

**Schedule 13
Change Request for FY 2011-12 Budget Request Cycle**

Decision Item FY 2011-12		Base Reduction Item FY 2011-12		Supplemental FY 2010-11		Budget Amendment FY 2011-12					
Request Title: General Fund Reduction and ARRA Proportionality (FY 2010-11)		Dept. Approval by: <i>[Signature]</i>		Date: 10/8/10		OSPb Approval: <i>[Signature]</i>		Date: 10-13-10			
Department: Education		Priority Number: ES-01									
	Fund	1 Prior-Year Actual FY 2009-10	2 Appropriation FY 2010-11	3 Supplemental Request FY 2010-11	4 Total Revised Request FY 2010-11	5 Base Request FY 2011-12	6 Decision/ Base Reduction FY 2011-12	7 November 1 Request FY 2011-12	8 Budget Amendment FY 2011-12	9 Total Revised Request FY 2011-12	10 Change from Base (Column 5) FY 2012-13
Total of All Line Items	Total	3,526,567,681	3,407,086,250	(292,666)	3,406,793,584	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	3,076,191,636	2,852,239,227	(219,528,715)	2,632,710,512	0	0	0	0	0	0
	GFE	0	161,444,485	0	161,444,485	0	0	0	0	0	0
	CF	450,376,045	393,402,538	(292,666)	393,109,872	0	0	0	0	0	0
	RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	219,528,715	219,528,715	0	0	0	0	0	0
(2) Assistance to Public Schools -	Total	3,518,869,631	3,399,817,395	(219,528,715)	3,180,288,681	0	0	0	0	0	0
(A) Public School	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Finance -	GF	3,076,191,636	2,852,239,227	(219,528,715)	2,632,710,512	0	0	0	0	0	0
State Share of Total	GFE	0	161,444,485	0	161,444,485	0	0	0	0	0	0
Program Funding	CF	442,677,995	386,133,684	0	386,133,684	0	0	0	0	0	0
	RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
(2) Assistance to Public Schools -	Total	7,698,050	7,268,854	(292,666)	6,976,188	0	0	0	0	0	0
(A) Public School	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Finance -	GF	0	0	0	0	0	0	0	0	0	0
Hold-harmless Full-day	GFE	0	0	0	0	0	0	0	0	0	0
Kindergarten Funding	CF	7,698,050	7,268,854	(292,666)	6,976,188	0	0	0	0	0	0
	RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
(2) Assistance to Public Schools -	Total	0	0	63,197,164	63,197,164	0	0	0	0	0	0
(A) Public School	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Finance -	GF	0	0	0	0	0	0	0	0	0	0
Education Stabilization	GFE	0	0	0	0	0	0	0	0	0	0
Funds from the State	CF	0	0	0	0	0	0	0	0	0	0
Fiscal Stabilization Fund	RF	0	0	0	0	0	0	0	0	0	0
in ARRA	FF	0	0	63,197,164	63,197,164	0	0	0	0	0	0
[NEW LINE ITEM]											
(2) Assistance to Public Schools -	Total	0	0	156,331,551	156,331,551	0	0	0	0	0	0
(A) Public School	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Finance -	GF	0	0	0	0	0	0	0	0	0	0
Education Jobs Fund	GFE	0	0	0	0	0	0	0	0	0	0
Program	CF	0	0	0	0	0	0	0	0	0	0
[NEW LINE ITEM]	RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	156,331,551	156,331,551	0	0	0	0	0	0

Sci e 13
Change Request for FY 2011-12 Budget Request Cycle

Decision Item FY 2011-12 Base Reduction Item FY 2011-12 Supplemental FY 2010-11 Budget Amendment FY 2011-12

Request Title: General Fund Reduction and ARRA Proportionality (FY 2010-11)
 Department: Education Dept. Approval by: _____ Date: _____
 Priority Number: ES-01 OSPB Approval: _____ Date: _____

		1	2	3	4	5	6	7	8	9	10
	Fund	Prior-Year Actual FY 2009-10	Appropriation FY 2010-11	Supplemental Request FY 2010-11	Total Revised Request FY 2010-11	Base Request FY 2011-12	Decision/ Base Reduction FY 2011-12	November 1 Request FY 2011-12	Budget Amendment FY 2011-12	Total Revised Request FY 2011-12	Change from Base (Column 6) FY 2012-13

Non-Line Item Request: This request requires a legislative change in the 2010 Session to allow the Total Program funding to be reduced below the current statutory amount of \$5,438,295,823, pursuant to 22-54-104(5)(g), C.R.S.

Cash or Federal Fund Name and COFRS Fund Number: Cash Funds: State Education Fund:# 440 (cash fund)
Cash Funds: State Public School Fund - # 113 (cash fund)
Federal Funds: Education Stabilization Fund - State Fiscal Stabilization Fund - American Reinvestment Act of 2009 (ARRA)
Federal Funds: Education Jobs Fund Program. This is requested are to be shown in the supplemental bill for informational purposes only. These funds cannot be appropriated by the State and are provided directly to school districts according to the allocation required in the federal act.

Reappropriated Funds Source, by Department and Line Item Name: none

Approval by OIT? Yes: No: N/A:

Schedule 13s from Affected Departments: Department of Higher Education

Sc. File 13
Change Request for FY 2011-12 Budget Request Cycle

Decision Item FY 2011-12	Base Reduction Item FY 2011-12	Supplemental FY 2010-11	Budget Amendment FY 2011-12
--------------------------	--------------------------------	-------------------------	-----------------------------

Request Title: General Fund Reduction and ARRA Proportionality (FY 2010-11)
 Department: Higher Education
 Priority Number: ES-01

Dept. Approval by: *[Signature]*
 OSPB Approval: *[Signature]*
 Date: 10/8/10
 Date: 10-13-10

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2009-10	Appropriation FY 2010-11	Supplemental Request FY 2010-11	Total Revised Request FY 2010-11	Base Request FY 2011-12	Decision/ Base Reduction FY 2011-12	November 1 Request FY 2011-12	Budget Amendment FY 2011-12	Total Revised Request FY 2011-12	Change from Base (Column 5) FY 2012-13
Total of All Line Items	Total	2,230,733,416	2,448,499,226	60,644,975	2,509,144,201	0	0	0	0	0	0
	FTE	18,957.5	21,034.0	0.0	21,034.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	140,158,827	186,143,029	63,197,164	249,340,193	0	0	0	0	0	0
	GFE	0	101,266,667	0	101,266,667	0	0	0	0	0	0
	CF	1,393,543,578	1,534,224,984	0	1,534,224,984	0	0	0	0	0	0
	RF	314,669,728	537,570,447	60,644,975	598,315,422	0	0	0	0	0	0
	FF	382,361,283	89,194,099	(63,197,164)	25,996,935	0	0	0	0	0	0
(4) College Opportunity Fund Program (B) Fee-for-service Contracts with State Institutions	Total	127,382,834	267,415,608	60,644,975	328,060,583	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	127,382,834	166,148,941	60,644,975	226,793,916	0	0	0	0	0	0
	GFE	0	101,266,667	0	101,266,667	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
(5) GOVERNING BOARDS (A) Trustees of Adams State College	Total	27,591,374	27,990,785	0	27,990,785	0	0	0	0	0	0
	FTE	271.5	274.4	0.0	274.4	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	12,982,925	14,542,840	0	14,542,840	0	0	0	0	0	0
	RF	7,276,999	12,149,322	920,120	13,069,442	0	0	0	0	0	0
	FF	7,331,450	1,298,623	(920,120)	378,503	0	0	0	0	0	0
(5) GOVERNING BOARDS (B) Trustees of Mesa State College	Total	55,747,450	58,122,874	0	58,122,874	0	0	0	0	0	0
	FTE	462.2	519.2	0.0	519.2	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	31,741,843	36,035,822	0	36,035,822	0	0	0	0	0	0
	RF	12,099,298	19,888,392	1,557,828	21,446,220	0	0	0	0	0	0
	FF	11,906,309	2,198,660	(1,557,828)	640,832	0	0	0	0	0	0
(5) GOVERNING BOARDS (C) Trustees of Metropolitan State College of Denver	Total	120,905,959	125,467,690	0	125,467,690	0	0	0	0	0	0
	FTE	1,056.3	1,266.1	0.0	1,266.1	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	71,192,547	81,389,959	0	81,389,959	0	0	0	0	0	0
	RF	24,531,075	39,778,568	3,039,023	42,817,591	0	0	0	0	0	0
	FF	25,182,337	4,289,163	(3,039,023)	1,250,140	0	0	0	0	0	0

Schedule 13
Change Request for FY 2011-12 Budget Request Cycle

Decision Item FY 2011-12		Base Reduction Item FY 2011-12			Supplemental FY 2010-11			Budget Amendment FY 2011-12			
Request Title: General Fund Reduction and ARRA Proportionality (FY 2010-11)											
Department: Higher Education											
Priority Number: ES-01											
Dept. Approval by:						Date:					
OSPB Approval:						Date:					
	Fund	1	2	3	4	5	6	7	8	9	10
		Prior Year Actual FY 2009-10	Appropriation FY 2010-11	Supplemental Request FY 2010-11	Total Revised Request FY 2010-11	Base Request FY 2011-12	Decision/ Base Reduction FY 2011-12	November 1 Request FY 2011-12	Budget Amendment FY 2011-12	Total Revised Request FY 2011-12	Change from Base (Column 5) FY 2012-13
(5) GOVERNING BOARDS	Total	21,414,472	21,120,181	0	21,120,181	0	0	0	0	0	0
(D) Trustees of Western State College	FTE	230.9	243.2	0.0	243.2	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	9,241,455	9,911,300	0	9,911,300	0	0	0	0	0	0
	RF	5,876,752	9,892,147	932,952	10,825,099	0	0	0	0	0	0
	FF	6,296,265	1,316,734	(932,952)	383,782	0	0	0	0	0	0
(5) GOVERNING BOARDS	Total	385,808,372	396,562,553	0	396,562,553	0	0	0	0	0	0
(E) Board of Governors of the Colorado State University System	FTE	3,852.4	4,136.9	0.0	4,136.9	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	238,746,860	264,332,293	0	264,332,293	0	0	0	0	0	0
	RF	65,857,854	113,790,028	13,065,555	126,855,583	0	0	0	0	0	0
	FF	81,203,658	18,440,232	(13,065,555)	5,374,677	0	0	0	0	0	0
(5) GOVERNING BOARDS	Total	41,900,629	41,290,706	0	41,290,706	0	0	0	0	0	0
(F) Trustees of Fort Lewis College	FTE	432.3	418.2	0.0	418.2	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	29,116,299	29,739,435	0	29,739,435	0	0	0	0	0	0
	RF	4,948,228	8,805,822	1,945,247	10,751,069	0	0	0	0	0	0
	FF	7,836,102	2,745,449	(1,945,247)	800,202	0	0	0	0	0	0
(5) GOVERNING BOARDS	Total	866,901,469	907,910,972	0	907,910,972	0	0	0	0	0	0
(G) Regents of the University of Colorado	FTE	6,441.1	6,920.9	0.0	6,920.9	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	667,144,489	714,787,921	0	714,787,921	0	0	0	0	0	0
	RF	88,868,623	159,761,513	23,637,826	183,399,339	0	0	0	0	0	0
	FF	120,888,357	33,361,538	(23,637,826)	9,723,712	0	0	0	0	0	0
(5) GOVERNING BOARDS	Total	93,932,574	100,773,005	0	100,773,005	0	0	0	0	0	0
(H) Trustees of the Colorado School of Mines	FTE	629.4	684.2	0.0	684.2	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	70,695,188	79,316,760	0	79,316,760	0	0	0	0	0	0
	RF	10,594,313	18,793,625	1,886,560	20,680,185	0	0	0	0	0	0
	FF	12,643,073	2,662,820	(1,886,560)	776,060	0	0	0	0	0	0
(5) GOVERNING BOARDS	Total	109,907,409	113,564,367	0	113,564,367	0	0	0	0	0	0
(I) University of Northern Colorado	FTE	1,015.0	986.9	0.0	986.9	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	65,821,098	72,940,277	0	72,940,277	0	0	0	0	0	0
	RF	20,515,779	35,176,878	3,859,542	39,036,420	0	0	0	0	0	0
	FF	23,570,532	5,447,212	(3,859,542)	1,587,670	0	0	0	0	0	0

Sci 13
Change Request for FY 2011-12 Budget Request Cycle

Decision Item FY 2011-12 Base Reduction Item FY 2011-12 Supplemental FY 2010-11 Budget Amendment FY 2011-12

Request Title: General Fund Reduction and ARRA Proportionality (FY 2010-11)
 Department: Higher Education Dept. Approval by: _____ Date: _____
 Priority Number: ES-01 OSPB Approval: _____ Date: _____

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2009-10	Appropriation FY 2010-11	Supplemental Request FY 2010-11	Total Revised Request FY 2010-11	Base Request FY 2011-12	Decision/ Base Reduction FY 2011-12	November 1 Request FY 2011-12	Budget Amendment FY 2011-12	Total Revised Request FY 2011-12	Change from Base (Column 5) FY 2012-13
(5) GOVERNING BOARDS	Total	2,079,568,904	363,857,995	0	363,857,995	0	0	0	0	0	0
(J) State Board for Community Colleges and Occupational Education	FTE	4,576.4	5,584.0	0.0	5,584.0	0.0	0.0	0.0	0.0	0.0	0.0
State System Community Colleges	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	1,934,281,707	230,392,038	0	230,392,038	0	0	0	0	0	0
	RF	74,100,807	119,634,152	9,800,322	129,434,474	0	0	0	0	0	0
	FF	71,188,390	13,831,805	(9,800,322)	4,031,483	0	0	0	0	0	0
(6) LOCAL DISTRICT JUNIOR COLLEGE GRANTS PURSUANT TO SECTION 23-71-301, C.R.S	Total	15,890,257	15,467,729	0	15,467,729	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	7,350,751	12,601,934	1,437,941	14,039,875	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	836,339	0	836,339	0	0	0	0	0	0
	RF	0	0	0	0	0	0	0	0	0	0
	FF	8,539,506	2,029,456	(1,437,941)	591,515	0	0	0	0	0	0
(7) DIVISION OF OCCUPATIONAL EDUCATION (C) Area Vocational School Support	Total	11,202,546	8,964,761	0	8,964,761	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	5,425,242	7,392,154	1,114,248	8,506,402	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	RF	0	0	0	0	0	0	0	0	0	0
	FF	5,777,304	1,572,607	(1,114,248)	458,359	0	0	0	0	0	0

Non-Line Item Request:

Letternote Revised Text: (A) Trustees of Adams State College
 FY 2010-11 (b) Of this amount, \$2,869,980 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for student stipend payments and ~~\$9,279,342~~ \$10,199,462 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for fee-for-service contracts.

Letternote Revised Text: (B) Trustees of Mesa State College
 FY 2010-11 (b) Of this amount, \$9,962,160 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for student stipend payments and ~~\$9,926,232~~ \$11,484,060 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for fee-for-service contracts.

Letternote Revised Text: (C) Trustees of Metropolitan State College of Denver
 FY 2010-11 (b) Of this amount, \$33,176,820 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for student stipend payments and ~~\$6,604,743~~ \$9,640,771 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for fee-for-service contracts.

Letternote Revised Text: (D) Trustees of Western State College
 FY 2010-11 (b) Of this amount, \$2,568,660 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for student stipend payments and ~~\$7,323,487~~ \$8,256,439 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for fee-for-service contracts.

Schedule 13
Change Request for FY 2011-12 Budget Request Cycle

Decision Item FY 2011-12 Base Reduction Item FY 2011-12 Supplemental FY 2010-11 Budget Amendment FY 2011-12

Request Title: General Fund Reduction and ARRA Proportionality (FY 2010-11)
 Department: Higher Education Dept. Approval by: _____ Date: _____
 Priority Number: ES-01 OSPB Approval: _____ Date: _____

		1	2	3	4	5	6	7	8	9	10
Fund		Prior-Year Actual FY 2009-10	Appropriation FY 2010-11	Supplemental Request FY 2010-11	Total Revised Request FY 2010-11	Base Request FY 2011-12	Decision/ Base Reduction FY 2011-12	November 1 Request FY 2011-12	Budget Amendment FY 2011-12	Total Revised Request FY 2011-12	Change from Base (Column 5) FY 2012-13

Letternote Revised Text: (E) Board of Governors of the Colorado State University System
FY 2010-11 (b) Of this amount, \$38,987,460 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for student stipend payments, ~~\$74,832,568~~ \$87,698,123 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for fee-for-service contracts, and \$170,000 shall be from moneys appropriated to the Department of Local Affairs from the Local Government Mineral Impact Fund created in Section 34-63-102 (5) (a) (I), C.R.S. The amount from the Local Government Mineral Impact Fund represents a 2009 calendar year grant, and any unexpended balance on June 30, 2009, is intended to roll forward and remain available for expenditure through June 30, 2010.

Letternote Revised Text: (F) Trustees of Fort Lewis College
FY 2010-11 (b) Of this amount, \$4,238,940 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for student stipend payments, ~~\$4,648,882~~ \$6,464,129 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for fee-for-service contracts, and \$48,000 shall be from moneys appropriated to the Department of Local Affairs from the Local Government Mineral Impact Fund created in Section 34-63-102 (5) (a) (I), C.R.S. The amount from the Local Government Mineral Impact Fund represents a 2009 calendar year grant, and any unexpended balance on June 30, 2009, is intended to roll forward and remain available for expenditure through June 30, 2010.

Letternote Revised Text: (G) Regents of the University of Colorado
FY 2010-11 (b) Of this amount, \$55,346,160 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for student stipend payments, ~~\$403,757,822~~ \$127,395,648 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for fee-for-service contracts, and \$657,531 shall be from moneys appropriated to the Department of Local Affairs from the Local Government Mineral Impact Fund created in Section 34-63-102 (5) (a) (I), C.R.S. The amount from the Local Government Mineral Impact Fund represents a 2009 calendar year grant, and any unexpended balance on June 30, 2009, is intended to roll forward and remain available for expenditure through June 30, 2010.

Letternote Revised Text: (H) Trustees of the Colorado School of Mines
FY 2010-11 (b) Of this amount, \$5,327,040 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for student stipend payments and ~~\$43,466,586~~ \$15,353,145 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for fee-for-service contracts.

Letternote Revised Text: (I) University of Northern Colorado
FY 2010-11 (b) Of this amount, \$15,646,320 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for student stipend payments and ~~\$49,530,558~~ \$23,390,100 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for fee-for-service contracts.

Letternote Revised Text: (J) State Board for Community Colleges and Occupational Education State System Community Colleges
FY 2010-11 (b) Of this amount, \$99,351,900 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for student stipend payments, ~~\$48,782,252~~ \$28,582,574 shall be from General Fund appropriated to the College Opportunity Fund Program in the Department of Higher Education for fee-for-service contracts, and \$1,500,000 shall be from moneys appropriated to the Department of Local Affairs from the Local Government Mineral Impact Fund created in Section 34-63-102 (5) (a) (I), C.R.S., for faculty and the development of community college-level curricula on alternative, renewable, and existing energies.

Cash or Federal Fund Name and COFRS Fund Number: Federal Funds: This amount reflects funds anticipated to be received from the Education Stabilization Fund of American Recovery and Reinvestment Act of 2009.

Reappropriated Funds Source, by Department and Line Item Name: Higher Education (4) College Opportunity Fund Program - Stipends, Fee for Service Contracts

Approval by OIT? Yes: No: N/A:

Schedule 13s from Affected Departments: Department of Education



DEPARTMENT OF EDUCATION
DEPARTMENT OF HIGHER EDUCATION

Budget Reduction Proposal

October 22, 2010

Dwight D. Jones
Commissioner of Education

D. Rico Munn
Executive Director, Higher Education

ES-01 – General Fund Reduction and ARRA Proportionality (FY 2010-11)

Proposal:

On September 20, 2010, the Governor's Office of State Planning and Budgeting staff presented its revenue forecast. The forecast projects the need for additional budget balancing action to be taken in the current fiscal year (FY 2010-11). Therefore the Department of Education seeks an additional General Fund reduction to the (K-12) State Share of Total Program line item of \$219,528,715 General Fund. Additionally, the Department of Higher Education seeks an increase of \$63,197,164 General Fund in FY 2010-11. These proposed changes in General Fund to both Education and Higher Education results in a net reduction of \$156,331,551 General Fund in FY 2010-11.

Proposed General Fund Changes for FY 2010-11

Department of Higher Education	\$63,197,164
<u>Department of Education</u>	<u><\$219,528,715></u>
Statewide Net General Fund =>	<\$156,331,551>

This proposed General Fund reduction to state funding for the (K-12) State Share of Total Program line item results in the level of funding for FY 2010-11 being below the state funding for Total Program in FY 2008-09. This funding level triggers a proportional allocation (shortfall calculation by formula) of federal State Fiscal Stabilization Funds (SFSF) Education Stabilization Funds from the American Recovery and Reinvestment Act of 2009 (ARRA) between the Department of Higher Education and Department of Education. In presenting this proposal, this fact sheet will identify the changes in funding required in the following parts:

Part 1: Explanation of Federal Funds;

Part 2: Explanation of ARRA Proportionality and Shortfall Calculations;

Part 3: Department of Education funding adjustments to State Share of Total Program, the addition of two new line items for Federal Funds, and a reduction in the Hold-harmless Full-day Kindergarten line item

Part 4: Department of Higher Education funding adjustments.

The net result of these changes to the Department of Education and Department of Higher Education are presented in the following table and these total amounts correspond to the Schedule 13s totals (by department) which accompany this narrative. Of note: the federal funds identified in the Department of Education's Schedule 13 are for informational purposes only, cannot be appropriated by the State and must be spent in accordance with federal guidelines (for both ARRA and Education Jobs Fund Program).

Table 1

Department of Education Schedule 13	Column 2	Column 3	Column 4
Total Funds	3,407,086,250	(292,666)	3,406,793,584
General Fund	2,852,239,227	(219,528,715)	2,632,710,512
General Fund Exempt	161,444,485	-	161,444,485
Cash Funds	393,402,538	(292,666)	393,109,872
Reappropriated Funds	-	-	-
Federal Funds	-	219,528,715	219,528,715
Department of Higher Education Schedule 13	Column 2	Column 3	Column 4
Total Funds	2,448,499,226	60,644,975	2,509,144,201
General Fund	186,143,029	63,197,164	249,340,193
General Fund Exempt	101,266,667		101,266,667
Cash Funds	1,534,224,984	-	1,534,224,984
Reappropriated Funds	537,670,447	60,644,975	598,315,422
Federal Funds	89,194,099	(63,197,164)	25,996,935
Total Adjustments (Education and Higher Education)	Column 2	Column 3	Column 4
Total Funds	5,855,585,476	60,352,309	5,915,937,785
General Fund	3,038,382,256	(156,331,551)	2,882,050,705
General Fund Exempt	262,711,152	-	262,711,152
Cash Funds	1,927,627,522	(292,666)	1,927,334,856
Reappropriated Funds	537,670,447	60,644,975	598,315,422
Federal Funds	89,194,099	156,331,551	245,525,650

Part 1: Explanation of Federal Funds

Through the American Recovery and Reinvestment Act of 2009 (ARRA), states received Education Stabilization Funds through the State Fiscal Stabilization Fund. By passing these funds onto local educational agencies, these funds are intended to stimulate the economy, create jobs, and improve student achievement. The ARRA funds were intended to “restore State support” up to previous levels. Approximately \$150 million of these funds were provided to higher education in FY 2008-09 and over \$382 million in FY 2009-10. In FY 2010-11, there is still \$89,194,099 in ARRA federal funds remaining to be allocated. These funds must be spent by September 30, 2011. The Education Stabilization Funds do have Maintenance of Effort requirements, but waivers may be submitted for the allowed for Maintenance of Effort. Colorado has requested a Maintenance of Effort waiver for FY 2009-10. The next “Part” describes the process for the allocation of the remaining funds for FY 2010-11, as required by the US Department of Education.

On August 10, 2010, President Obama signed HR 1586 into law, providing \$10 billion from the Education Jobs Fund to help states avoid teacher layoffs. This action provides Colorado with an additional \$159,521,991 for local education authorities via the primary education funding formula for primary and secondary education. After administrative expenses (2% of the total allocation) are deducted, the total Education Jobs Fund Program funding for Colorado is \$156,331,551.

The “Ed Jobs” funding is intended to save or create education jobs in FY 2010-11. States apply for those funds and then provide the funds to the local educational agencies (LEAs) as soon as possible during FY 2010-11. The state is required to pass the funds directly to the local educational agencies and governors are not permitted to direct how a LEA uses the funds. The local educational agencies have sole discretion for the use of the funds, as long as they comply with the federal requirements for Ed Jobs. A local educational agency must be able to use all the funds in FY 2010-11, if it so chooses. If local educational agencies have not spent the funds in FY 2010-11, they may use them through September 30, 2012. LEAs may use the funds to retain staff, recall staff, rehire staff, hire staff, pay salaries, pay benefits, or provide other employee services such as bonuses, health insurance, retirement, or childcare. The State may not use any portion of these funds to benefit a rainy-day fund or reduce State debt. The program does have its own Maintenance of Effort requirements, but there are no waivers allowed for this program.

Part 2: Explanation of ARRA Proportionality and Shortfall Calculations

Department of Higher Education Shortfall:

For the public institutions of higher education a current ARRA based shortfall of \$150,676,055 exists in FY 2010-11. This shortfall is based on the difference from the institutions of higher education's current state funding level in FY 2010-11 compared to their original funding level in FY 2008-09 (\$555,289,004 in FY 2010-11 compared to \$705,965,059 in FY 2008-09). Federal formula requires that the ARRA shortfall calculated as funding below the FY 2008-09 state funding levels be backfilled with ARRA federal funds, to the extent funds are available.

This proposal seeks to increase General Fund for the institutions of higher education by the amount of \$63,197,164 in FY 2010-11. This revises state funding levels to \$618,486,168 which generates an ARRA shortfall amount of \$87,478,891 (\$618,486,168 in FY 2010-11 compared to \$705,965,059 in FY 2008-09).

Department of Education Shortfall:

For the public elementary and secondary education local education authorities their current state funding level remains above their FY 2008-09 state funding level. In FY 2010-11 current law identifies the State Share for Total Program at \$3,399,817,396 which remains above the FY 2008-09 level of \$3,392,945,206.

This proposal seeks a General Fund reduction of \$219,528,715 in FY 2010-11. A reduction of this amount results in an ARRA based shortfall of \$212,656,525 in FY 2010-11 (\$3,180,288,681 in FY 2010-11 compared to \$3,392,945,206 in FY 2008-09). Table 2, below illustrates this change in the shortfall in funding as calculated by federal formula tied to the ARRA.

Table 2

Share of Total State Funding Shortfall			
Components	Higher Education	Education	Total Shortfall
State Funding Levels in FY 2008-09	705,965,059	3,392,945,206	
Current FY 2010-11 State Funding levels	555,289,004	3,399,817,396	
Shortfall (if negative)	(150,676,055)	6,872,190	
Percentage share of shortfall	100.0%	0.0%	(150,676,055)
Components	Higher Education	Education	Total Shortfall
State Funding Levels in FY 2008-09	705,965,059	3,392,945,206	
Adjusted FY 2010-11 State Funding levels	555,289,004	3,399,817,396	
PROPOSED state funding General Fund adjustments	63,197,164	(219,528,715)	
Adjusted FY 2010-11 State Funding levels	618,486,168	3,180,288,681	
Shortfall (if negative)	(87,478,891)	(212,656,525)	
Percentage share of shortfall	29.15%	70.85%	(300,135,416)

Section 14002 (a)(2)(B) of ARRA states “If the Governor determines that the amount of funds available under paragraph (1) is insufficient to support, in each of fiscal years 2009, 2010, and 2011, public elementary, secondary, and higher education at the levels described in clauses (i) and (ii) of subparagraph (A), the Governor shall allocate those funds between those clauses in proportion to the relative shortfall in State support for the education sectors described in those clauses.”

Guidance on the State Fiscal Stabilization Fund Program (April 2009) provides its response to the question, “III-B-7. How does a State calculate the amounts of Stabilization funds that must be awarded to LEAs and to public IHEs”? The guidance in part states:

Shortfall calculations: If a State has insufficient funds to restore fully, in a given fiscal year, the levels of State support for both elementary and secondary education and public IHEs, it must use Education Stabilization funds to support elementary and secondary education and public IHEs in proportion to their relative shortfall in accordance with section 14002(a)(2)(B) of the ARRA.¹

Based on this guidance, “the proportion to their relative shortfall” is identified as percentages at the bottom row of Table 2 on the preceding page. This proportion determines what share of the remaining \$89,194,099 the institutions of higher education will receive and what share the local education authorities will receive. This calculation is detailed in Table 3 below.

Table 3

ARRA Proportional Funding based on Shortfall		
Remaining ARRA in FY 2010-11	\$ 89,194,099	100.0%
Higher Education's proportion of the total Shortfall	\$ 25,996,935	29.15%
Education's proportion of the total Shortfall	\$ 63,197,164	70.85%

¹ Guidance on the State Fiscal Stabilization Fund Program – April 2009, page 12. Link provided below:
<http://www2.ed.gov/programs/statestabilization/applicant.html>

Part 3: Department of Education funding adjustments

As noted in the previous pages, the Department of Education proposes a reduction of \$219,528,715 General Fund from the State Share of Total Program line item in FY 2010-11, as shown in the top section of Table 4 below.

Additionally, two new line items are requested for informational and transparency purposes to incorporate new sources of federal funding available to school districts. These federal fund amounts cannot be appropriated by the State and these monies must be spent in accordance with federal guidelines. In the middle section of Table 4, the first line item is in the amount of \$63,197,164 federal funds from the Education Stabilization Fund included in the State Fiscal Stabilization Fund of ARRA. Immediately below the ARRA amount is the Education Jobs Fund Program which provides \$156,331,551 in federal funds to local education authorities. The result of funding changes to the State Share of Total Program line item will be a decrease of \$219,528,715 in state funding but an increase of \$219,528,715 in federal funds (\$63,197,164 State Fiscal Stabilization Funds from ARRA and \$156,331,551 from Education Jobs Fund Program). These aggregate changes are identified in Table 4 below.

Table 4

State Share of Total Program line item	Total Funds	General Fund	General Fund Exempt	Cash Funds	Federal Funds
State Share of Total Program line item (House Bill 10-1376)	3,763,293,850	3,215,715,681	161,444,485	386,133,684	-
State Share of Total Program line item (House Bill 10-1369)	(363,476,454)	(363,476,454)	-	-	-
Current Appropriation for State Share of Total Program (FY 2010-11)	3,399,817,396	2,852,239,227	161,444,485	386,133,684	-
PROPOSED General Fund Reduction	(219,528,715)	(219,528,715)	-	-	-
Proposed State Share of Total Program line item (FY 2010-11)	3,180,288,681	2,632,710,512	161,444,485	386,133,684	-

New Line Items for Assistance to Public Schools Additional Federal Funds, identified for informational purposes only	Total Funds	General Fund	General Fund Exempt	Cash Funds	Federal Funds
State Fiscal Stabilization Funds (ARRA) from Shortfall Calculation	63,197,164	-	-	-	63,197,164
Education Jobs Fund Program Funding	156,331,551	-	-	-	156,331,551
Total of New Line Items for Assistance to Public Schools	219,528,715	-	-	-	219,528,715

Net Impact	Total Funds	General Fund	General Fund Exempt	Cash Funds	Federal Funds
Proposed State Share of Total Program line item (FY 2010-11)	3,180,288,681	2,632,710,512	161,444,485	386,133,684	-
Total of New Line Items for Assistance to Public Schools	219,528,715	-	-	-	219,528,715
NET Impact Total =	3,399,817,396	2,632,710,512	161,444,485	386,133,684	219,528,715

The following paragraphs and tables referenced describe the reduction to State Share of Total Program in FY 2010-11 as well as the addition of two new line items for new federal funds identified for informational purposes only, which cannot be appropriated by the State and must be spent according to federal guidelines. When combined they result in "State Share of Total Program and informational federal funds."

However, prior to identifying these changes this proposal adjusts the final appropriations for one component that was not incorporated into the FY 2010-11 Total Program calculations or the FY 2010-11 appropriation for the State Share for Total Program line item. It should be noted that historically this type of anomaly is addressed in the middle of the fiscal year during supplemental bills, when final mill levies are set, and a clearer picture of property tax collections is obtained which influences how much state share is required to fund Total Program. The adjustment provided in this proposal is based on Legislative Council calculation for the Cost-of-Living Factor increases to Total Program prior to application of the State Budget Stabilization Factor. This change is identified in the Table 5 and explained in the following narrative.

Table 5, on page 7, identifies the appropriation for state share and the total program calculations included in both House Bill 10-1376 (Long Bill), Column A, and House Bill 10-1369 (School Finance Act), Column D. The final appropriation in FY 2010-11 for State Share of Total Program was a combination of both of these bills which is identified in Column G, Total Appropriation FY 2010-11.

The adjustments to these appropriations are identified in Column B and Column E. These adjustments are described by column here:

Column B: Identifies the additional cost for Total Program after including the funding for the updated Cost-of-Living Study which amounts to an obligation of \$1,934,858 in FY 2010-11. This additional obligation increases the cost of Total Program prior to application of the State Budget Stabilization which is accounted for in the adjustment in Column F.

Column E: Identifies the additional reduction amount to be incorporated into the State Budget Stabilization Factor for Total Program after accounting for the funding for the updated Cost-of-Living Study which amounts to an obligation of \$1,934,858 in FY 2010-11. This additional obligation decreases the cost of Total Program such that there is net zero dollar change for the Cost-of-Living Study in FY 2010-11 since it is added in Column C and subtracted in Column F.

Column G: This column identifies the current appropriation in FY 2010-11.

Column H: This column identifies the current projected Total Program amount in FY 2010-11, accounting for the Cost-of-Living Study.

Column I: This illustrates there is no difference in net funding between Column G and Column H but the latter accounts for the Cost-of-Living Study.

The net result of the changes noted in Column B and Column E result in an adjusted appropriation identified as Column H which is utilized as the starting point for the proposed refinancing in FY 2010-11.

Table 5

PART =>	A	B	C = A + B	D	E	F = D + E	G = A + D	H = C + F	I = G - H
Component of Total Program Funding FY 2010-11	Appropriation House Bill 10-1376	Cost-of-Living Increase on Total Program in FY 2010-11	FY 2010-11 Projection for Total Program cost prior to State Budget Stabilization Factor	Appropriation House Bill 10-1369	Incremental change to State Budget Stabilization Factor	FY 2010-11 Projection for Total Program State Budget Stabilization Factor	Total Appropriation FY2010-11	FY2010-11 Projection for Total Program*	Technical Supplemental Adjustment to FY 2010-11 prior to other proposed changes
At-risk Funded Count	276,435.0	276,435.0	276,435.0	276,435.0	276,435.0	276,435.0	276,435.0	276,435.0	-
Funded Pupil Count	797,438.5	797,438.5	797,438.5	797,438.5	797,438.5	797,438.5	797,438.5	797,438.5	-
Average Per-pupil Funding	7,279.38	2.43	7,281.81	(457.67)	(2.43)	(460.10)	6,821.71	6,821.71	-
Base Per-pupil Funding	5,529.71	-	5,529.71	-	-	-	5,529.71	5,529.71	-
Total Program	5,804,857,506	1,934,858	5,806,792,364	(363,476,454)	(1,934,858)	(365,411,312)	5,441,381,052	5,441,381,052	-
Property Taxes	1,890,914,803	-	1,890,914,803	-	-	-	1,890,914,803	1,890,914,803	-
Specific Ownership Taxes	150,648,853	-	150,648,853	-	-	-	150,648,853	150,648,853	-
State Share	3,763,293,850	1,934,858	3,765,228,708	(363,476,454)	(1,934,858)	(365,411,312)	3,399,817,396	3,399,817,396	-
Adjustment on Property Tax (Excess Categorical Buyout pursuant to Section 22-54-107 (4), C.R.S.)	-	-	-	(1,488,060)	-	(1,488,060)	(1,488,060)	(1,488,060)	-
Net Adjusted Total Program	5,804,857,506	1,934,858	5,806,792,364	(364,964,514)	(1,934,858)	(366,899,372)	5,439,892,992	5,439,892,992	-
Total State Need:									
Cash Funds:									
State Education Fund	284,307,808	-	284,307,808	-	-	-	284,307,808	284,307,808	-
State Public School Fund									
Mineral Lease	87,070,000	-	87,070,000	-	-	-	87,070,000	87,070,000	-
School Lands Earnings	8,491,876	-	8,491,876	-	-	-	8,491,876	8,491,876	-
Reserves	6,264,000	-	6,264,000	-	-	-	6,264,000	6,264,000	-
General Fund Exempt (Ref C)	161,444,485	-	161,444,485	-	-	-	161,444,485	161,444,485	-
General Fund	3,215,715,681	1,934,858	3,217,650,539	(363,476,454)	(1,934,858)	(365,411,312)	2,852,239,227	2,852,239,227	-
State's Share of Total Program	3,763,293,850	1,934,858	3,765,228,708	(363,476,454)	(1,934,858)	(365,411,312)	3,399,817,396	3,399,817,396	-
Total Local Share	2,041,563,656	-	2,041,563,656	-	-	-	2,041,563,656	2,041,563,656	-
Total General Fund Portion	3,377,160,166	1,934,858	3,379,095,024	(363,476,454)	(1,934,858)	(365,411,312)	3,013,683,712	3,013,683,712	-
Total Non-SEF Cash Funds	101,825,876	-	101,825,876	-	-	-	101,825,876	101,825,876	-
Total SEF Cash Funds	284,307,808	-	284,307,808	-	-	-	284,307,808	284,307,808	-
Total State Share	3,763,293,850	1,934,858	3,765,228,708	(363,476,454)	(1,934,858)	(365,411,312)	3,399,817,396	3,399,817,396	-
Total Program Funding	5,804,857,506	1,934,858	5,806,792,364	(363,476,454)	(1,934,858)	(365,411,312)	5,441,381,052	5,441,381,052	-
Hold-harmless Full-day Kindergarten	7,756,818	-	7,756,818	(487,964)	-	-	7,268,854	7,268,854	-

* The Local Property Tax Amount identified here is \$10,628 lower than Legislative Council and Department of Education data in FY 2010-11.

Table 6, on page 10, identifies the reduction which would affect the Department of Education in this proposal. This change is to the adjusted appropriation – Column H, on Table 4 – and is identified in Columns K and Column L. This adjustment is described by column here:

Column K: This column identifies a \$219,528,715 General Fund reduction to the State Share of Total Program line item in FY 2010-11, an additional reduction of \$616,324 related to the increase in categorical buyout provisions pursuant to Section 22-54-104 (5) (g) (V), C.R.S and a further related reduction to Hold-harmless Full-day Kindergarten funding in the amount of \$292,666. This adjustment causes the subsequent changes in column L identified below.

Column L: Identifies the additional reduction amount to be incorporated into the State Budget Stabilization Factor for Total Program. This identifies the funding changes in financing for the State Share of Total Program line item and the changes to sources of funding (General Fund).

Column M: This column identifies the specific changes between Column J and Column L (financing changes).

The reduction described above and shown in Table 6, on page 10, would require a statutory change to Section 22-54-104 (5) (g), C.R.S. as shown below.

Section 22-54-104, C.R.S. District total program.

(5) (g) (I) For the 2010-11 and 2011-12 budget years, the general assembly determines that stabilization of the state budget requires a reduction in the amount of the annual appropriation to fund the state's share of total program funding for all districts and the funding for institute charter schools. Therefore, for the 2010-11 and 2011-12 budget years, the department of education and the staff of the legislative council shall determine, based on budget projections, the amount of such reduction to ensure that the sum of the total program funding for all districts, including the funding for institute charter schools, for the 2010-11 and 2011-12 budget years is not less than ~~five billion four hundred thirty eight million two hundred ninety five thousand eight hundred twenty three dollars~~ FIVE BILLION TWO HUNDRED TWENTY-ONE MILLION EIGHT HUNDRED FIFTY-TWO THOUSAND THREE HUNDRED THIRTY SEVEN, which is ~~two hundred sixty million~~ FOUR HUNDRED SEVENTY-SIX MILLION FOUR HUNDRED FORTY-THREE THOUSAND FOUR HUNDRED EIGHTY-SIX dollars less than the sum of the initial total program funding for all districts, including the funding for institute charter schools, for the 2009-10 budget year; except that the department of education and the staff of the legislative council shall make mid-year revisions to replace projections with actual figures including, but not limited to, actual pupil enrollment, assessed valuations, and specific ownership tax revenue from the prior year, to determine any necessary changes in the amount of the reduction to ensure that the total program funding for each of the 2010-11 and 2011-12 budget years does not exceed ~~two hundred sixty million~~ FOUR HUNDRED SEVENTY-SIX MILLION FOUR HUNDRED FORTY-THREE THOUSAND FOUR HUNDRED EIGHTY-SIX dollars less than the sum of the initial total program funding for all districts, including funding for institute charter schools, for the 2009-10 budget year. The department of education shall implement the reduction in total program funding through the application of a state budget stabilization factor as provided in this paragraph (g).

Federal Funds Available to School Districts

The Department of Education requests the addition of two new line items to be located within the Department's budget under the title (2) Assistance to Public Schools, Public School Finance. *Again, these line items are intended to be for informational purposes only, the federal funds cannot be appropriated by the State and these funds must be spent in accordance with their respective federal guidelines.* These federal sources of funding were described in Part 1 of this request.

New Line Items for Assistance to Public Schools (for informational purposes only)	Total Funds	General Fund	General Fund Exempt	Cash Funds	Federal Funds
State Fiscal Stabilization Funds (ARRA) from Shortfall Calculation	63,197,164	-	-	-	63,197,164
Education Jobs Fund Program Funding	156,331,551	-	-	-	156,331,551
Total of New Line Items for Assistance to Public Schools	219,528,715	-	-	-	219,528,715

Reduction in Hold-harmless Full-day Kindergarten

The Department requests a \$292,666 cash funds reduction in FY 2010-11. Pursuant to Section 22-54-130, C.R.S., a district's annual hold-harmless full-day kindergarten funding shall be an amount equal to the number of children that the district served through a full-day kindergarten portion of the district's preschool program in the 2007-08 budget year or the number of children enrolled in kindergarten in the district in the applicable budget year, whichever is less, multiplied by the district's per pupil revenue for the applicable budget year, and then multiplied by the difference between one and the supplemental full-day kindergarten factor. The appropriation for hold-harmless full-day kindergarten funding for FY 2010-11 is \$7,268,854 for 2,454 students times their district's per pupil funding times 42% (offset to the .58 factor for supplemental full-day kindergarten). The proposed decrease is based on 2,454 students times their district's per pupil funding times 42%, totaling \$6,976,188, with an expected decrease of \$292,666. The reduction is due to lower per pupil funding for districts as a result of proposed formula modifications for Total Program funding.

	FY2007-08 Full-day K	FY2010-11 Appropriation	FY2010-11 Request	Requested Funding Change
Percentage		42%	42%	
Number of Pupils Funded	2,454	1,031	1,031	
Hold-harmless Full-day Kindergarten Funding (State Education Fund)	\$0	\$7,268,854	\$6,976,188	(\$292,666)

Table 6
COLORADO DEPARTMENT OF EDUCATION
PUBLIC SCHOOL FINANCE ACT OF 1994
PROJECTED FISCAL YEAR 2010-11 FUNDING SUMMARY
OCTOBER 2010 BUDGET REQUEST

PART =>	H	K	L	M
State Share of Total Program	FY 2010-11 Projection for Total Program	General Fund Reduction	Final Total Funding for FY 10-11 after August 2010 Supplemental Request	October 2010 Supplemental Request FY 2010-11
At-risk Funded Count	276,435.0	276,435.0	276,435.0	-
Funded Pupil Count	797,438.5	797,438.5	797,438.5	-
Average Per-pupil Funding	6,821.71	(276.07)	6,545.64	(276.07)
Base Per-pupil Funding	5,529.71	-	5,529.71	-
Total Program	5,441,381,052	(219,528,715)	5,221,852,337	(219,528,715)
Property Taxes	1,890,914,803	-	1,890,914,803	-
Specific Ownership Taxes	150,648,853	-	150,648,853	-
State Share	3,399,817,396	(219,528,715)	3,180,288,681	(219,528,715)
Adjustment on Property Tax (Non add State Share) (Excess Categorical Buyout pursuant to Section 22-54-107 (4), C.R.S.)	(1,488,060)	(616,324)	(2,104,384)	(616,324)
Net Adjusted Total Program	5,439,892,992	(220,145,039)	5,219,747,953	-
Total State Need:				
Cash Funds:				-
State Education Fund	284,307,808	-	284,307,808	-
State Public School Fund				-
Mineral Lease	87,070,000	-	87,070,000	-
School Lands Earnings	8,491,876	-	8,491,876	-
Reserves	6,264,000	-	6,264,000	-
General Fund Exempt (Ref C)	161,444,485	-	161,444,485	-
General Fund	2,852,239,227	(219,528,715)	2,632,710,512	(219,528,715)
State's Share of Total Program	3,399,817,396	(219,528,715)	3,180,288,681	(219,528,715)
Total Local Share	2,041,563,656	-	2,041,563,656	-
Total General Fund Portion	3,013,683,712	(219,528,715)	2,794,154,997	(219,528,715)
Total Non-SEF Cash Funds	101,825,876	-	101,825,876	-
Total SEF Cash Funds	284,307,808	-	284,307,808	-
Total Federal Funds	-	-	-	-
Total State Share Total Program Funding	5,441,381,052	(219,528,715)	5,221,852,337	(219,528,715)
Hold-harmless Full-day Kindergarten (State Education Fund)	7,268,854	(292,666)	6,976,188	(292,666)

Note: Table 6 does not include the federal funds which amount to \$219,528,715 in total.

Part 4: Department of Higher Education funding adjustments.

Current FY 2010-11 funding levels have all of the remaining \$89,194,099 State Fiscal Stabilization Funds from the American Recovery and Reinvestment Act of 2009 (ARRA) being allocated to the institution of higher education. However the changes sought in this proposal includes a \$219,528,715 General Fund cut in state support for K-12 education proposed above, in concert with the proposed increase of \$63,197,164 General Fund for the institutions of higher education. This shift in “state funding” results in a decrease of \$63,197,164 State Fiscal Stabilization Funds (ARRA) from the institutions of higher education in FY 2010-11. This refinancing results in a net zero total funding amount for the institutions of higher education in FY 2010-11.

For the purposes of this proposal the State Fiscal Stabilization Funds from ARRA are reduced by each institution of higher education based on the institutions proportional share of the total \$89,194,099 currently allocated in FY 2010-11. The table on the following page illustrates this proposed change. This refinance methodology will not be considered as a funding methodology for any future FY 2011-12 budget request or any potential future requests in FY 2010-11.

The table on the following page identifies each institution by funding source between state funding (General Fund or College Opportunity Fund reappropriated funds) and State Fiscal Stabilization Funds from ARRA. Each line of the table on the following page is described below:

Line 7: College Opportunity Fund Stipends (based on current law, line 1 + line 4)

Line 8: College Opportunity Fund – Fee-for-service contracts (based on current law, line 2 + line 5)

Line 9: Total State Funding, through either the College Opportunity Fund or General Fund (line 7 + line 8).

Line 10: Amount of State Fiscal Stabilization Fund (ARRA) monies allocated in FY 2010-11.

Line 11: Total of both State Funding and State Fiscal Stabilization Fund (ARRA) funding.

Line 12: Each institution of higher education’s percent share of the available funding from the State Fiscal Stabilization Fund (ARRA) monies

Line 13: Proposed increase of \$63,197,164 General Fund (via direct General Fund or through College Opportunity Fund – Fee-for-service contracts for Governing Boards) in FY 2010-11.

Line 14: Proposed decreases of \$63,197,164 from State Fiscal Stabilization Fund (ARRA) monies.

Line 15: Proposed College Opportunity Fund Stipends for FY 2010-11.

Line 16: Proposed College Opportunity Fund – Fee-for-service contracts, adding respective amounts identified in line 13 (line 8 + line 13).

Line 17: Proposed Total State Funding, through either the College Opportunity Fund or General Fund (line 15 + line 16).

Line 18: Proposed State Fiscal Stabilization Fund (ARRA) monies for FY 2010-11 (line 11 + line 14).

Line 19: Proposed Total of both State Funding and State Fiscal Stabilization Fund (ARRA) funding. (line 11 + line 12).

Line 20: Net change funding from current to proposed funding (line 11 to line 19).

Proposed Funding Adjustments for the Institutions of Higher Education in FY 2010-11

	FY 2010-11 General Fund, College Opportunity Fund, and State Fiscal Stabilization Fund (ARRA) Appropriations	TOTAL Institutions of Higher Education	Gov Boards	Adams State College	Mesa State College	Metropolitan State College of Denver	Western State College	Colorado State University System	Fort Lewis College	University of Colorado System	Colorado School of Mines	University of Northern Colorado	Colorado Community College System	Local District Junior Colleges	Area Vocational Schools
1	Stipends		267,475,440	2,869,980	9,962,160	33,176,820	2,568,660	38,987,460	4,238,940	55,346,160	5,327,040	15,646,320	99,351,900		
2	Fee-for-service contracts		267,819,476	9,279,342	9,926,232	6,601,748	7,323,487	74,632,568	4,518,882	103,757,822	13,466,585	19,530,558	18,782,252		
3	House Bill 10-1376 (pg. 67-72)	555,289,004	535,294,916	12,149,322	19,888,392	39,778,568	9,892,147	113,620,028	8,757,822	159,103,982	18,793,625	35,176,878	118,134,152	12,601,934	7,392,154
4	Stipends		403,868	1,612	1,674	218,922	-	177,196	4,464	-	-	-	-		
5	Fee-for-service contracts		(403,868)	(1,612)	(1,674)	(218,922)	-	(177,196)	(4,464)	-	-	-	-		
6	Seante Bill 10-064 (pg. 2-3)		-	-	-	-	-	-	-	-	-	-	-		
7	Stipends		267,879,308	2,871,592	9,963,834	33,395,742	2,568,660	39,164,656	4,243,404	55,346,160	5,327,040	15,646,320	99,351,900		
8	Fee-for-service contracts		267,415,608	9,277,730	9,924,558	6,382,826	7,323,487	74,455,372	4,514,418	103,757,822	13,466,585	19,530,558	18,782,252		
9	Total State Funding	555,289,004	535,294,916	12,149,322	19,888,392	39,778,568	9,892,147	113,620,028	8,757,822	159,103,982	18,793,625	35,176,878	118,134,152	12,601,934	7,392,154
10	State Fiscal Stabilization Funds (ARRA) House Bill 10-1376 (pg 67-72)	89,194,099	85,592,036	1,298,623	2,198,660	4,289,163	1,316,734	18,440,232	2,745,449	33,361,538	2,662,620	5,447,212	13,831,805	2,029,456	1,572,607
11	State Funding + State Fiscal Stabilization Funds (ARRA)	644,483,103	620,886,952	13,447,945	22,087,052	44,067,731	11,208,881	132,060,260	11,503,271	192,465,520	21,456,245	40,624,090	131,965,957	14,631,390	8,964,761
12	Percent Share of State Fiscal Stabilization Funds (ARRA)	100.0%	96.0%	1.5%	2.5%	4.8%	1.5%	20.7%	3.1%	37.4%	3.0%	6.1%	15.5%	2.3%	1.8%
13	PROPOSED (October 22, 2010) General Fund	63,197,164	60,644,975	920,120	1,557,828	3,039,023	932,952	13,065,555	1,945,247	23,637,826	1,886,560	3,859,542	9,800,322	1,437,941	1,114,248
14	PROPOSED (October 22, 2010) State Fiscal Stabilization Funds (ARRA)	(63,197,164)	(60,644,975)	(920,120)	(1,557,828)	(3,039,023)	(932,952)	(13,065,555)	(1,945,247)	(23,637,826)	(1,886,560)	(3,859,542)	(9,800,322)	(1,437,941)	(1,114,248)
15	Stipends		267,879,308	2,871,592	9,963,834	33,395,742	2,568,660	39,164,656	4,243,404	55,346,160	5,327,040	15,646,320	99,351,900		
16	Fee-for-service contracts		328,060,583	10,197,850	11,482,386	9,421,849	8,256,439	87,520,927	6,459,665	127,395,648	15,353,145	23,390,100	28,582,574		
17	Total State Funding	618,486,168	595,939,891	13,069,442	21,446,220	42,817,591	10,825,099	126,685,583	10,703,069	182,741,808	20,680,185	39,036,420	127,934,474	14,039,875	8,506,402
18	State Fiscal Stabilization Funds (ARRA)	25,996,935	24,947,061	378,503	640,832	1,250,140	383,782	5,374,677	800,202	9,723,712	776,060	1,587,670	4,031,483	591,515	458,359
19	State Funding + State Fiscal Stabilization Funds (ARRA)	644,483,103	620,886,952	13,447,945	22,087,052	44,067,731	11,208,881	132,060,260	11,503,271	192,465,520	21,456,245	40,624,090	131,965,957	14,631,390	8,964,761
20	CHANGE in Total Funds (line 11 to line 19)	-	-	-	-	-	-	-	-	-	-	-	-	-	-