

MEMORANDUM



JOINT BUDGET COMMITTEE

TO Members of the Joint Budget Committee
FROM Tom Dermody, JBC Staff (303-866-4963)
DATE March 22, 2024
SUBJECT Available Balance of Unused State-owned Real Property Fund

The Unused State-owned Real Property Fund was created by H.B. 21-1274 (Unused State-owned Real Property Beneficial Use) to support the Department of Personnel in establishing an online inventory of unused, state-owned, real property, and in determining if any such property is suitable for the construction of affordable housing, child care, public schools, residential mental and behavioral health care, or renewable energy facilities. Initially revenue in the fund was derived from the sale, rent, or lease of unused, state-owned, real property.

Senate Bill 22-130 (State Entity Authority For Public-private Partnerships) created the Public-Private Collaboration Unit, which is tasked with identifying and prioritizing partnership opportunities, providing technical assistance to state agencies, and tracking partnerships. State public entities are allowed to enter into public-private partnerships, pursuant to requirements detailed in Section 24-94-104, C.R.S. Additionally, the bill modified the Unused State-owned Real Property Cash Fund to be continuously appropriated for the purposes of supporting the Unit (Section 24-82-102.5 (5)(a), C.R.S.) and authorized the transfer of \$15.5 million General Fund into the Cash Fund. During the 2023 legislative session, S.B. 23-001 transferred an additional \$5.0 million from the General Fund and \$8.0 million from the Housing Development Grant Fund to the Unused State-owned Real Property Cash Fund.

On November 1, 2023, the Department of Personnel submitted a Schedule 9 cash fund balance report for the Unused State-owned Real Property Cash Fund. Based on this report and the transferred authorized in S.B. 22-130 and S.B. 23-001, the Fund is projected to have a FY 2024-25 year-end balance of \$18.3 million.

UNUSED STATE-OWNED REAL PROPERTY FUND			
REVENUE AND EXPENDITURE ASSESSMENT			
	FY 2022-23	FY 2023-24	FY 2024-25
Beginning balance	\$0	\$17,261,226	\$24,755,633
Revenue	17,709,446	14,300,000	1,300,000
Expenditure	(448,220)	(6,805,593)	(7,805,593)
End balance	\$17,261,226	\$24,755,633	\$18,250,040