

**COLORADO GENERAL ASSEMBLY
JOINT BUDGET COMMITTEE**



**SUPPLEMENTAL REQUESTS FOR FY 2015-16
DEPARTMENT OF MILITARY AND VETERANS
AFFAIRS**

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

**Prepared By:
Tom Dermody, JBC Staff
January 20, 2016**

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

TABLE OF CONTENTS

	Narrative Page	Numbers Page
Department Overview	1	N.A.
Summary: FY 2015-16 Appropriation and Recommendation	1	N.A.
Prioritized Supplementals in Department-assigned Order		
S1 Capitol complex leased space refinance	2	4
Non-prioritized Supplementals		
NPS Supplemental fleet vehicle request	3	4
Totals for All Supplementals	N.A.	4
Appendices		
Numbers Pages	4	N.A.

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Department Overview

The Department provides trained and ready military forces for the U.S. active armed services, and for preserving life and property during natural disasters and civil emergencies in Colorado; supports federal and state homeland security missions; maintains equipment and facilities for state military forces; provides for safekeeping of the public arms, military records, relics and banners of the state; assists veterans and National Guard members with benefits claims; maintains the Western Slope Veterans’ Cemetery; supports the Civil Air Patrol, Colorado Wing; and assists in fighting the spread of drug trafficking and abuse.

Summary: FY 2015-16 Appropriation and Recommendation

Department of Military and Veterans Affairs: Recommended Changes for FY 2015-16						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
S.B. 15-234 (Long Bill)	<u>\$225,391,179</u>	<u>\$8,285,043</u>	<u>\$1,281,079</u>	<u>\$800,000</u>	<u>\$215,025,057</u>	<u>1,392.3</u>
Current FY 2015-16 Appropriation	\$225,391,179	\$8,285,043	\$1,281,079	\$800,000	\$215,025,057	1,392.3
Recommended Changes						
Current FY 2015-16 Appropriation	\$225,391,179	8,285,043	\$1,281,079	\$800,000	\$215,025,057	1,392.3
S1 Capitol complex leased space refinance	0	17,707	0	0	(17,707)	0.0
NPS Supplemental fleet vehicle request	<u>(7,823)</u>	<u>(7,823)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
Recommended FY 2015-16 Appropriation	\$225,383,356	\$8,294,927	\$1,281,079	\$800,000	\$215,007,350	1,392.3
Recommended Increase/(Decrease)	(\$7,823)	\$9,884	\$0	\$0	(\$17,707)	0.0
Percentage Change	(0.0%)	0.1%	0.0%	0.0%	(0.0%)	0.0%
FY 2015-16 Executive Request	\$225,383,356	\$8,294,927	\$1,281,079	\$800,000	\$215,007,350	1,392.3
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Request/Recommendation Descriptions

S1 Capitol complex leased space refinance: The request includes an increase of \$17,707 General Fund and a corresponding decrease of \$17,707 federal funds. The recommendation is to approve the Department’s request.

NPS Supplemental fleet vehicle request: The request includes a reduction of \$7,823 General Fund to the Vehicle Lease Payments line item. Staff recommends approval of this request.

Prioritized Supplemental Requests

SUPPLEMENTAL REQUEST, DEPARTMENT PRIORITY #1 CAPITOL COMPLEX LEASED SPACE REFINANCE

	Request	Recommendation
Total	<u>\$0</u>	<u>\$0</u>
FTE	0.0	0.0
General Fund	17,707	17,707
Cash Funds	0	0
Federal Funds	(17,707)	(17,707)

Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria? [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.]	YES
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 to refinance their Capitol Complex Leased Space line item appropriation. The refinance will have a net \$0 budget impact, but will include an increase of \$17,707 General Fund.

Staff Recommendation: Staff recommends that the Committee approve the Department's request to refinance their Capitol Complex lease space payments.

Staff Analysis: The supplemental budget request will shift the federal funds proportion of the Capitol Complex Lease Space (CCLS) line item appropriation to General Fund. According to the Department's Cooperative Agreement with the federal government, federal funds can only be used for direct costs associated with their grant. The CCLS line item federal funds were used by the Department to pay the utilities cost at their Camp George West facilities, which are considered direct costs. Due to a common policy change in FY 2014-15, the CCLS line item no longer includes the cost of utilities. The remaining costs associated with the CCLS line item represent the Department's share of the lease costs at Camp George West.

National Guard Regulation 5-1 does not allow for the reimbursement of any charges that are not considered direct costs associated with the grant. During the 2015 interim, the U.S. Property and Fiscal Officer for Colorado informed the Department that CCLS charges are considered indirect costs. The Department does not anticipate the federal government will seek to recoup funds previously used for the CCLS line item.

Non-prioritized Supplemental Requests

NON-PRIORITIZED SUPPLEMENTAL #1 SUPPLEMENTAL FLEET VEHICLE REQUEST

	Request	Recommendation
Total	<u>(\$7,823)</u>	<u>(\$7,823)</u>
FTE	0.0	0.0
General Fund	(7,823)	(7,823)
Cash Funds	0	0
Reappropriated Funds	0	0
Federal Funds	0	0

Department Request: The Department requests a reduction of \$7,823 General Fund to the Vehicle Lease Payments line item.

Staff Recommendation: Staff recommends that the Committee approve the Department's request. This adjustment will offset part of the General Fund increase associated with the Department's prioritized supplemental request and will ensure the accuracy of this line item's FY 2015-16 appropriation. This recommendation will vary from JBC staff's common policy recommendation, which will be made on January 21, 2016.

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

Appendix A: Number Pages

	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2015-16 Requested Change	FY 2015-16 Rec'd Change	FY 2015-16 Total w/Rec'd Change
--	------------------------------	-------------------------------------	--	------------------------------------	--

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
H. Michael Edwards, Adjutant General

S1 CCLS refinance

(1) EXECUTIVE DIRECTOR AND ARMY NATIONAL GUARD

Capitol Complex Leased Space	<u>30,050</u>	<u>48,115</u>	<u>0</u>	<u>0</u>	<u>48,115</u>
General Fund	30,050	30,408	17,707	17,707	48,115
Federal Funds	0	17,707	(17,707)	(17,707)	0
Total for S1 CCLS refinance	30,050	48,115	0	0	48,115
<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	30,050	30,408	17,707	17,707	48,115
Federal Funds	0	17,707	(17,707)	(17,707)	0

Supplemental Fleet Vehicle Request

(1) EXECUTIVE DIRECTOR AND ARMY NATIONAL GUARD

Vehicle Lease Payments	<u>44,559</u>	<u>50,656</u>	<u>(7,823)</u>	<u>(7,823)</u>	<u>42,833</u>
General Fund	44,559	50,656	(7,823)	(7,823)	42,833
Total for Supplemental Fleet Vehicle Request	44,559	50,656	(7,823)	(7,823)	42,833
<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	44,559	50,656	(7,823)	(7,823)	42,833

Totals Excluding Pending Items

MILITARY AND VETERANS AFFAIRS
TOTALS for ALL Departmental line items

	20,602,570	225,391,179	(7,823)	(7,823)	225,383,356
<i>FTE</i>	<u>1,382.9</u>	<u>1,392.3</u>	<u>0.0</u>	<u>0.0</u>	<u>1,392.3</u>
General Fund	6,987,508	8,285,043	9,884	9,884	8,294,927
Cash Funds	985,238	1,281,079	0	0	1,281,079
Reappropriated Funds	800,000	800,000	0	0	800,000
Federal Funds	11,829,824	215,025,057	(17,707)	(17,707)	215,007,350