0
Reappropriated Funds	1,228,859	1,317,175	1,331,288	1,368,649
Federal Funds	0	0	116,493	116,493
Health, Life, and Dental	<u>2,077,149</u>	<u>2,157,241</u>	<u>3,286,160</u>	<u>3,483,675</u> *
General Fund	784,033	552,409	825,627	989,254
Cash Funds	1,293,116	1,604,832	2,460,533	2,494,421
Reappropriated Funds	0	0	0	0
Federal Funds	0	0	0	0
Short-term Disability	<u>19,660</u>	<u>23,099</u>	<u>27,806</u>	<u>29,806</u> *
General Fund	7,595	9,802	8,956	10,341
Cash Funds	12,065	13,297	18,850	19,465
Reappropriated Funds	0	0	0	0
Federal Funds	0	0	0	0

NOTE: An asterisk (*) indicates that the FY 2022-23 request for a line item is affected by one or more decision items.

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
S.B. 04-257 Amortization Equalization Disbursement	<u>735,053</u>	<u>727,120</u>	<u>918,971</u>	<u>972,565</u>	*
General Fund	282,636	305,110	295,862	336,837	
Cash Funds	452,417	422,010	623,109	635,728	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
S.B. 06-235 Supplemental Amortization Equalization Disbursement	<u>735,053</u>	<u>727,120</u>	<u>918,971</u>	<u>972,565</u>	*
General Fund	282,636	305,110	295,862	336,837	
Cash Funds	452,417	422,010	623,109	635,728	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
PERA Direct Disbursement	<u>511,033</u>	<u>0</u>	<u>490,167</u>	<u>465,007</u>	
General Fund	132,887	0	157,808	156,982	
Cash Funds	378,146	0	332,359	308,025	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Salary Survey	<u>799,668</u>	<u>0</u>	<u>100,193</u>	<u>626,749</u>	
General Fund	184,155	0	32,269	211,167	
Cash Funds	615,513	0	67,924	415,582	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Shift Differential	<u>0</u>	<u>0</u>	<u>0</u>	<u>5,744</u>	
General Fund	0	0	0	54	
Cash Funds	0	0	0	5,690	

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
Paid Family Medical Leave Funding	<u>0</u>	<u>0</u>	<u>0</u>	<u>41,536</u> *	
General Fund	0	0	0	14,023	
Cash Funds	0	0	0	27,513	
Paid Family Medical Leave Initiative	<u>0</u>	<u>0</u>	<u>0</u>	<u>42,824</u>	
General Fund	0	0	0	14,457	
Cash Funds	0	0	0	28,367	
Workers' Compensation	<u>209,767</u>	<u>171,666</u>	<u>163,456</u>	<u>126,161</u>	
General Fund	41,485	33,952	32,328	24,952	
Cash Funds	168,282	137,714	131,128	101,209	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Operating Expenses	<u>258,615</u>	<u>1,873,005</u>	<u>267,115</u>	<u>280,706</u> *	
General Fund	0	0	7,550	15,869	
Cash Funds	0	0	0	0	
Reappropriated Funds	258,615	203,421	258,615	263,887	
Federal Funds	0	1,669,584	950	950	
Legal Services	<u>722,499</u>	<u>899,633</u>	<u>876,022</u>	<u>972,565</u>	
General Fund	130,663	163,666	163,666	186,224	
Cash Funds	591,836	735,967	712,356	786,341	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
Administrative Law Judge Services	<u>12,224</u>	<u>23,355</u>	<u>14,130</u>	<u>18,863</u>	
General Fund	0	0	0	0	
Cash Funds	12,224	23,355	14,130	18,863	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Payment to Risk Management and Property Funds	<u>236,382</u>	<u>187,183</u>	<u>329,363</u>	<u>428,080</u>	*
General Fund	139,209	113,489	199,693	259,546	
Cash Funds	97,173	73,694	129,670	168,534	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Lab Depreciation	<u>0</u>	<u>0</u>	<u>461,617</u>	<u>461,617</u>	
FTE	0.0	0.0	0.0	0.0	
Cash Funds	0	0	461,617	461,617	
Vehicle Lease Payments	<u>222,327</u>	<u>256,342</u>	<u>415,955</u>	<u>382,164</u>	*
General Fund	102,416	116,982	166,321	160,267	
Cash Funds	115,060	134,963	243,668	215,931	
Reappropriated Funds	0	0	0	0	
Federal Funds	4,851	4,397	5,966	5,966	
Information Technology Asset Maintenance	<u>28,041</u>	<u>78,922</u>	<u>42,041</u>	<u>42,041</u>	
General Fund	28,041	42,041	42,041	42,041	
Cash Funds	0	36,881	0	0	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
Leased Space	<u>19,180</u>	<u>19,180</u>	<u>19,301</u>	<u>19,301</u>	
General Fund	0	0	0	0	
Cash Funds	19,180	19,180	19,301	19,301	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Office Consolidation COP	<u>418,484</u>	<u>523,967</u>	<u>529,063</u>	<u>529,063</u>	
FTE	0.0	0.0	0.0	0.0	
General Fund	0	0	0	0	
Cash Funds	418,484	523,967	529,063	529,063	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
CORE Operations	<u>108,625</u>	<u>145,304</u>	<u>129,458</u>	<u>154,192</u>	
General Fund	14,660	19,607	17,469	21,310	
Cash Funds	79,734	106,661	95,029	115,922	
Reappropriated Funds	14,231	19,036	16,960	16,960	
Federal Funds	0	0	0	0	
Payments to OIT	<u>1,616,101</u>	<u>1,897,627</u>	<u>2,707,503</u>	<u>2,942,459</u> *	
General Fund	1,162,202	1,364,653	1,947,065	2,116,031	
Cash Funds	453,899	532,974	760,438	826,428	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	

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	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
Utilities	<u>196,939</u>	<u>225,151</u>	<u>240,000</u>	<u>240,000</u>	
General Fund	50,000	50,000	50,000	50,000	
Cash Funds	0	0	0	0	
Reappropriated Funds	146,939	175,151	190,000	190,000	
Federal Funds	0	0	0	0	
Agriculture Management Fund	<u>1,473,856</u>	<u>898,725</u>	<u>2,048,914</u>	<u>2,048,914</u>	
FTE	2.0	2.0	2.0	2.0	
General Fund	0	0	0	0	
Cash Funds	1,473,856	898,725	2,048,914	2,048,914	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Indirect Cost Assessment	<u>103,181</u>	<u>143,388</u>	<u>161,297</u>	<u>176,403</u>	
General Fund	0	0	0	0	
Cash Funds	103,181	143,388	161,297	176,403	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Adult Agriculture Leadership Grant Program	<u>20,000</u>	<u>40,000</u>	<u>0</u>	<u>0</u>	
General Fund	0	0	0	0	
Cash Funds	20,000	40,000	0	0	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
TOTAL - (1) Commissioner's Office and Administrative Services	12,191,082	12,910,915	16,225,446	17,663,581	8.9%
<i>FTE</i>	<u>18.7</u>	<u>19.6</u>	<u>19.6</u>	<u>20.5</u>	4.6%
General Fund	3,779,058	3,175,270	4,872,679	5,661,631	16.2%
Cash Funds	6,758,529	6,346,881	9,432,495	10,039,045	6.4%
Reappropriated Funds	1,648,644	1,714,783	1,796,863	1,839,496	2.4%
Federal Funds	4,851	1,673,981	123,409	123,409	0.0%

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
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(2) AGRICULTURAL SERVICES

Animal Industry Division	<u>2,899,692</u>	<u>3,229,076</u>	<u>2,277,852</u>	<u>2,642,373</u>	*
FTE	28.1	17.5	17.5	20.3	
General Fund	1,611,755	1,808,854	1,695,554	2,059,956	
Cash Funds	955,296	1,099,534	405,038	405,157	
Reappropriated Funds	0	0	0	0	
Federal Funds	332,641	320,688	177,260	177,260	
Plant Industry Division	<u>5,213,207</u>	<u>5,392,510</u>	<u>6,857,990</u>	<u>6,777,690</u>	*
FTE	54.9	58.3	58.3	58.2	
General Fund	408,326	419,899	592,746	530,328	
Cash Funds	3,729,843	4,054,056	5,463,388	5,445,506	
Reappropriated Funds	0	0	0	0	
Federal Funds	1,075,038	918,555	801,856	801,856	
Inspection and Consumer Services Division	<u>4,311,397</u>	<u>4,602,217</u>	<u>5,088,829</u>	<u>5,252,622</u>	*
FTE	45.6	56.2	56.2	56.2	
General Fund	1,226,915	1,272,524	1,376,106	1,388,773	
Cash Funds	2,247,083	2,446,851	3,312,880	3,464,006	
Reappropriated Funds	84,000	84,000	84,000	84,000	
Federal Funds	753,399	798,842	315,843	315,843	

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
Conservation Services Division	<u>3,735,586</u>	<u>3,873,461</u>	<u>4,249,029</u>	<u>4,722,381</u>	*
FTE	17.7	18.6	18.6	19.6	
General Fund	882,128	839,006	845,755	928,519	
Cash Funds	882,108	1,184,638	1,876,970	2,267,558	
Reappropriated Funds	764,749	554,615	700,000	700,000	
Federal Funds	1,206,601	1,295,202	826,304	826,304	
Appropriation to the Noxious Weed Management Fund	<u>700,000</u>	<u>700,000</u>	<u>700,000</u>	<u>700,000</u>	
General Fund	700,000	700,000	700,000	700,000	
Cash Funds	0	0	0	0	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Lease Purchase Lab Equipment	<u>96,883</u>	<u>0</u>	<u>99,360</u>	<u>99,360</u>	
General Fund	0	0	0	0	
Cash Funds	96,883	0	99,360	99,360	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Indirect Cost Assessment	<u>1,208,765</u>	<u>1,372,403</u>	<u>1,357,103</u>	<u>1,472,145</u>	*
General Fund	0	0	0	0	
Cash Funds	804,070	930,355	1,100,552	1,218,607	
Reappropriated Funds	0	0	0	0	
Federal Funds	404,695	442,048	256,551	253,538	

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
TOTAL - (2) Agricultural Services	18,165,530	19,169,667	20,630,163	21,666,571	5.0%
<i>FTE</i>	<u>146.3</u>	<u>150.6</u>	<u>150.6</u>	<u>154.3</u>	<u>2.5%</u>
General Fund	4,829,124	5,040,283	5,210,161	5,607,576	7.6%
Cash Funds	8,715,283	9,715,434	12,258,188	12,900,194	5.2%
Reappropriated Funds	848,749	638,615	784,000	784,000	0.0%
Federal Funds	3,772,374	3,775,335	2,377,814	2,374,801	(0.1%)

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
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(3) AGRICULTURAL MARKETS DIVISION

(A) Agricultural Markets

Program Costs	<u>1,888,105</u>	<u>1,632,480</u>	<u>1,806,884</u>	<u>6,868,333</u> *
FTE	5.4	5.4	5.4	6.2
General Fund	819,923	784,585	847,563	854,559
Cash Funds	235,377	74,263	31,091	5,085,544
Reappropriated Funds	0	0	0	0
Federal Funds	832,805	773,632	928,230	928,230
 Agricultural Development Board	<u>319,792</u>	<u>171,316</u>	<u>0</u>	<u>0</u>
FTE	0.0	0.0	0.0	0.0
General Fund	0	0	0	0
Cash Funds	319,792	171,316	0	0
Reappropriated Funds	0	0	0	0
Federal Funds	0	0	0	0
 Wine Promotion Board	<u>686,609</u>	<u>589,438</u>	<u>574,246</u>	<u>574,246</u>
FTE	1.5	1.5	1.5	1.5
General Fund	0	0	0	0
Cash Funds	686,609	589,438	574,246	574,246
Reappropriated Funds	0	0	0	0
Federal Funds	0	0	0	0

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
Agriculture Workforce Development Program	<u>53,867</u>	<u>15,983</u>	<u>214,108</u>	<u>214,108</u>	
FTE	0.3	0.3	0.3	0.3	
General Fund	53,867	15,983	64,108	64,108	
Cash Funds	0	0	150,000	150,000	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Indirect Cost Assessment	<u>54,274</u>	<u>56,917</u>	<u>37,559</u>	<u>39,533</u>	
General Fund	0	0	0	0	
Cash Funds	20,000	22,918	22,918	25,064	
Reappropriated Funds	0	0	0	0	
Federal Funds	34,274	33,999	14,641	14,469	
Economic Development Grants	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	
General Fund	0	0	0	0	
Cash Funds	0	0	0	0	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
SUBTOTAL - (A) Agricultural Markets	3,002,647	2,466,134	2,632,797	7,696,220	192.3%
FTE	<u>7.2</u>	<u>7.2</u>	<u>7.2</u>	<u>8.0</u>	<u>11.1%</u>
General Fund	873,790	800,568	911,671	918,667	0.8%
Cash Funds	1,261,778	857,935	778,255	5,834,854	649.7%
Reappropriated Funds	0	0	0	0	0.0%
Federal Funds	867,079	807,631	942,871	942,699	(0.0%)

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
(B) Agricultural Products Inspection					
Program Costs	<u>1,789,121</u>	<u>1,807,096</u>	<u>2,476,512</u>	<u>2,491,819</u>	
FTE	34.5	34.5	34.5	34.5	
General Fund	200,000	200,000	190,000	190,000	
Cash Funds	1,589,121	1,607,096	2,286,512	2,301,819	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Indirect Cost Assessment	<u>21,365</u>	<u>28,834</u>	<u>122,613</u>	<u>140,397</u> *	
General Fund	0	0	0	0	
Cash Funds	21,365	28,834	122,613	140,397	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
SUBTOTAL - (B) Agricultural Products Inspection	1,810,486	1,835,930	2,599,125	2,632,216	1.3%
FTE	<u>34.5</u>	<u>34.5</u>	<u>34.5</u>	<u>34.5</u>	0.0%
General Fund	200,000	200,000	190,000	190,000	0.0%
Cash Funds	1,610,486	1,635,930	2,409,125	2,442,216	1.4%
Reappropriated Funds	0	0	0	0	0.0%
Federal Funds	0	0	0	0	0.0%
TOTAL - (3) Agricultural Markets Division	4,813,133	4,302,064	5,231,922	10,328,436	97.4%
FTE	<u>41.7</u>	<u>41.7</u>	<u>41.7</u>	<u>42.5</u>	1.9%
General Fund	1,073,790	1,000,568	1,101,671	1,108,667	0.6%
Cash Funds	2,872,264	2,493,865	3,187,380	8,277,070	159.7%
Reappropriated Funds	0	0	0	0	0.0%
Federal Funds	867,079	807,631	942,871	942,699	(0.0%)

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
(4) BRAND BOARD					
Brand Inspection	<u>4,015,957</u>	<u>4,023,054</u>	<u>4,629,288</u>	<u>4,667,191</u>	
FTE	59.0	59.0	59.0	59.0	
General Fund	0	0	0	0	
Cash Funds	4,015,957	4,023,054	4,629,288	4,667,191	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Alternative Livestock	<u>10,081</u>	<u>6,867</u>	<u>15,000</u>	<u>15,000</u>	
General Fund	0	0	0	0	
Cash Funds	10,081	6,867	15,000	15,000	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Brand Estray Fund	<u>0</u>	<u>0</u>	<u>40,000</u>	<u>40,000</u>	
General Fund	0	0	0	0	
Cash Funds	0	0	40,000	40,000	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Indirect Cost Assessment	<u>164,330</u>	<u>151,976</u>	<u>220,015</u>	<u>251,927</u> *	
General Fund	0	0	0	0	
Cash Funds	164,330	151,976	220,015	251,927	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
TOTAL - (4) Brand Board	4,190,368	4,181,897	4,904,303	4,974,118	1.4%
<i>FTE</i>	<u>59.0</u>	<u>59.0</u>	<u>59.0</u>	<u>59.0</u>	<u>0.0%</u>
General Fund	0	0	0	0	0.0%
Cash Funds	4,190,368	4,181,897	4,904,303	4,974,118	1.4%
Reappropriated Funds	0	0	0	0	0.0%
Federal Funds	0	0	0	0	0.0%

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
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(5) COLORADO STATE FAIR

Program Costs	<u>7,823,835</u>	<u>4,930,816</u>	<u>9,193,742</u>	<u>9,726,971</u> *
FTE	26.9	26.9	26.9	26.9
General Fund	450,000	450,000	450,000	450,000
Cash Funds	7,373,835	4,480,816	8,743,742	9,276,971
Reappropriated Funds	0	0	0	0
Federal Funds	0	0	0	0
FFA and 4H Funding	<u>1,087,336</u>	<u>544,672</u>	<u>550,000</u>	<u>550,000</u>
General Fund	250,000	125,000	250,000	250,000
Cash Funds	837,336	419,672	300,000	300,000
Reappropriated Funds	0	0	0	0
Federal Funds	0	0	0	0
State Fair Facilities Maintenance	<u>581,000</u>	<u>488,509</u>	<u>300,000</u>	<u>429,492</u> *
FTE	0.0	0.0	0.0	0.0
General Fund	300,000	300,000	300,000	300,000
Cash Funds	281,000	188,509	0	129,492
Reappropriated Funds	0	0	0	0
Federal Funds	0	0	0	0
Indirect Cost Assessment	<u>102,010</u>	<u>54,240</u>	<u>128,005</u>	<u>146,572</u> *
General Fund	0	0	0	0
Cash Funds	102,010	54,240	128,005	146,572
Reappropriated Funds	0	0	0	0
Federal Funds	0	0	0	0

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
TOTAL - (5) Colorado State Fair	9,594,181	6,018,237	10,171,747	10,853,035	6.7%
<i>FTE</i>	<u>26.9</u>	<u>26.9</u>	<u>26.9</u>	<u>26.9</u>	<u>0.0%</u>
General Fund	1,000,000	875,000	1,000,000	1,000,000	0.0%
Cash Funds	8,594,181	5,143,237	9,171,747	9,853,035	7.4%
Reappropriated Funds	0	0	0	0	0.0%
Federal Funds	0	0	0	0	0.0%

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
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(6) CONSERVATION BOARD

Program Costs	<u>494,836</u>	<u>494,836</u>	<u>508,916</u>	<u>511,502</u>	
FTE	5.2	5.2	5.2	5.2	
General Fund	494,836	494,836	508,916	511,502	
Cash Funds	0	0	0	0	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Distribution to Soil Conservation Districts	<u>483,767</u>	<u>483,767</u>	<u>483,767</u>	<u>483,767</u>	
General Fund	483,767	483,767	483,767	483,767	
Cash Funds	0	0	0	0	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Matching Grants to Districts	<u>737,800</u>	<u>448,063</u>	<u>675,000</u>	<u>675,000</u>	
General Fund	225,000	225,000	225,000	225,000	
Cash Funds	512,800	223,063	450,000	450,000	
Reappropriated Funds	0	0	0	0	
Federal Funds	0	0	0	0	
Salinity Control Grants	<u>94,193</u>	<u>805,681</u>	<u>506,781</u>	<u>506,781</u>	
FTE	0.0	0.0	0.0	0.0	
General Fund	0	0	0	0	
Cash Funds	0	0	0	0	
Reappropriated Funds	0	0	0	0	
Federal Funds	94,193	805,681	506,781	506,781	

Appendix A: Numbers Pages

	FY 2019-20 Actual	FY 2020-21 Actual	FY 2021-22 Appropriation	FY 2022-23 Request	Request vs. Appropriation
Appropriation to the Conservation District Grant Fund	<u>0</u>	<u>0</u>	<u>450,000</u>	<u>450,000</u>	
Cash Funds	0	0	450,000	450,000	
TOTAL - (6) Conservation Board	1,810,596	2,232,347	2,624,464	2,627,050	0.1%
<i>FTE</i>	<u>5.2</u>	<u>5.2</u>	<u>5.2</u>	<u>5.2</u>	0.0%
General Fund	1,203,603	1,203,603	1,217,683	1,220,269	0.2%
Cash Funds	512,800	223,063	900,000	900,000	0.0%
Reappropriated Funds	0	0	0	0	0.0%
Federal Funds	94,193	805,681	506,781	506,781	0.0%
TOTAL - Department of Agriculture	50,764,890	48,815,127	59,788,045	68,112,791	13.9%
<i>FTE</i>	<u>297.8</u>	<u>303.0</u>	<u>303.0</u>	<u>308.4</u>	1.8%
General Fund	11,885,575	11,294,724	13,402,194	14,598,143	8.9%
Cash Funds	31,643,425	28,104,377	39,854,113	46,943,462	17.8%
Reappropriated Funds	2,497,393	2,353,398	2,580,863	2,623,496	1.7%
Federal Funds	4,738,497	7,062,628	3,950,875	3,947,690	(0.1%)

NOTE: An asterisk (*) indicates that the FY 2022-23 request for a line item is affected by one or more decision items.

APPENDIX B FOOTNOTES AND INFORMATION REQUESTS

UPDATE ON LONG BILL FOOTNOTES

The General Assembly includes footnotes in the annual Long Bill to: (a) set forth purposes, conditions, or limitations on an item of appropriation; (b) explain assumptions used in determining a specific amount of an appropriation; or (c) express legislative intent relating to any appropriation. Footnotes to the 2021 Long Bill (S.B. 21-205) can be found at the end of each departmental section of the bill at <https://leg.colorado.gov/bills/SB21-205>. The Long Bill footnotes relevant to this document are listed below.

- 1 Department of Agriculture, Agricultural Markets Division, Agricultural Markets, Agriculture Workforce Development Program -- This appropriation remains available for expenditure until the close of the 2023-24 state fiscal year.

COMMENT: This footnote explains legislative intent, in order to provide the Department multi-year grant funding ability.

- 2 Department of Agriculture, Agricultural Markets Division, Agricultural Markets, Agriculture Workforce Development Program – It is the General Assembly’s intent that \$64,108 of the General Fund in this line be used for the Workforce Development Program.

COMMENT: This footnote explains legislative intent as the workforce development line encompasses both the Workforce Development Program and the Agricultural Leadership Grant Program.

UPDATE ON LONG BILL REQUESTS FOR INFORMATION

The Joint Budget Committee annually submits requests for information to executive departments and the judicial branch via letters to the Governor, other elected officials, and the Chief Justice. Each request is associated with one or more specific Long Bill line item(s), and the requests have been prioritized by the Joint Budget Committee as required by Section 2-3-203 (3), C.R.S. Copies of these letters are included as an Appendix in the annual Appropriations Report (Appendix H in the FY 2021-22 Report):

https://leg.colorado.gov/sites/default/files/fy21-22apprept_0.pdf

The requests for information relevant to this document are listed below.

- 1 Department of Agriculture, Colorado State Fair, State Fair Facilities Maintenance and Financing – The Department is requested to provide on November 1, 2021 a report on total revenue and expenditures relating to the Colorado State Fair, including both state and non-state revenue sources. The report should also include facility maintenance projects for the Colorado State

Fairgrounds, including facility name, the type and nature of maintenance, the anticipated cost of the maintenance, the expenditures to-date on the maintenance, and the anticipated completion date.

COMMENT: The Department has provided a summary of their expenditures along with their budget submission, located in Appendix D, and is in compliance with this request.

APPENDIX C

DEPARTMENT ANNUAL PERFORMANCE REPORT

Pursuant to Section 2-7-205 (1)(b), C.R.S., the Department of Agriculture is required to publish an **Annual Performance Report** for the *previous state fiscal year* by November 1 of each year. This report is to include a summary of the Department's performance plan and most recent performance evaluation for the designated fiscal year. In addition, pursuant to Section 2-7-204 (3)(a)(I), C.R.S., the Department is required to develop a **Performance Plan** and submit the plan for the *current fiscal year* to the Joint Budget Committee and appropriate Joint Committee of Reference by July 1 of each year.

For consideration by the Joint Budget Committee in prioritizing the Department's FY 2022-23 budget request, the FY 2020-21 Annual Performance Report and the FY 2021-22 Performance Plan can be found at the following link:

<https://www.colorado.gov/pacific/performancemanagement/department-performance-plans>

APPENDIX D RFI RESPONSE
STATE FAIR FACILITIES MAINTENANCE

Colorado Department of Agriculture - Legislative Request for Information #1 State Fair Facilities Maintenance

Projects FY16-17	LOCATION/AREA	ANTICIPATED COSTS	EXPENDED AMOUNT	STATUS
Purchase CAT Loader	Facilities		\$64,989	Completed
Replace Arena Curtain	Events Center		\$17,500	Completed
HVAC Repairs	Events Center		\$7,253	Completed
Replace Sound System	Events Center		\$13,102	Completed
Rodeo Arena Repairs	Grandstand		\$3,900	Completed
Tree trimming & removals	Grounds		\$19,500	Completed
Crack Filling Material	Carnival Lot		\$32,040	Completed
Repair Stairs	Ag Palace		\$7,800	Completed
Repair Concrete trip hazards	Ag Palace		\$4,318	Completed
Repair Concrete trip hazards	Amphitheater		\$4,988	Completed
Sweeper			\$9,658	Completed
Miscellaneous Grounds Maintenance	Grounds		\$114,952	Completed
			\$300,000	<i>Total Investment</i>

Projects FY17-18	LOCATION/AREA	ANTICIPATED COSTS	EXPENDED AMOUNT	STATUS
Livestock Facility Upgrades	Livestock Pavilion		\$117,070	Completed
Horseshow Barn A renovations	Horseshow		\$93,035	Completed
Master Visioning Plan Assessment	Grounds		\$117,211	Completed
Asphalt-Complete Livestock Lot	Grounds		\$44,820	Completed
Painting - Grandstand wall	Grandstand		\$11,700	Completed
Emergency Electrical Repair - Camping spaces	Carnival Lot		\$8,360	Completed
Replace Fountain pad	Grounds		\$10,400	Completed
Painting	Palace of Agriculture		\$15,075	Completed
Repair HVAC	Events Center		\$9,091	Completed
Repair Accessible Ramp	Palace of Agriculture		\$19,551	Completed
Replace Stage Panels	Events Center		\$6,873	Completed
			\$453,186	<i>Total Investment</i>

Projects FY18-19	LOCATION/AREA	ANTICIPATED COSTS	EXPENDED AMOUNT	STATUS
Exterior Lighting	Event Center and Palace of Ag		\$5,740	Completed
Paint Window Trim and Stucco	Palace of Agriculture		\$14,646	Completed
Fabricate and Install Handrails for entrances	Palace of Agriculture		\$48,339	Completed
Paint Handrails	Palace of Agriculture		\$1,500	Completed
Repair/repair roofs on canopies at door entrances	Palace of Agriculture		\$12,500	Completed
Update & install building signs	Grounds		\$5,548	Completed
Horseshow Barn A renovations	Horseshow		\$166,334	Completed
Electronic Gate	Small Avenue Gate		\$32,617	Completed
Covered Arena - closing west end of covered arena	Horseshow		\$8,100	Completed
Repair & paint Shutters	Sheep & Swine Building		\$23,535	Completed
Asphalt Maintenance	Grounds		\$37,015	Completed

Upgrade/Repair Fire Alarm Panels & System compon	Creative Arts & Facilities	\$46,750	Completed
Replace flooring in restrooms	Fine Arts	\$11,041	Completed
Fiber Optic network to Prairie Gate	Prairie gate - Events Center	\$20,688	Completed
Painting and Repairs inside Creative Arts Building	Creative Arts Building	\$26,314	Completed
Replace Fence screening	Armory Lot	\$17,500	Completed
Painting	Amphitheater	\$5,000	Completed
Painting	Gate 9	\$3,000	Completed
Painting	Gate 2	\$3,500	Completed
Painting	Exterior Wall around Grounds	\$7,000	Completed
Replace Garage Door	Event Center	\$19,860	Completed
Replace Horsestall doors	Horseshow	\$44,250	Completed

\$560,777 Total Investment

Projects FY19-20	LOCATION/AREA	ANTICIPATED COSTS	EXPENDED AMOUNT	STATUS
Replace doors on west side of building	Palace of Agriculture		\$37,375	Completed
Repair Water line & exterior trip hazards	Triangle Park Restroom Building		\$11,588	Completed
Repair/Replace Roof	Manhattans building & Carnival Restroom		\$33,058	Completed
Replace doors	Grandstand		\$8,203	Completed
Drinking Fountains	Grounds Wide		\$35,818	Completed
Painting	Security Building		\$9,620	Completed
Asphalt Sealing	Grounds - main roads		\$45,000	Completed
Asphalt Sealing	Horseshow		\$19,180	Completed
Exhaust Fans	Sheep and Swine Building		\$1,902	Completed
Safety Railings	Sheep and Swine Building		\$9,586	Completed
Repair trip hazards & update rabbit tables	Small Animals Building		\$45,590	Completed
Replace portable bleachers	Horse Show, Livestock, Small Animals, Sheep & Swine		\$136,825	Completed
Update & replace display items for 4-H	Dining Hall, Auditorium, Exhibit Hall		\$22,191	Completed
Update to LED lighting at B&C Barn	Horse Show B&C Stall Barn		\$4,310	Completed
Replace Horsestall doors x 50	Horse Show Stalls		\$44,250	Completed
Install Exterior Safety Lighting	Grounds		\$6,450	Completed
Update Electrical Services	Main Street		\$13,420	Completed
Replace Mirrors & Countertops in Restrooms	Events Center		\$32,662	Completed
Replace Cove Base	Events Center		\$12,480	Completed
Repair Water line & exterior trip hazards	Fine Arts		\$2,591	Completed
Repair Concrete trip hazards	Fountain Park		\$9,909	Completed
Mud Jacking	4H Auditorium		\$0	After engineer's review this is not necessary
Repair/Replace Emergency Lighting and Exit signs	Small Animal & Sheep & Swine Bldgs		\$0	Fire Department decided we did not need to redo lighting

\$0 \$542,008 Total Investment

Projects FY20-21	LOCATION/AREA	ANTICIPATED COSTS	EXPENDED AMOUNT	STATUS
Fencing waste disposal area	Event Center	\$10,000	\$0	Tabled until other projects completed in the area
Fire Hydrant repairs/replacements	Grounds Wide	\$18,000	\$7,990	Completed
Replace flooring in bathrooms	Triangle Park Restroom Building	\$15,000	\$7,300	Completed
Replace Cover on Weatherport	Horse Show		\$5,392	Completed

Thermostat replacement	All buildings	\$10,000	\$7,130	Completed
Cultural Heritage renovation & Lighting	Cultural Heritage	\$20,000	\$8,360	Completed
Roof replacement	Creative Arts	\$100,000	\$0	Planned as part of Controlled Maintenance Application 2022-23
Exterior concrete repairs/drainage issue	Auditorium	\$15,000	\$12,273	Completed
Asphalt	Grounds	\$50,000	\$90,147	Completed*
Replace flooring	Auditorium and Dining Hall	\$25,000	\$7,300	Completed
Install Fence & Gate	Gate 10 Employee lot	\$13,340	\$13,340	Completed
Replace Gutters & Rotted Facia	Creative Arts	\$5,957	\$5,957	Completed
Update Electrical Services - Camping	Events Center - Small Ave Wall	\$23,835	\$23,835	Completed
Update Accessible Seating Area - Platform	Grandstand	\$42,609	\$42,609	Completed
Relocate & Replace Cover on Weatherport	Events Center	\$24,621	\$24,621	Completed
Update Electrical Meter	PB&T Bank Pavilion	\$8,160	\$8,160	Completed
Show Ring Demo & Pen Removal	Sheep & Swine Barn	\$7,835	\$7,835	Completed
Replace Doors	Events Center - Door #2	\$10,395	\$10,395	Completed
Replace Stage & Skirting	PB&T Bank Pavilion	\$13,260	\$13,260	Completed
Replace Stage Panels	Events Center - Main Stage	\$11,767	\$11,767	Completed
Portable compressor for Maintenance	Facilities	\$21,344	\$21,344	Completed
Stair & Concrete Repairs	Ag Palace	\$7,254	\$7,254	Completed
		\$453,377	\$336,269	Total Investment

Anticipated Projects FY21-22	LOCATION/AREA	ANTICIPATED COSTS	EXPENDED AMOUNT	STATUS
Roof Repair/Replacement	Grandstand	\$201,910	\$4,640	In Design
Install Show Ring Structure	Sheep & Swine / Goat Area	\$74,638	\$74,638	Completed
Replace footing in 170 Horse Stalls	Horse Show - Stone Stalls & B/C Barns	\$25,000		Anticipated completion by 6/30/22
Remodel ceiling, lighting and heat	Colorado Building	\$200,000		Anticipated completion by 6/30/22
Install Automated Gate opener/closer	Gate 3	\$34,000		Anticipated completion by 11/30/21
Repair/Replace Exhaust Fans	Various Restroom Facilities on grounds	\$25,000		Anticipated completion by 6/30/22
Replace pens	Sheep & Swine barn	\$46,460	\$46,460	Completed
Redo Entrance	Gate 3	\$50,000		Anticipated completion by 8/1/22
Replace Heater	Livestock Pavilion	\$5,000		Anticipated Completion 12/1/21
Update primary electric meters to secondary	Event Center/ Public Safety Building/VIP lot	\$50,000	\$3,000	Completed Schematic Design - construction anticipated 2022
*Anticipated projects completed as cashflow is available		\$712,008	\$128,738	Total Investment

<u>Storm Damage</u>				
PROJECT	LOCATION/AREA	ANTICIPATED COSTS	EXPENDED AMOUNT	STATUS
Evaluate Roof	Grandstand		\$4,250	Completed - Emergency Controlled Maintenance
Structural damage inspection	Weatherport Tent		\$1,115	Completed - Emergency Controlled Maintenance
Repair roof leaks	Events Center		\$1,560	Completed - Emergency Controlled Maintenance
Repair HVAC Damage	Events Center		\$6,922	Completed - Emergency Controlled Maintenance
Replace Gates	Colorado Pavilion		\$6,825	Completed - Emergency Controlled Maintenance
Repair Electrical line/Pole	Sunshine Park		\$12,887	Completed - Emergency Controlled Maintenance
Repair Block Wall	Maintenance Yard		\$19,250	Completed - Emergency Controlled Maintenance
Repair sides & top	Weatherport Tent		\$37,190	Completed - Risk Management
Demo & Repair blown down structure	Small Animal Building		\$2,400	Completed - Risk Management

HVAC Damage	Events Center		\$3,407	Completed - Risk Management
Repair Gate & Screening	Fence at Armory Lot		\$3,145	Completed - Risk Management
Remove Blown Down Building	Horse Show		\$850	Completed - Risk Management
Replace Coverall	Horse Show	\$19,939		waiting for funding - Risk Management
Replace door panels	Weatherport Tent		\$32,360	Completed waiting for funding - Risk Management
Replace Roofs	Grandstand		\$0	Funded - Risk Management
		\$19,939	\$132,161	Total Investment

Controlled Maintenance & Capital Renewal				
Secondary Electrical Repair/Replacement	Infrastructure - Phase 1/3		\$709,680	Completed - CLOSED OUT
Secondary Electrical Repair/Replacement	Infrastructure - Phase 2/3		\$709,680	Completed - CLOSED OUT
Secondary Electrical Repair/Replacement	Infrastructure - Phase 3/3		\$988,738	Completed - CLOSED OUT
Repair/Replace Water, Sanitary, and Storm Water	Infrastructure - Phase 1/3	\$992,325	\$992,325	Completed - pending close out
Roof Replacement	Event Center - Phase 1/1	\$888,932	\$888,932	Completed - pending close out
HVAC replacement	Event Center - Phase 1/1	\$1,527,448	\$795,184	In Construction - Anticipated completion by 12/31/21
Fire Suppression , Accessibility Upgrade	Palace of Agriculture - Phase 1/1	\$739,797	\$155,631	In Construction - Anticipated completion by 11/30/21
Repair/Replace Water, Sanitary, and Storm Water	Infrastructure - Phase 4 (CR)	\$3,383,907	\$0	Funded, in startup
Code & Life Safety Updates	Events Center - Phase 1/1	\$1,153,056	\$0	Funded, in startup
		\$8,685,465	\$5,240,170	Total Investment

SB17-267				
Repair/Replace Water, Sanitary, & Storm Water	Infrastructure - Phase 2 & 3	\$2,209,919	\$2,281,911	Completed - pending final close out*
		\$2,209,919	\$2,281,911	Total Investment

2021 STIMULUS PROJECTS**				
Gate 5 Remodel	Prairie Avenue Entrance	\$3,675,000		In Design - to be completed by 6/30/21
Landscape Redesign/Entrance Plaza	West of Ag Palace to Gate 5	\$1,900,000		Pending contract with design firm
Schematic Design	New Livestock Building	\$25,000		RFQ in Progress
		\$5,600,000	\$0	Total Investment

*To complete the project \$90,147 was added to complete the asphalt that was torn apart during the construction phase.

**\$5,000,000 is funded with stimulus funds through HB 21-1262, \$600,000 is funded for the Gate 5 Remodel from Pueblo County.

Colorado State Fair Revenue and Expenditure Summary: Legislative Request for Information #1		
Item	FY 2020-21	FY 2019-20
Operating revenues	\$1,452,497	\$7,057,486
Nonoperating revenue		
Unclaimed property fund interest income	\$1,670,559	\$2,036,048
General Fund appropriation	\$875,000	\$1,000,000
Local government grants	\$392,500	\$417,550
Marijuana Tax Cash Fund appropriation	\$150,000	\$300,000
State controlled maintenance	\$2,040,979	\$615,484
Other nonoperating revenue	(\$52,372)	\$258,163
General Fund Surplus - Stimulus Funding HB 21-1262	\$5,000,000	\$0
Total Nonoperating revenue	\$10,076,666	\$4,627,245
Total Revenues	\$11,529,163	\$11,684,731
Expenses	\$4,219,723	\$8,988,569