



Colorado General Assembly
Joint Budget Committee

Joint Budget Committee Staff

FY 2015-16 Budget Briefing Summary

Department of Revenue

The Department has three functional groups: Taxation Business Group; Division of Motor Vehicles; and Enforcement Business Group. The Taxation Business Group collects revenue for the state and for many local governments and assists taxpayers in tax related matters; the Division of Motor Vehicles regulates motor vehicle safety, issues personal identification documents, and regulates commercial vehicles; and the Enforcement Business Group regulates alcohol, tobacco, marijuana, horse racing and off-track betting, limited gaming, and automobile dealers and sales persons. The three functional areas are supported by the Executive Director's Office and Information Technology Divisions. The Department also operates the State Lottery, a TABOR enterprise supported by lottery ticket sales. The Department's FY 2014-15 appropriation represents 1.3 percent of statewide operating appropriations and 1.1 percent of statewide General Fund appropriations.

FY 2014-15 Appropriation and FY 2015-16 Request

Department of Revenue						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2014-15 Appropriation						
HB 14-1336 (Long Bill)	\$323,518,116	\$98,459,137	\$218,700,134	\$5,534,457	\$824,388	1,316.7
Other legislation	<u>3,561,951</u>	<u>3,209,053</u>	<u>352,898</u>	<u>0</u>	<u>0</u>	<u>5.3</u>
TOTAL	\$327,080,067	\$101,668,190	\$219,053,032	\$5,534,457	\$824,388	1,322.0
FY 2015-16 Requested Appropriation						
FY 2014-15 Appropriation	\$327,080,067	101,668,190	\$219,053,032	\$5,534,457	\$824,388	1,322.0
R2 CATS Maintenance and Support	179,010	179,010	0	0	0	0.0
R1 DMV Funding Deficit	0	4,199,062	(4,199,062)	0	0	0.0
R3 DMV long Bill Technical Adjustments	0	0	0	0	0	0.0
Annualize prior year budget actions	(5,178,417)	(7,628,990)	2,530,809	(80,236)	0	0.3
Technical adjustments	(3,348,755)	(3,348,755)	0	0	0	0.0
Annualize prior year legislation	(1,137,477)	(204,557)	(932,920)	0	0	6.3
Centrally appropriated line items	(679,325)	(310,515)	(228,759)	(140,051)	0	0.0
Non-prioritized requested changes	<u>(21,630)</u>	<u>(5,386)</u>	<u>(16,244)</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$316,893,473	\$94,548,059	\$216,206,856	\$5,314,170	\$824,388	1,328.6
Increase/(Decrease)	(\$10,186,594)	(\$7,120,131)	(\$2,846,176)	(\$220,287)	\$0	6.6
Percentage Change	(3.1%)	(7.0%)	(1.3%)	(4.0%)	0.0%	0.5%

Summary of Issues Presented to the Joint Budget Committee

Statewide Marijuana Tax Cash Fund Requests and Proposition AA TABOR Refund: The Department of Revenue collects taxes imposed on legal marijuana activities. This issue provides an overview of tax revenue derived from those activities, the potential TABOR refund in FY2015-16, and the Governor's request from the Marijuana Tax Cash Fund.

R1 DMV Funding Deficit: The Department of Revenue requests \$4.2 million General Fund and a corresponding reduction in its appropriation from the Licensing Services Cash Fund to address a deficit between the appropriation needed to maintain operations and revenue deposited into the Licensing Services Cash Fund.

R2 Colorado Automated Testing System (CATS) Maintenance and Support: The Department is requesting \$179,010 General Fund, which annualizes to \$179,010 General Fund to provide ongoing hardware and software maintenance, licenses, remote hosting services on the Colorado Automated Testing System (CATS), which the Department utilizes to administer commercial driver's licensing and regular driver's licensing knowledge tests.

For More Information

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To read the entire briefing: http://www.tornado.state.co.us/gov_dir/leg_dir/jbc/2014-15/revbrf.pdf