

Department of Regulatory Agencies
 Summary of Proposed Reductions
 FY 2008-09
 January 15, 2009

Priority	Yes or No	Enter One	Division	Title	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE	List
	Corresponding FY 2009-10 Impact?	One Time or Base/Ongoing?									Other Department(s) Affected / Comments
S-3	No	One Time	Civil Rights Division	General Fund Negative Supplemental - CCRD Personal Services FY 2008-09	(\$48,257)	(\$48,257)	\$0	\$0	\$0	0.0	No / na
S-4	No	One Time	Division of Insurance	General Fund Negative Supplemental - Division of Insurance Personal Services FY 2008-09	(\$152,217)	\$0	(\$152,217)	\$0	\$0	0.0	No / Cash Fund decrease results in dollar-for-dollar increase in General Fund Revenues
S-5	No	One Time	Departmentwide	Hiring Freeze Reduction	(\$766,273)	\$0	(\$766,273)	\$0	\$0	0.0	No / see "Non-line item Request:" on Schedule 13 for detail
Total - Reductions					(\$966,747)	(\$48,257)	(\$918,490)	\$0	\$0	0.0	

Note: This summary does not include the impact of the common policy for Management and Administration of OIT.

**Schedule 13
Change Request for FY 09-10 Budget Request Cycle**

Decision Item FY 09-10 Base Reduction Item FY 09-10 Supplemental FY 08-09 Budget Request Amendment FY 09-10
Request Title: General Fund Negative Supplemental - CCRD Personal Services FY 2008-09
Department: Regulatory Agencies **Dept. Approval by:** *[Signature]* **Date:** 1/08/09
Priority Number: S-3 **OSPb Approval:** *[Signature]* **Date:** 1-12-09

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 07-08	Appropriation FY 08-09	Supplemental Request FY 08-09	Total Revised Request FY 08-09	Base Request FY 09-10	Decision/ Base Reduction FY 09-10	November 1 Request FY 09-10	Budget Amendment FY 09-10	Total Revised Request FY 09-10	Change from Base (Column 5) FY 09-10
Total of All Line Items	Total	1,089,166	1,678,996	(48,257)	1,630,739	1,829,223	0	1,829,223	0	1,829,223	0
	FTE	31.0	32.4	0.0	32.4	33.8	0.0	33.8	0.0	33.8	0.0
	GF	1,089,166	900,893	(48,257)	852,636	1,051,120	0	1,051,120	0	1,051,120	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE/RF	311,532	419,067	0	419,067	419,067	0	419,067	0	419,067	0
	FF	351,405	359,036	0	359,036	359,036	0	359,036	0	359,036	0
(3) Civil Rights Division Personal Services	Total	1,089,166	1,678,996	(48,257)	1,630,739	1,829,223	0	1,829,223	0	1,829,223	0
	FTE	31.0	32.4	0.0	32.4	33.8	0.0	33.8	0.0	33.8	0.0
	GF	1,089,166	900,893	(48,257)	852,636	1,051,120	0	1,051,120	0	1,051,120	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE/RF	311,532	419,067	0	419,067	419,067	0	419,067	0	419,067	0
	FF	351,405	359,036	0	359,036	359,036	0	359,036	0	359,036	0

Letternote revised text:

Cash Fund name/number, Federal Fund Grant name:

IT Request: Yes No

Request Affects Other Departments: Yes No If Yes, List Other Departments Here:



DEPARTMENT OF REGULATORY AGENCIES

*Budget Reduction Proposal
January 15, 2009*

*D. Rico Munn
Executive Director*

General Fund Negative Supplemental – CCRD Personal Service FY 2008-09 – S-3

Proposal:

The Division of Civil Rights receives a direct General Fund appropriation that is supplemented by contract funding from federal agencies. The Department proposes a reduction to the Division's Personal Services line item in the amount of \$48,257 General Fund for FY 2008-09.

The impact of this reduction is intended to be in addition to whatever impact is ultimately associated with the hiring freeze. Specifically, the Division's vacancy savings prior to October 1st is estimated as follows:

Formerly GP IV (filled as GPIII) - Outreach/Education (3675)	July 1 - Sept 2	savings of \$11,928
Formerly GP IV (filled as PAII) - Housing Intake (3674)	July 1 - Sept 30	savings of \$17,892
Criminal Investigator I (3032)	Sept 1-30	savings of \$4,908
IT Tech II	July 1 - Sept 30	savings of \$14,091
 Total vacancy savings		 \$48,819

Summary of Request:

- The Division's appropriation is a combination of General Fund and Federal Funds, and its General Fund should be reduced in step with any common General Fund appropriations action.
- The Division's Personal Services line item is the only line that can absorb the required reduction, and there is no realistic alternative to take these savings elsewhere.
- Implementing this action on top of the ultimate impact of the hiring freeze results from estimated vacancy savings occurring prior to October.

Assumptions and Tables to Show Calculations:

The following table shows the amounts upon which the proposed reduction was calculated. It should be noted that the Civil Rights total includes all appropriated General Fund. The Nursing Pilot program is a special bill program that requires a payment to a third-party administrator, and is omitted for that reason.

FY 2008-09 General Fund Appropriation	GF	RF	Total
Total General Fund Long Bill Appropriation	\$1,429,422	\$0	\$1,429,422
Additional General Fund in Statewide Indirect Offset	\$0	\$419,067	\$419,067
Additional General Fund for SB 08-200	\$81,805	\$0	\$81,805
Additional General Fund for Nursing Pilot Program	\$67,400	\$0	\$67,400
Additional General Fund for Nursing Pilot Program	(\$67,400)	\$0	(\$67,400)
Total	\$1,511,227	\$419,067	\$1,930,294
2.5% of Total	\$37,781	\$10,477	\$48,257

Current Statutory Authority or Needed Statutory Change:

No statutory change required.

Division of Civil Rights: 24-34-305, C.R.S. (2008) (1) *The commission has the following powers and duties: (a) To adopt, publish, amend, and rescind rules and regulations, in accordance with the provisions of section 24-4-103, which are consistent with and for the implementation of parts 3 to 7 of this article. All such rules adopted or amended on or after July 1, 1979, shall be subject to sections 24-4-103 (8) (c) and (8) (d) and 24-34-104 (9) (b) (II). (b) To receive, investigate, and pass upon charges alleging unfair or discriminatory practices in violation of parts 4 to 7 of this article; (c) To investigate and study the existence, character, causes, and extent of unfair or discriminatory practices as defined in parts 4 to 7 of this article and to formulate plans for the elimination thereof by educational or other means.*

Schedule 13
Change Request for FY 09-10 Budget Request Cycle

Decision Item FY 09-10 Base Reduction Item FY 09-10 Supplemental FY 08-09 Budget Request Amendment FY 09-10
 General Fund Negative Supplemental - Division of Insurance Personal

Request Title: Services FY 2008-09
 Department: Regulatory Agencies
 Priority Number: S-4

Dept. Approval by: *[Signature]* Date: 01/02/09
 OSPB Approval: *[Signature]* Date: 1-12-09

		1	2	3	4	5	6	7	8	9	10
	Fund	Prior-Year Actual FY 07-08	Appropriation FY 08-09	Supplemental Request FY 08-09	Total Revised Request FY 08-09	Base Request FY 09-10	Decision/ Base Reduction FY 09-10	November 1 Request FY 09-10	Budget Amendment FY 09-10	Total Revised Request FY 09-10	Change from Base (Column 5) FY 09-10
Total of All Line Items	Total	5,383,868	6,171,046	(152,217)	6,018,829	6,350,689	0	6,350,689	0	6,350,689	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	5,383,868	6,171,046	(152,217)	6,018,829	6,350,689	0	6,350,689	0	6,350,689	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
(6) Division of Insurance Personal Services	Total	5,383,868	6,171,046	(152,217)	6,018,829	6,350,689	0	6,350,689	0	6,350,689	0
	FTE	80.2	84.9	0.0	84.9	84.9	0.0	84.9	0.0	84.9	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	5,383,868	6,171,046	(152,217)	6,018,829	6,350,689	0	6,350,689	0	6,350,689	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0

Non-line item impact: This reduction in cash funds to the Division of Insurance will result in a \$152,217 increase in General Fund revenues from the insurance premium tax revenue stream in FY 2008-09

Letternote revised text:

Cash Fund name/number, Federal Fund Grant name: Division of Insurance Cash Fund #282

IT Request: Yes No

Request Affects Other Departments: Yes No **If Yes, List Other Departments Here:**



DEPARTMENT OF REGULATORY AGENCIES

*Budget Reduction Proposal
January 15, 2009*

*D. Rico Munn
Executive Director*

General Fund Negative Supplemental – Division of Insurance Personal Services FY 2008-09 – S-4

Proposal:

The cash funds appropriation to the Division of Insurance affects General Fund revenues because the Division of Insurance Cash Fund is backfilled by insurance premium tax revenue that would otherwise be credited to the General Fund. On average, this amounts to roughly \$2.6 million in premium tax revenue annually. Therefore, decreased appropriations to the Division of Insurance have a corresponding affect of increasing General Fund revenues, up to approximately \$2.6 million.

Only two areas can be reduced – the Division’s \$5.8 million cash fund appropriated personal services line item, or the Division’s \$383,896 cash fund appropriated operating line item. The Department proposes a reduction to the Division’s Personal Services line item in the amount of \$152,217 cash funds for FY 2008-09. Although it is unclear what the exact impact of the hiring freeze will be during FY 2008-09, the dollar amount of the reduction should be applied to reduce the personal services appropriations beyond the ultimate impact of the hiring freeze by the requested amount. With 80 employees for this Division, it is difficult to associate the savings with specific positions because it includes both vacancies prior to October as well as the cumulative impact of positions filled during prior years.

Summary of Request:

- The Division’s cash fund is backfilled by General Fund revenues, and should therefore be reduced in step with any common General Fund appropriations action to conserve General Fund.
- The Division’s Personal Services line item is the only line that can absorb the required reduction, and there is no realistic alternative to take these savings elsewhere.
- Implementing this action on top of the ultimate impact of the hiring freeze will require the Division to manage its spending accordingly.

Assumptions and Tables to Show Calculations:

The following table shows the amounts upon which the required reduction was calculated. It should be noted that a strict reading of the request might require the reduction to be calculated only for the projected share of insurance premium tax revenues (\$2.6 million), but in light of the fact that 100% of each dollar reduced will benefit the General Fund, the proposal is calculated relative to the Division’s total cash fund appropriation, as follows:

Division of Insurance - FY 2008-09 Appropriation	GF	CF	Total
Personal Services		\$5,804,777	\$5,804,777
Operating Expenses*		\$283,896	\$283,896
Total	\$0	\$6,088,673	\$6,088,673
2.5% of total	\$0	\$152,217	\$152,217

*The Operating Expenses line item includes \$100,000 in continuously appropriated spending authority that is not applicable because it has no affect on premium tax revenues

Current Statutory Authority or Needed Statutory Change:

No statutory change is needed.

The most relevant authority is as follows: Division of Insurance: *10-3-209 (4) All taxes, penalties, and fines collected by the division of insurance under the provisions of this section shall be transmitted to the department of the treasury and credited to the general fund; except that such amounts appropriated by the general assembly to the division of insurance cash fund, created in section 10-1-103 (3), not to exceed a maximum of five percent of all taxes collected under this section, shall be transmitted to the state treasurer and deposited in the division of insurance cash fund.*

Schedule 13

Change Request for FY 09-10 Budget Request Cycle

Request Title: Hiring Freeze Reduction
 Department: Regulatory Agencies
 Priority Number: S-5

Decision Item FY 09-10
 Base Reduction Item FY 09-10
 Supplemental FY 08-09
 Budget Request Amendment FY 09-10

Dept. Approval by: *[Signature]* Date: 1/13/09
 OSPB Approval: *[Signature]* Date: 1-13-09

		1	2	3	4	5	6	7	8	9	10
	Fund	Prior-Year Actual FY 07-08	Appropriation FY 08-09	Supplemental Request FY 08-09	Total Revised Request FY 08-09	Base Request FY 09-10	Decision/ Base Reduction FY 09-10	November 1 Request FY 09-10	Budget Amendment FY 09-10	Total Revised Request FY 09-10	Change from Base (Column 5) FY 09-10
Total of All Line Items	Total	32,116,248	32,060,348	(766,273)	31,294,075	33,074,937	0	33,074,937	0	33,074,937	0
	FTE	326.0	368.0	0.0	368.0	370.9	0.0	370.9	0.0	370.9	0.0
	GF	0	67,400	0	67,400	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	32,116,248	29,805,141	(766,273)	29,038,868	30,810,096	0	30,810,096	0	30,810,096	0
	CFE/RF	0	2,181,315	0	2,181,315	2,258,349	0	2,258,349	0	2,258,349	0
FF	0	6,492	0	6,492	6,492	0	6,492	0	6,492	0	
(2) Division of Banking Personal Services	Total	3,033,326	2,810,567	(78,772)	2,731,795	2,956,846	0	2,956,846	0	2,956,846	0
	FTE	36.2	38.5	0.0	38.5	38.5	0.0	38.5	0.0	38.5	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	3,033,326	2,810,567	(78,772)	2,731,795	2,956,846	0	2,956,846	0	2,956,846	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
FF	0	0	0	0	0	0	0	0	0	0	
(6) Division of Insurance Personal Services	Total	5,838,868	6,171,046	(91,778)	6,079,268	6,350,689	0	6,350,689	0	6,350,689	0
	FTE	76.1	86.9	0.0	86.9	86.7	0.0	86.7	0.0	86.7	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	5,838,868	6,171,046	(91,778)	6,079,268	6,350,689	0	6,350,689	0	6,350,689	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
FF	0	0	0	0	0	0	0	0	0	0	
(7) Public Utilities Commission Personal Services	Total	8,558,518	8,475,608	(328,406)	8,147,202	8,828,119	0	8,828,119	0	8,828,119	0
	FTE	88.8	101.1	0.0	101.1	102.9	0.0	102.9	0.0	102.9	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	8,558,518	8,475,608	(328,406)	8,147,202	8,828,119	0	8,828,119	0	8,828,119	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
FF	0	0	0	0	0	0	0	0	0	0	

Schedule 13

Change Request for FY 09-10 Budget Request Cycle

Request Title: Decision Item FY 09-10 Base Reduction Item FY 09-10 Supplemental FY 08-09 Budget Request Amendment FY 09-10

Department: Hiring Freeze Reduction Dept. Approval by: _____ Date: _____

Priority Number: S-5 Regulatory Agencies OSPB Approval: _____ Date: _____

		1	2	3	4	5	6	7	8	9	10
	Fund	Prior-Year Actual FY 07-08	Appropriation FY 08-09	Supplemental Request FY 08-09	Total Revised Request FY 08-09	Base Request FY 09-10	Decision/ Base Reduction FY 09-10	November 1 Request FY 09-10	Budget Amendment FY 09-10	Total Revised Request FY 09-10	Change from Base (Column 5) FY 09-10
(8) Division of Real Estate Personal Services	Total	2,908,628	3,171,812	(87,649)	3,084,163	3,230,890	0	3,230,890	0	3,230,890	0
	FTE	38.8	50.1	0.0	50.1	49.1	0.0	49.1	0.0	49.1	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	2,908,628	3,171,812	(87,649)	3,084,163	3,230,890	0	3,230,890	0	3,230,890	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
(9) Division of Registrations Personal Services	Total	11,776,908	11,431,315	(179,668)	11,251,647	11,708,393	0	11,708,393	0	11,708,393	0
	FTE	162.2	178.3	0.0	178.3	180.4	0.0	180.4	0.0	180.4	0.0
	GF	0	67,400	0	67,400	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	11,776,908	9,176,108	(179,668)	8,996,440	9,443,552	0	9,443,552	0	9,443,552	0
	CFE/RF	0	2,181,315	0	2,181,315	2,258,349	0	2,258,349	0	2,258,349	0
	FF	0	6,492	0	6,492	6,492	0	6,492	0	6,492	0

Non-line item impact: The total reduction associated with the hiring freeze has changed from the Department's original estimated figure of \$792,123 to the current total of \$766,273. Adjustments were made as follows: a reduction of \$165,517 to reflect 5 positions that were filled as of October (simultaneous to gathering data on vacancies); a reduction of \$23,611 to reflect a position that had previously been abolished but was mistakenly included in the data; an increase of \$125,924 to reflect vacancies that have occurred since the onset of the freeze; and a total adjustment of \$37,354 associated with making benefit calculations a uniform 20%.

Cash Fund name/number, Federal Fund Grant name: Various Cash Funds

IT Request: Yes No

Request Affects Other Departments: es o If Yes, List Other Departments Here: