

STATE OF COLORADO

OFFICE OF THE GOVERNOR

136 State Capitol Building
Denver, Colorado 80203
(303) 866 - 2471
(303) 866 - 2003 Fax



February 18, 2014

The Honorable Crisanta Duran
Chair, Joint Budget Committee
Colorado General Assembly
200 E. 14th Avenue, Third Floor
Legislative Services Building
Denver, CO 80203

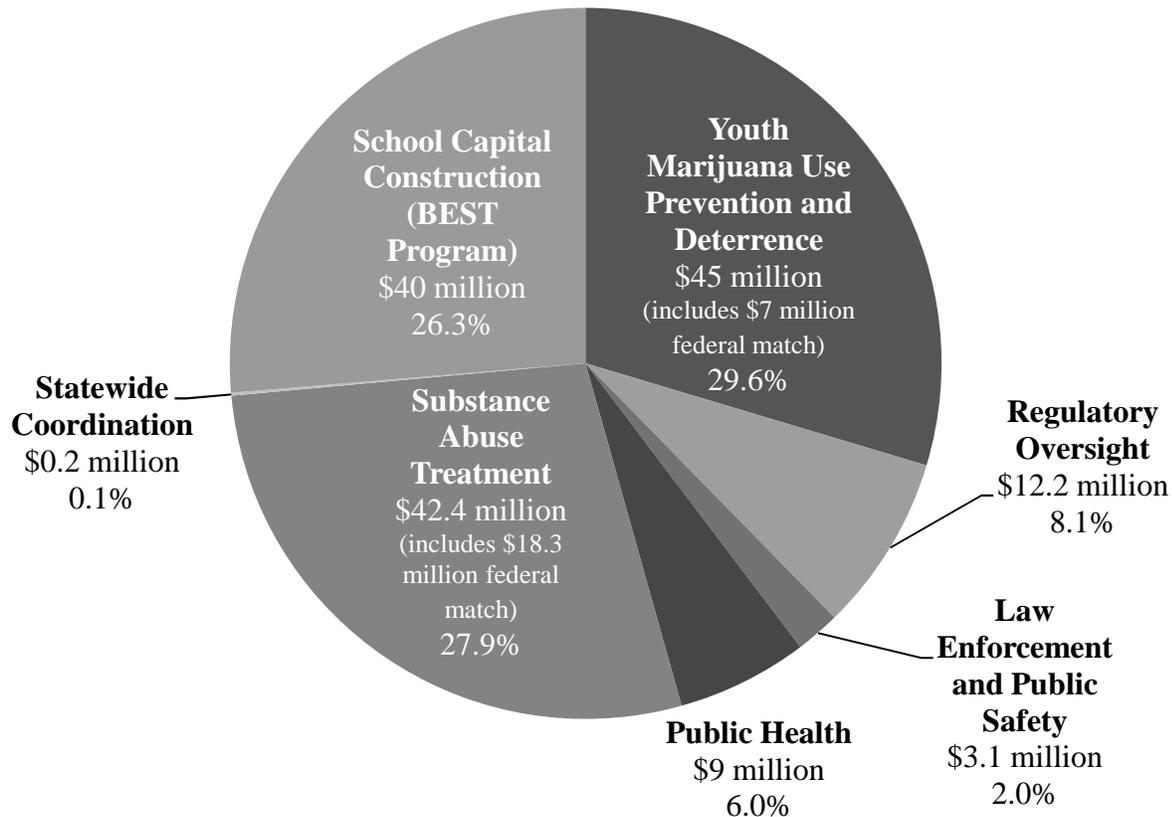
We are pleased to submit our request for allocation of new state resources available from passage of Proposition AA and the sales taxes from medical marijuana. Our administration is committed to the responsible regulation of adult-use marijuana and the effective allocation of resources to protect public safety and health and to prevent underage use. Indeed, we view our top priority as creating an environment where negative impacts on children from marijuana legalization are avoided completely. Underage use of marijuana can have long-lasting effects on individuals and communities.

To achieve these goals and to implement the priorities established by the voters we are requesting \$4.5 million total funds and 3.2 FTE for FY 2013-14 and \$99.0 million total funds and 23.3 FTE for FY 2014-15. The focus of the request is on these essential areas (totals are for both fiscal years, all fund sources):

- Youth marijuana use prevention (\$45.5 million);
- Substance abuse treatment (\$40.4 million);
- Public health (\$12.4 million);
- Regulatory oversight (\$1.8 million);
- Law enforcement and public safety (\$3.2 million); and
- Statewide coordination (\$0.2 million).

The requests contained herein reflect monies in addition to \$29.0 million already allocated for enforcement and public safety in the 2013 legislative session for FY 2013-14 and FY 2014-15. Moreover, these requests are for distributions of the sales tax generated by the retail sale of adult-use and medical marijuana and the excess excise tax revenue above \$40 million. The first \$40 million of excise taxes approved under Proposition AA are earmarked for the Building Excellent Schools Today program.

The chart below shows the distribution in FY 2014-15 of the existing enforcement monies as well as the requested allocation of all marijuana-related sales and excise taxes and expected matching funds.



To the extent possible, our implementation plan focuses on utilizing existing programs and systems in order to minimize duplication, start-up costs, and delays. We also see a clear need to coordinate a unified response across all State government marijuana regulatory and oversight efforts. With voter intent paramount, we have kept two principles in mind as we evaluated ideas for these new resources: 1) programming should have a direct or indirect relationship to marijuana use and 2) we should not create any situations where State or local government has an incentive to promote marijuana use.

Given the many uncertainties surrounding Marijuana Cash Fund projections and the potential need for additional funding for the Department of Revenue's marijuana-related enforcement activities, this package represents a strong yet cautious first step toward ensuring a safe and responsible regulatory environment. Out of \$184 million that current projections show for all marijuana-related revenue over the 18-month period that ends on June 30, 2015, we currently project an ending reserve in the Marijuana Cash Fund of \$11.9 million. As more information

about tax revenue and program needs become available, we anticipate that supplemental requests for FY 2014-15 could be needed. Thus for the time-being we believe that it is prudent to leave excess funds above the 16.5 percent reserve. Meanwhile, a longer-range program vision will be requested with the November 1, 2014 budget request for FY 2015-16.

The requests requires statutory changes to Section 12-43.3-501 C.R.S. to add authorizing language to the Marijuana Cash Fund for use on the education, substance abuse treatment, statewide coordination and prevention portions of this request. In addition, this section requires statutory changes to transfer \$17,960,663 from the Marijuana Cash Fund into the General Fund for FY 2014-15. This transfer would account for the Proposition AA-related state General Fund match (plus the accompanying reserve requirement) for substance abuse treatment in the Medicaid program that is matched by federal funds. This option is presented to avoid any delay in implementation that could result from federal concerns of matching money from marijuana sales in Colorado. The Governor's Office is seeking legislation to make these statutory changes.

Amendment 64 and Proposition AA Request for FY 2013-14

This special February 18th package contains requests for FY 2013-14 appropriations. These supplemental adjustments total \$4.5 million total funds (\$0 General Fund) and 3.2 FTE. This package contains the following department requests:

Governor's Office

The Governor's Office requests \$500,000 cash funds from the Marijuana Cash Fund to implement a youth marijuana education campaign. This campaign aims to educate youth on marijuana and curb marijuana use by underage youth. These funds will be used to match funding provided by the Attorney General's Office and private foundations for the campaign. Messaging development is already underway and this campaign will eventually be transitioned to the Colorado Department of Public Health and Environment for long-term administration.

Public Health and Environment

The Department of Public Health and Environment requests \$3.7 million cash funds from the Marijuana Cash Fund and 0.9 FTE to fund a three-year statewide marijuana education campaign. This request includes a statewide media campaign on marijuana use and development of a statewide website portal which will educate Coloradans on the impact of marijuana. The Department of Public Health and Environment will serve as the statewide coordinator for all marijuana related public awareness campaigns.

Department of Public Safety

The Department of Public Safety requests \$373,667 cash funds from the Marijuana Cash Fund and 2.3 FTE to collect and analyze information on illegal production, sale and distribution of

marijuana in Colorado. The Department will develop a comprehensive intelligence framework for effectively identifying future threats to public safety related to illegal drug activity and linked criminal behavior.

Amendment 64 and Proposition AA Request for FY 2014-15

Our special February 18th Amendment 64 and Proposition AA requests for FY 2014-15 contain \$99.0 million total costs (\$16.9 million General Fund) and 23.3 FTE. This package is delineated as follows by affected department and program.

Department of Education

The Department of Education requests \$11.0 million cash funds from the Marijuana Cash Fund and 2.0 FTE for the following initiatives:

- \$5.0 million cash funds from the Marijuana Cash Fund and 1.0 FTE to address mental health and substance abuse prevention in public schools. Specifically, the funding will provide grants to public schools to increase the availability of school health professionals throughout Colorado who can provide aid and educate students regarding marijuana use.
- \$6.0 million cash funds from the Marijuana Cash Fund and 1.0 FTE for additional school resource officers.

Governor's Office

The Governor's Office requests \$190,097 cash funds from the Marijuana Cash Fund and 2.0 FTE to establish a Drug Policy Office in the Governor's Office. This statewide office will be responsible for coordinating the State's regulatory, road and public safety, and public health response overseeing adult-use legal marijuana.

Department of Health Care Policy and Financing

The Department of Health Care Policy and Financing requests \$42.3 million total funds (\$16.9 million General Fund) for the following substance abuse related initiatives:

- \$29.3 million total funds (\$10.9 million General Fund/\$18.3 million federal funds) for implementation of the enhanced substance use disorder benefit under behavioral health services contracts. The Department proposes to enhance its existing substance use disorder benefit by adding intensive outpatient services, inpatient/residential treatment for Medicaid individuals who use marijuana to produce better health outcomes and lower costs over time.
- \$13.0 million total funds (\$5.9 million General Fund/\$7.0 million federal funds) to provide school based prevention and early intervention of marijuana substance use

disorder services in approximately 230 schools through the managed care organization and behavioral health organization contracts.

Department of Human Services

The Department of Human Services requests \$32.2 million total funds (Marijuana Cash Fund) and 5.1 FTE for the following substance abuse service initiatives:

- \$10.0 million cash funds from the Marijuana Cash Fund and 2.5 FTE to fund marijuana, prescription drug, and alcohol prevention for youth ages 12 through 20. This funding will provide 45 local communities with grants to implement evidence-based prevention programs for underage marijuana, alcohol, and prescription drug misuse.
- \$7.0 million cash funds from the Marijuana Cash Fund and 1.4 FTE for Intensive Residential Treatment for Substance Use Disorders. This request will serve an additional 105 residential treatment beds, increasing the capacity for treating marijuana misuse.
- \$6.0 million cash funds from the Marijuana Cash Fund for the Collaborative Management Program for prevention, intervention and treatment of marijuana use.
- \$5.0 million cash funds from the Marijuana Cash Fund for the Tony Grampsas Program, for grants that target the prevention of marijuana use.
- \$4.1 million cash funds from the Marijuana Cash Fund and 1.2 FTE for the Colorado Access to Recovery Program. This program provides community support so that people who leave substance abuse treatment programs can continue their recoveries in their communities, including avoiding the misuse of marijuana.

Department of Law

The Department of Law requests \$456,760 cash funds from the Marijuana Cash Fund and 2.0 FTE to develop in-house expertise on state and local marijuana retail regulations and provisions and to provide training for regulators and peace officers.

Department of Public Health and Environment

The Department of Public Health and Environment requests \$8.7 million cash funds from the Marijuana Cash Fund and 5.2 FTE for five health initiatives. These initiatives include:

- \$5.8 million cash funds from the Marijuana Cash Fund and 3.7 FTE to fund a three-year statewide marijuana education campaign. This request includes a statewide media campaign on marijuana use and development of a statewide website portal which will educate Coloradans on the impact of marijuana. The Department of Public Health and

Environment will serve as the statewide coordinator for all marijuana related public awareness campaigns.

- \$918,560 cash funds from the Marijuana Cash Fund to develop a registry to collect and report on data related to people suspected of driving under the influence of drugs or alcohol.
- \$903,561 cash funds from the Marijuana Cash Fund and 1.5 FTE in FY 2014-15 and beyond to fund the Healthy Kids Colorado Survey. The survey looks at relationships across multiple health behaviors such as the correlations between marijuana use and school performance. This request will expand the current Healthy Kids Colorado Survey statewide to approximately 575 schools and 220,000 students.
- \$859,000 cash funds from the Marijuana Cash Fund to monitor marijuana-related health issues through Colorado's outbreak and disease reporting system.
- \$211,080 cash funds from the Marijuana Cash Fund to develop a one-year pilot project to analyze data on the correlation between marijuana use during pregnancy and birth defects.

Department of Public Safety

The Department of Public Safety requests \$473,228 cash funds from the Marijuana Cash Fund and 7.0 FTE for public safety intelligence support to collect and analyze information on illegal production, sale and distribution of marijuana in Colorado. The Department will develop a comprehensive intelligence framework for effectively identifying future threats to public safety related to illegal drug activity and linked criminal behavior.

Department of Revenue

The Department of Revenue requests \$1,840,000 cash funds from the Marijuana Cash Fund to continue programming required for retail marijuana sales and excise taxes.

Department of Transportation

The Department of Transportation requests \$1,875,000 cash funds from the Marijuana Cash Fund in FY 2014-15 and beyond to fund the newly developed "Drive High, Get a DUI" campaign for marijuana impaired driving awareness. The campaign targets male recreational marijuana users, age 18-34, who have a higher binge risk and are likely to combine marijuana and alcohol. The campaign is supported by survey efforts and focus group message testing to evaluate and maximize the campaign's effectiveness.

Current Marijuana State Regulatory and Oversight Spending

Today's request totals \$4.5 million for FY 2013-14 and \$99.0 million for FY 2014-15. This request adds to an existing regulatory and oversight base. This current funding authorized for marijuana regulatory and oversight purposes is delineated in the following table:

Existing Authorized Spending Related to Marijuana or from Marijuana Revenue

Category	FY 2013-14	FTE	Percent of Total	FY 2014-15	FTE	Percent of Total
School Capital Construction (BEST Program)*	\$11,422,770	0.0	41.6	\$40,000,000	0.0	75.5
Regulatory oversight	\$13,466,846	70.6	49.0	\$10,380,938	81.1	19.6
Substance abuse treatment	\$2,000,000	0.0	7.3	\$2,000,000	0.0	3.8
Public health	\$395,157	5.0	1.4	\$320,388	4.0	0.6
Law Enforcement and public safety	\$185,398	0.0	0.7	\$255,983	0.0	0.5
Total Current Spending	\$27,470,171	75.6	100.0	\$52,957,309	85.1	100.0

*Spending based on January 2014 retail marijuana excise tax projections.

Note: This table reflects all funding sources, including but not limited to the Marijuana Cash Fund.

Marijuana Revenue Projections

Our estimates for marijuana revenue include retail and medical marijuana tax and fee revenue. The figures below represent the remaining projects funds after accounting for direct and indirect costs to the Department of Revenue as well as appropriations made from the Marijuana Cash Fund legislation in 2013. It is important to note that these amounts are estimates based on a number of assumptions of the new industry, including consumption patterns, market price, the number of retail stores entering the market, and other economic and control variables. We anticipate that these projections will change monthly as more data is collected and actual revenue could fall short of these projections.

Marijuana Cash Fund	FY 2013-14	FY 2014-15
Beginning Balance	\$4,383,320	\$20,213,698
<i>Retail Marijuana Revenue</i>		
2.9% Sales Tax	\$5,624,900	\$17,770,793
10% Additional Sales Tax (not including 15% local share)	\$16,486,777	\$52,086,807
15% Excise Tax	\$11,422,770	\$45,958,948
Fees	\$1,688,663	\$1,962,413
Other	\$54,141	\$68,696
Total	\$35,277,251	\$117,847,657
<i>Medical Marijuana Revenue</i>		

Governor Hickenlooper's Amendment 64 and Proposition AA Implementation Budget Request

February 18, 2014

Page 8

Marijuana Cash Fund	FY 2013-14	FY 2014-15
2.9% Sales Tax	\$10,344,290	\$10,001,306
Fees	\$4,977,926	\$5,682,787
Other	\$77,876	\$112,396
Total	\$15,400,092	\$15,796,489
Total Retail and Medical Marijuana Revenue	\$50,677,344	\$133,644,146
Subtotal Fund Balance (Beginning Balance + New Revenue)	\$55,060,664	\$153,857,844

Currently Authorized Spending	FY 2013-14	FY 2014-15
BEST School Capital Construction (first \$40 million of Retail Excise Tax Revenue)	(\$11,422,770)	(\$40,000,000)
Other Required Expenditures	(\$15,568,662)	(\$12,775,300)
Funds Available	\$28,069,232	\$101,082,544

Proposed Spending	FY 2013-14	FY 2014-15
Funds Available to Spend	\$28,069,232	\$101,082,544
Marijuana Budget Package Proposal- Marijuana Cash Funds	(\$4,537,944)	(\$56,795,487)
Marijuana Budget Package Proposal- General Fund Transfer from Marijuana Cash Fund	\$0	(\$17,960,663)
Total Marijuana Budget Package Proposal - State Funds	(\$4,537,944)	(\$74,756,150)
Budgeted Reserve (16.5% of Proposed and Current Spending, Excluding BEST)	(\$3,317,590)	(\$14,442,689)
Remaining Balance in Fund	\$20,213,698	\$11,883,704

Final Request General Fund Overview

The following table shows our final request General Fund overview with today's Amendment 64/ Proposition AA related General Fund request:

	FY 2013-14 General Fund	FY 2014-15 General Fund	Change over FY 2013-14	FY 2014-15 % Change
General Fund Available	\$9,123,158,369	\$9,705,806,738	\$582,648,369	6.4%
General Fund Expenditures	<u>8,703,163,699</u>	<u>9,145,211,937</u>	<u>442,048,238</u>	<u>5.1%</u>
Ending General Fund	419,994,670	560,594,801	140,600,131	33.5%
General Fund Reserve	409,337,856	560,594,800	151,256,944	37.0%

Note: The FY 2013-14 General Fund reserve is calculated based on General Fund appropriations subject to the Section 24-75-201.1, C.R.S. reserve requirement totaling \$8,186.8 million. The FY 2014-15 General Fund reserve is calculated based on General Fund appropriations subject to the Section 24-75-201.1, C.R.S. reserve requirement totaling \$8,624.5 million.

Thank you for your consideration of today's request. As always, if you have questions about this request or the budget in general, please contact our budget director Henry Sobanet at (303) 866-3317.

Sincerely,



John W. Hickenlooper
Governor

Cc: Senator Steadman, Vice-Chairman Joint Budget Committee
Senator Mary Hodge, Joint Budget Committee Member
Senator Kent Lambert, Joint Budget Committee Member
Representative Jenise May, Joint Budget Committee Member
Representative Cheri Gerou, Joint Budget Committee Member
Senate President Morgan Carroll
Speaker of the House Mark Ferrandino
Mr. John Ziegler, Joint Budget Committee Staff Director
Lt. Governor Joe Garcia
Ms. Roxane White, Chief of Staff, Governor John W. Hickenlooper
Mr. Jack Finlaw, Chief Legal Counsel, Governor John W. Hickenlooper
Mr. Alan Salazar, Chief Strategy Officer/Director of Policy, Research and Legislative Affairs, Governor John W. Hickenlooper
Mr. Kevin Patterson, Deputy Chief of Staff and Chief Administrative Officer, Governor John W. Hickenlooper
Mr. Jamie Van Leeuwen, Deputy Chief of Staff, Governor John W. Hickenlooper
Ms. Tracee Bentley, Director of Legislative Affairs, Governor John W. Hickenlooper
Mr. David Archer, Deputy Director of Legislative Affairs, Governor John W. Hickenlooper
Mr. Henry Sobanet, Director, Governor's Office of State Planning and Budgeting
Mr. Erick Scheminske, Deputy Director, Governor's Office of State Planning and Budgeting
Ms. Ann Renaud, Senior Budget and Management Analyst, Governor's Office of State Planning and Budgeting

FY 2014-15 Governor's Budget: General Fund

	FY 2013-14 Request	FY 2014-15 Request	FY 2014-15 Change Over FY 2013-14	% Change
K-12 Education	\$3,156,788,826	\$3,246,142,863	\$89,354,037	2.8%
Health Care Policy & Financing	2,051,218,077	2,234,383,354	183,165,277	8.9%
Corrections	683,763,314	718,168,098	34,404,784	5.0%
Human Services	729,194,355	766,290,288	37,095,933	5.1%
Higher Education	659,062,854	760,889,619	101,826,765	15.5%
Other Departments	932,501,054	942,208,656	9,707,602	1.0%
Subtotal Departments	8,212,528,480	8,668,082,878	455,554,398	5.5%
Controlled Maintenance Trust Fund	101,000,000	0	(101,000,000)	-100.0%
Other General Fund Changes	0	94,520,566	94,520,566	N/A
Rebates/Expenditures	389,635,219	382,608,493	(7,026,726)	-1.8%
Total	8,703,163,699	9,145,211,937	442,048,238	5.1%

FY 2014-15 Governor's Budget: Total Funds

	FY 2013-14 Request	FY 2014-15 Request	FY 2014-15 Change Over FY 2013-14	% Change
Health Care Policy & Financing	\$6,554,394,649	\$7,701,549,366	\$1,147,154,717	17.5%
K-12 Education	4,704,690,044	4,977,914,002	273,223,958	5.8%
Higher Education	3,233,189,910	3,395,568,175	162,378,265	5.0%
Human Services	2,196,695,064	1,884,906,457	(311,788,607)	-14.2%
Transportation	1,267,747,364	1,284,820,399	17,073,035	1.3%
Corrections	770,759,126	805,301,290	34,542,164	4.5%
Judicial	552,505,708	580,629,984	28,124,276	5.1%
Other Departments	3,316,969,689	3,346,729,678	29,759,989	0.9%
Subtotal Departments	22,596,951,554	23,977,419,351	1,380,467,797	6.1%
Controlled Maintenance Trust Fund	126,000,000	0	(126,000,000)	-100.0%
Other Changes	0	94,520,566	94,520,566	N/A
Rebates/Expenditures	389,635,219	382,608,493	(7,026,726)	-1.8%
Total	23,112,586,773	24,454,548,410	1,341,961,637	5.8%

FY 2013-14: All General Fund

Department	FY 2013-14 Appropriation	"1331" Early Supplemental Request	FY 2013-14 Jan. 2 Supplemental Request	FY 2013-14 Jan. 15th Supplemental	FY 2013-14 February 18th Amend. 64 Prop. AA Request	Total FY 2013-14 Including Supplemental Requests	% Change to FY 2013-14 Appropriation
Agriculture	\$ 7,723,805	0	2,603	0	0	\$ 7,726,408	0.0%
Corrections	664,148,559	1,872,088	762,244	16,980,423	0	683,763,314	3.0%
Education	3,100,516,167	0	2,780	56,269,879	0	3,156,788,826	1.8%
Governor's Office:							
Gov. Lt. Gov. OSPB	6,022,754	0	70,585,490	0	0	76,608,244	1172.0%
OEDIT/OIT	16,050,493	0		300,000	0	16,350,493	1.9%
Health Care Policy & Financing	2,063,159,596	539,367	(12,613,654)	132,768	0	2,051,218,077	-0.6%
Higher Education	659,062,854	0	0	0	0	659,062,854	0.0%
Human Services	724,844,518	7,796,708	(4,500,642)	1,053,771	0	729,194,355	0.6%
Judicial	383,079,450	0	51,748	0	0	383,131,198	0.0%
Labor and Employment	98,519	0	0	0	0	98,519	N/A
Law	12,168,714	0	0	0	0	12,168,714	0.0%
Legislature	38,592,648	0	0	0	0	38,592,648	0.0%
Local Affairs	17,698,568	0	11,887	0	0	17,710,455	0.1%
Military and Veterans Affairs	7,378,715	0	1,416	0	0	7,380,131	0.0%
Natural Resources	24,978,508	0	148,844	0	0	25,127,352	0.6%
Personnel and Administration	9,131,974	0	96,418	0	0	9,228,392	1.1%
Public Health and Environment	53,402,747	540,000	0	0	0	53,942,747	1.0%
Public Safety	97,396,503	67,713	1,240,305	0	0	98,704,521	1.3%
Regulatory Agencies	1,703,494	0	0	0	0	1,703,494	0.0%
Revenue	77,856,804	0	(391)	0	0	77,856,413	0.0%
State	0	0	0	0	0	-	N/A
Transportation	0	0	0	0	0	-	N/A
Treasury	106,171,325	0	0	0	0	106,171,325	0.0%
Operating Subtotal	\$ 8,071,186,715	\$ 10,815,876	\$ 55,789,048	\$ 74,736,841	\$ -	\$ 8,212,528,480	1.8%
Controlled Maintenance Trust Fund	\$ 23,000,000	\$ -	\$ -	\$ -	\$ -	\$ 23,000,000	0.0%
Other/Funds	\$ 144,235,264	\$ -	\$ (66,235,264)	\$ -	\$ -	78,000,000	-45.9%
GF Set-Asides for Supplementals/Other	\$ 144,235,264	\$ -	\$ (66,235,264)	\$ -	\$ -	\$ 78,000,000	-45.9%
Other GF Obligations							
Cigarette Rebates <1>	\$ 200,000	0	0	0	0	200,000	N/A
Old Age Pension Fund	105,400,000	0	3,700,000	0	0	109,100,000	N/A
Property Tax, Heat, and Rent Credit <1>	(100,000)	0	0	0	0	(100,000)	N/A
Fire/Police Pensions <1>	(24,753)	0	0	0	0	(24,753)	N/A
Amendment 35 GF <1>	(76,600)	0	0	0	0	(76,600)	N/A
Interest on School Loans	800,000	0	0	0	0	800,000	0.0%
Homestead Exemption <1>	3,400,000	0	3,500,000	0	0	6,900,000	102.9%
GF Transfers for Capital Construction	186,715,493	0	0	0	0	186,715,493	0.0%
Transfer to SEF per SB13-234	45,321,079	0	0	0	0	45,321,079	0.0%
Transfers to Other Funds (GFE)	21,100,000	0	19,700,000	0	0	40,800,000	93.4%
Subtotal Other GF Obligations	\$ 362,735,219	\$ -	\$ 26,900,000	\$ -	\$ -	\$ 389,635,219	7.4%
Total General Fund	\$ 8,601,157,198	\$ 10,815,876	\$ 16,453,784	\$ 74,736,841	\$ -	\$ 8,703,163,699	1.2%

<1> Represents forecasted adjustments to the base.

FY 2014-15: All General Fund

Department	FY 2014-15 Request (November 1)	January 2 Budget Amendments	January 15th Budget Amendments	18th Amend. 64/ Prop. AA Request	Total FY 2014-15 with Budget Amendments	% Change to FY 2014-15 Request
Agriculture	\$ 8,524,950	0	(38,104)	0	\$ 8,486,846	-0.4%
Corrections <1>	706,330,511	(839,213)	12,676,800	0	718,168,098	1.7%
Education	3,179,412,322	0	66,730,541	0	3,246,142,863	2.1%
Governor's Office:						
Gov. Lt. Gov. OSPB	5,128,747	(9,413)	(27,415)	0	5,091,919	-0.7%
OEDIT/OIT	24,332,256	0	13,000,000		37,332,256	53.4%
Governor's Common Policies Changes	1,313,926	0	0		1,313,926	0.0%
Health Care Policy & Financing	2,208,774,617	8,781,700	(37,435)	16,864,472	2,234,383,354	1.2%
Higher Education	760,889,619	0	0	0	760,889,619	0.0%
Human Services	744,450,768	22,132,819	(293,299)	0	766,290,288	2.9%
Judicial	408,769,988	0	0	0	408,769,988	0.0%
Labor and Employment	265,316	0	(137)	0	265,179	N/A
Law	13,218,611	0	0	0	13,218,611	0.0%
Legislature	40,341,214	0	0	0	40,341,214	0.0%
Local Affairs	23,276,832	(3,000,000)	(13,829)	0	20,263,003	-12.9%
Military and Veterans Affairs	7,862,091	0	(10,875)	0	7,851,216	-0.1%
Natural Resources	25,875,846	165,222	(113,545)	0	25,927,523	0.2%
Personnel and Administration	8,544,798	186,502	(42,625)	0	8,688,675	1.7%
Public Health and Environment	50,211,598	533,516	(29,860)	0	50,715,254	1.0%
Public Safety	99,256,965	5,660,986	(119,233)	0	104,798,718	5.6%
Regulatory Agencies	1,774,345	0	(3,387)	0	1,770,958	-0.2%
Revenue <3>	89,482,563	0	(151,661)	0	89,330,902	-0.2%
State	0	0	0	0	-	N/A
Transportation	0	0	0	0	-	N/A
Treasury	118,042,469	0	0	0	118,042,469	0.0%
Operating Subtotal	\$ 8,526,080,351	\$ 33,612,119	\$ 91,525,936	\$ 16,864,472	\$ 8,668,082,878	1.7%
Other GF Obligations						
Cigarette Rebates <2>	0	100,000	0	0	100,000	N/A
Old Age Pension Fund	94,300,000	5,300,000	0	0	99,600,000	5.6%
Property Tax, Heat, and Rent Credit <2>	0	0	0	0	-	N/A
Fire/Police Pensions <2>	(24,753)	0	0	0	(24,753)	0.0%
Amendment 35 GF <2>	(38,300)	0	0	0	(38,300)	0.0%
Interest on School Loans	1,300,000	0	0	0	1,300,000	0.0%
Homestead Exemption <2>	0	1,400,000	0	0	1,400,000	N/A
GF Transfers for Capital Construction	199,283,494	7,064,621	7,202,352	0	213,550,467	7.2%
Transfer to SEF per SB13-234	25,321,079	0	0	0	25,321,079	0.0%
Transfers to Other Funds (GFE)	1,900,000	39,500,000	0	0	41,400,000	2078.9%
	\$ 322,041,520	\$ 53,364,621	\$ 7,202,352	\$ -	\$ 382,608,493	16.6%
Other Adjustments						
Reverse Paydate Shift	94,020,566	0	0	0	94,020,566	0.0%
Other/Funds Set-aside	58,438,051	(49,386,888)	(8,551,163)	0	500,000	-99.1%
Subtotal Statewide	152,458,617	(49,386,888)	(8,551,163)	0	94,520,566	-32.4%
Total General Fund	\$ 9,000,580,488	\$ 37,589,852	\$ 90,177,125	\$ 16,864,472	\$ 9,145,211,937	1.6%

<1> Note that the November 1 request shown is increased by \$20,816 General Fund in the Corrections associated with HB13-1318 which was authorized by Proposition AA.

<2> Represents forecasted adjustments to the base.

Comparison of Total Funds							
Department	FY 2013-14 Appropriation	"1331" Early Supplemental Requests	Jan. 2 Supplemental Request	Jan. 15th Supplemental	FY 2013-14 February 18th Amend. 64/Prop. AA Request	Total FY 2013-14 Including Supplemental Requests	% Change to FY 2013-14 Appropriation
Agriculture	\$ 42,670,244	0	5,103	0	0	\$ 42,675,347	0.0%
Corrections	751,232,064	1,872,088	667,708	16,987,266	0	770,759,126	2.6%
Education	4,648,370,616	0	49,549	56,269,879	0	4,704,690,044	1.2%
Governor's Office:							
Gov. Lt. Gov. OSPB	42,133,875	0	71,085,490	0	500,000	113,719,365	169.9%
OEDIT/OIT	183,232,666	382,000	2,530,785	300,000	0	186,445,451	1.8%
Health Care Policy & Financing	6,537,643,053	11,229,095	5,256,966	265,535	0	6,554,394,649	0.3%
Higher Education	3,233,189,910	0	0	0	0	3,233,189,910	0.0%
Human Services	2,214,378,373	7,796,708	(26,769,154)	1,289,137	0	2,196,695,064	-0.8%
Judicial	552,453,960	0	51,748	0	0	552,505,708	0.0%
Labor and Employment	163,342,035	0	91,569	0	0	163,433,604	0.1%
Law	67,564,072	0	1,250,051	0	0	68,814,123	1.9%
Legislature	40,399,019	0	0	0	0	40,399,019	0.0%
Local Affairs	305,205,047	0	13,208	0	0	305,218,255	0.0%
Military and Veterans Affairs	223,858,252	0	1,416	0	0	223,859,668	0.0%
Natural Resources	277,509,241	0	187,474	0	0	277,696,715	0.1%
Personnel and Administration	174,205,986	0	(812,258)	0	0	173,393,728	-0.5%
Public Health and Environment	524,078,332	2,000,000	310,975	0	3,664,277	530,053,584	1.1%
Public Safety	343,086,267	771,334	2,619,828	0	373,667	346,851,096	1.1%
Regulatory Agencies	81,184,712	0	(4,823)	0	0	81,179,889	0.0%
Revenue <1>	306,341,593	0	277,328	0	0	306,618,921	0.1%
State	22,908,217	0	(274)	0	0	22,907,943	0.0%
Transportation	1,267,747,364	0	0	0	0	1,267,747,364	0.0%
Treasury	433,702,981	0	0	0	0	433,702,981	0.0%
Operating Subtotal	\$ 22,436,437,879	\$ 24,051,225	\$ 56,812,689	\$ 75,111,817	\$ 4,537,944	\$ 22,596,951,554	0.7%
Other/Funds Set-aside	144,235,264	-	(66,235,264)	-	-	78,000,000	-45.9%
Other GF	\$ 144,235,264	\$ -	\$ (66,235,264)	\$ -	\$ -	\$ 78,000,000	-45.9%
Controlled Maintenance Trust Fund	\$ 48,000,000	\$ -	\$ -	\$ -	\$ -	\$ 48,000,000	N/A
Other Expenditures							
Cigarette Rebates <2>	\$ 200,000	0	0	0	0	200,000	N/A
Old Age Pension Fund	105,400,000	0	3,700,000	0	0	109,100,000	N/A
Property Tax, Heat, and Rent Credit <2>	(100,000)	0	0	0	0	(100,000)	N/A
Fire/Police Pensions <2>	(24,753)	0	0	0	0	(24,753)	N/A
Amendment 35 GF <2>	(76,600)	0	0	0	0	(76,600)	N/A
Interest on School Loans	800,000	0	0	0	0	800,000	0.0%
Homestead Exemption <2>	3,400,000	0	3,500,000	0	0	6,900,000	102.9%
GF Transfers for Capital Construction	186,715,493	0	0	0	0	186,715,493	0.0%
Transfer to SEF per SB13-234	45,321,079	0	0	0	0	45,321,079	0.0%
Transfers to Other Funds (GFE)	21,100,000	0	19,700,000	0	0	40,800,000	93.4%
Subtotal Other Expenditures	\$ 362,735,219	\$ -	\$ 26,900,000	\$ -	\$ -	\$ 389,635,219	7.4%
Subtotal Statewide Adjustments	\$ 22,991,408,362	\$ 24,051,225	\$ 17,477,425	\$ 75,111,817	\$ 4,537,944	\$ 23,112,586,773	0.5%

<1> Note that the FY 2013-14 appropriation now reflects an increase of \$4,246,090 cash funds per HB13-1318 due to the passage of Proposition AA in the November 2013 election.

<2> Represents forecasted adjustments to the base.

Comparison of Total Funds

Department	FY 2014-15 Request	January 2 FY 2014-15	January 15th FY 14-15	FY 2014-15 February	Total FY 2014-15	% Change to FY 2014-15 Request
	(November 1)	Budget Amendments	Budget Amendments	18th Amend. 64/Prop. AA Request	with Budget Amendments	
Agriculture	\$ 43,369,821	0	(107,170)	0	\$ 43,262,651	-0.2%
Corrections <1>	793,543,239	(839,213)	12,597,264	0	805,301,290	1.5%
Education	4,908,003,753	0	58,910,249	11,000,000	4,977,914,002	1.4%
Governor's Office:						
Gov. Lt. Gov. OSPB	38,323,887	(9,413)	(419,424)	190,097	38,085,147	-0.6%
OEDIT/OIT	186,893,429	41,158,311	13,000,000		241,051,740	29.0%
Governor's Common Policies Changes	4,248,144	0	0		4,248,144	0.0%
Health Care Policy & Financing	7,548,162,084	111,224,727	(97,483)	42,260,038	7,701,549,366	2.0%
Higher Education	3,395,569,342	0	(1,167)	0	3,395,568,175	0.0%
Human Services <1>	1,822,031,372	31,388,916	(687,163)	32,173,332	1,884,906,457	3.5%
Judicial	580,629,984	0	0	0	580,629,984	0.0%
Labor and Employment	166,039,836	196,336	(323,281)	0	165,912,891	-0.1%
Law	70,124,044	(120,469)	0	456,760	70,460,335	0.5%
Legislature	42,142,585	0	0	0	42,142,585	0.0%
Local Affairs	311,009,001	(3,000,000)	(65,322)	0	307,943,679	-1.0%
Military and Veterans Affairs	224,619,336	0	(42,646)	0	224,576,690	0.0%
Natural Resources	243,122,396	355,850	(608,764)	0	242,869,482	-0.1%
Personnel and Administration	175,718,585	1,312,158	(72,649)	0	176,958,094	0.7%
Public Health and Environment	553,808,958	533,516	(415,764)	8,725,809	562,652,519	1.6%
Public Safety	355,941,459	5,889,739	(611,721)	473,228	361,692,705	1.6%
Regulatory Agencies	84,220,355	0	(171,897)	0	84,048,458	-0.2%
Revenue <1>	311,926,981	502,467	(409,757)	1,840,000	313,859,691	0.6%
State	21,354,449	0	0	0	21,354,449	0.0%
Transportation	1,282,992,152	0	(46,753)	1,875,000	1,284,820,399	0.1%
Treasury	445,610,418	0	0	0	445,610,418	0.0%
Operating Subtotal	\$ 23,609,405,610	\$ 188,592,925	\$ 80,426,552	\$ 98,994,264	\$ 23,977,419,351	1.6%
Other Expenditures						
Cigarette Rebates <2>	\$ -	\$ 100,000	\$ -	\$ -	\$ 100,000	N/A
Old Age Pension Fund	94,300,000	5,300,000	-	-	99,600,000	5.6%
Property Tax, Heat, and Rent Credit <2>	-	-	-	-	-	
Fire/Police Pensions <2>	(24,753)	-	-	-	(24,753)	0.0%
Amendment 35 GF <2>	(38,300)	-	-	-	(38,300)	0.0%
Interest on School Loans	1,300,000	-	-	-	1,300,000	0.0%
Homestead Exemption <2>	-	1,400,000	-	-	1,400,000	
GF Transfers for Capital Construction	199,283,494	7,064,621	7,202,352	-	213,550,467	7.2%
Transfer to SEF per SB13-234	25,321,079	-	-	-	25,321,079	0.0%
Transfers to Other Funds (GFE)	1,900,000	39,500,000	-	-	41,400,000	2078.9%
Subtotal Other Expenditures	\$ 322,041,520	\$ 53,364,621	\$ 7,202,352	\$ -	\$ 382,608,493	18.8%
Other Adjustments						
Reverse Paydate Shift	\$ 94,020,566	\$ -	\$ -	\$ -	\$ 94,020,566	0.0%
Legislation and Budget Amendments	58,438,051	(49,386,888)	(8,551,163)	-	500,000	-99.1%
Subtotal Statewide Adjustments	\$ 152,458,617	\$ (49,386,888)	\$ (8,551,163)	\$ -	\$ 94,520,566	-38.0%
Total Funds	\$ 24,083,905,747	\$ 192,570,658	\$ 79,077,741	\$ 98,994,264	\$ 24,454,548,410	1.5%

<1> Reflects an additional \$20,816 General Fund attributable to the passage of Proposition AA. This sum was not previously shown in the November 1 budget. Also, DHS reflects a reappropriated funds change of -\$55,733 for FY 2014-15; this request was submitted as part of our January 15th request.

<2> Represents forecasted adjustments to the base.

Department	FTE						
	FY 2013-14 Appropriation	"1331" Early Supplemental Request	Jan. 2 Supplemental Request	FY 2013-14 Jan. 15th Supplemental	FY 2013-14 February 18th Amend. 64/ Prop. AA Request	Total FY 2013-14 Including Supplemental Requests	% Change to FY 2013-14 Appropriation
Agriculture	274.1	0.0	0.0	0.0	0.0	274.1	0.0%
Corrections	6,019.6	15.7	1.8	15.0	0.0	6,052.1	0.5%
Education	563.8	0.0	0.0	0.0	0.0	563.8	0.0%
Governor's Office:						0.0	
Gov. Lt. Gov. OSPB	89.6	0.0	0.0	0.0	0.0	89.6	0.0%
OEDIT/OIT	971.3	0.0	0.0	0.0	0.0	971.3	0.0%
Health Care Policy & Financing	358.1	1.0	0.0	0.0	0.0	359.1	0.3%
Higher Education	22,842.3	0.0	0.0	0.0	0.0	22,842.3	0.0%
Human Services	4,874.9	0.0	1.0	3.3	0.0	4,879.2	0.1%
Judicial	4,358.7	0.0	0.0	0.0	0.0	4,358.7	0.0%
Labor and Employment	1,012.5	0.0	0.0	0.0	0.0	1,012.5	0.0%
Law	446.5	0.0	4.9	0.0	0.0	451.4	1.1%
Legislature	272.6	0.0	0.0	0.0	0.0	272.6	0.0%
Local Affairs	164.3	0.0	0.0	0.0	0.0	164.3	0.0%
Military and Veterans Affairs	1,389.6	0.0	0.0	0.0	0.0	1,389.6	0.0%
Natural Resources	1,438.8	0.0	0.3	0.0	0.0	1,439.1	0.0%
Personnel and Administration	392.6	0.0	0.7	0.0	0.0	393.3	0.2%
Public Health and Environment	1,241.3	0.0	0.0	0.0	0.9	1,242.2	0.1%
Public Safety	1,616.1	0.5	1.6	0.0	2.3	1,620.5	0.3%
Regulatory Agencies	572.7	0.0	0.0	0.0	0.0	572.7	0.0%
Revenue <1>	1,253.2	0.0	0.0	0.0	0.0	1,253.2	0.0%
State	139.0	0.0	0.0	0.0	0.0	139.0	0.0%
Transportation	3,317.5	0.0	0.0	0.0	0.0	3,317.5	0.0%
Treasury	31.9	0.0	0.0	0.0	0.0	31.9	0.0%
Total FTE	53,641.0	17.2	10.3	18.3	3.2	53,690.0	0.1%

<1> Note that the FY 2013-14 appropriation now reflects an increase of 11.5 attributable to HB13-1318 due to the passage of Proposition AA in the November 2013 election.

FTE

Department	FY 2014-15					
	FY 2014-15 Request (November 1)	Jan. 2 Budget Amendments	Jan. 15th Budget Amendments	February 18th Amend. 64/Prop. AA Request	Total FY 2014-15 with Budget Amendments	% Change to FY 2014-15 Request
Agriculture	274.1	0.0	0.0	0.0	274.1	0.0%
Corrections	6,094.0	80.9	33.9	0.0	6,208.8	1.9%
Education	575.8	0.0	0.0	2.0	577.8	0.3%
Governor's Office:						
Gov. Lt. Gov. OSPB	89.6	0.0	0.0	2.0	91.6	2.2%
OEDIT/OIT	980.3	0.0	0.0	0.0	980.3	0.0%
Health Care Policy & Financing	397.1	0.0	0.0	0.0	397.1	0.0%
Higher Education	22,853.8	0.0	0.0	0.0	22,853.8	0.0%
Human Services	4,849.4	8.2	9.5	5.1	4,872.2	0.5%
Judicial	4,365.9	0.0	0.0	0.0	4,365.9	0.0%
Labor and Employment	1,016.0	0.0	0.0	0.0	1,016.0	0.0%
Law	447.0	1.3	0.0	2.0	450.3	0.7%
Legislature	272.6	0.0	0.0	0.0	272.6	0.0%
Local Affairs	168.8	(1.0)	0.0	0.0	167.8	-0.6%
Military and Veterans Affairs	1,390.8	0.0	0.0	0.0	1,390.8	0.0%
Natural Resources	1,442.5	0.6	0.0	0.0	1,443.1	0.0%
Personnel and Administration	386.1	2.0	0.0	0.0	388.1	0.5%
Public Health and Environment	1,242.3	0.0	0.0	5.2	1,247.5	0.4%
Public Safety	1,634.7	18.9	0.0	7.0	1,660.6	1.6%
Regulatory Agencies	580.6	0.0	0.0	0.0	580.6	0.0%
Revenue <1>	1,313.0	3.7	0.0	0.0	1,316.7	0.3%
State	138.2	0.0	0.0	0.0	138.2	0.0%
Transportation	3,326.8	0.0	0.0	0.0	3,326.8	0.0%
Treasury	31.9	0.0	0.0	0.0	31.9	0.0%
Total FTE	53,871.3	114.6	43.4	23.3	54,052.6	0.2%

<1> Includes 21.9 FTE associated with the annualization of HB13-1318, authorized through the passage of Proposition AA in the November 2013 election.