



# OFFICE OF STATE PLANNING AND BUDGETING

*A Fact Sheet*

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The Department of Revenue is responsible for the functions of the Department include collection of state and local taxes, enforcement of tax laws, administration of driver and motor vehicle laws, motor carrier law enforcement, operation of the ports of entry, state liquor and tobacco law enforcement, regulation of limited-stakes gambling, oversight and reporting on the racing industry and the operation of the Colorado Lottery.

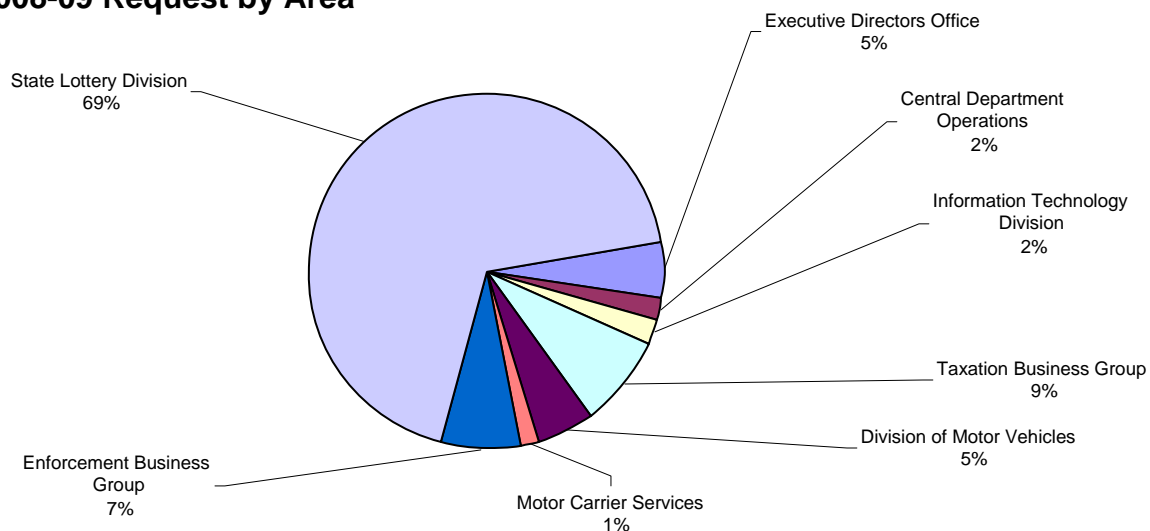
## FY 2007-08 Appropriation

Total Appropriation:	\$563,010,175
Percent of Statewide Total Appropriation:	3.3%
General Fund Appropriation:	\$94,300,024
Percent of Statewide General Fund Appropriation:	1.1%
Total Full Time Equivalent Employees (FTE):	1,479.7

## FY 2008-09 Budget Request

Total Request:	\$573,550,062
Percent of Statewide Total Request:	3.2%
General Fund Request:	\$94,189,847
Percent of Statewide General Fund Request:	1.2%
Total Full Time Equivalent Employees (FTE):	1,487.4

## FY 2008-09 Request by Area



## Department in Summary FY 2008-09

- The FY 2008-09 total appropriations is \$577.0 million. This is an increase of \$14.0 million over the previous year.
- The Department projects total dollars assessed by tax audits to be \$281.8 million in FY 2008-09. This is an increase of \$23.1 million or 8.9% over FY 2005-06.
- The Department projects they will process 2,295,336 individual income tax returns. This is an increase of 85,279 or 3.8% over FY 2005-06.
- The total Lottery sales excluding Powerball are projected to be \$350.3 million in FY 2008-09. This is an increase of \$8.9 million or 2.5% over FY 2007-08.

## Leading Budget Change Requests for FY 2008-09:

- *Out-of-State Audit Enhancement* increases the travel expenses by \$180,234 for Senior Audit staff for auditing out-of-state companies that do business in Colorado. This request is projected to produce additional General Fund revenue totaling \$2,221,000 in FY 2008-09 and \$8,884,077 in FY 2009-10.
- *Lottery Distribution and Inventory Management System* will assist the Lottery in efficient distribution of Scratch tickets to increase sales by approximately \$54.3 million and proceeds by approximately \$9.0 million.
- *Lottery Advertising Increase* will grow the current marketing budget from \$8.6 million to \$11.7 million in FY 2008-09 and to \$14.7 million in FY 2009-10. The Lottery has experienced a 6.5% marketing increase since 1988-89. This request will adjust the marketing budget to FY 1988-89 levels to include inflation.
- Taxpayer Services Division was approved *2.0 State FTE in lieu of temporary employees*. This change will assist the Customer Call Center to decrease call center wait times and increase customer service performance measures.
- *Fixed and Mobile Port Maintenance* request will use \$137,761 in personnel services cost savings to address long standing maintenance needs at the state ports of entry.

## Key Issues and Legislation:

1. S.B. 07-241 – Increases fees for driver's licenses and special license plates, creation of a Licensing Services cash fund, and authorizes an FY 2008-09 appropriation of \$6.5 million for existing and new drivers license offices and staff.
2. S.B. 07-253 – Directs the Legislative Council Staff and the Office of State Planning and Budgeting, to prepare a quarterly forecast of oil and gas revenues, including state oil and gas severance tax and federal mineral leasing revenue.
3. H.B. 07-1020 – Increases penalties and fines for failing to register a motor vehicle.
4. H.B. 07-1081 – Provides for the regulation of the sales of powersports vehicles.

5. H.B. 07-1314 – Requires the Department of Revenue to promulgate rules providing for additional forms of identification to prove lawful presence and waiver process for persons applying for public benefits.
6. H.B. 07-1349 – Requires the Department of Revenue to create and maintain a registry for the purpose of registering information concerning the gambling winnings of parents with outstanding child support obligations. For additional information, see the "Recent Legislation" section at the end of the Department of Human Services.
7. H.B. 07-1361 – Imposes reporting requirements on organizations that accept conservation easement donations that are a basis for an income tax credit, imposes additional requirements on taxpayers that claim an income tax credit for a conservation easement donation, and authorizes the Department to require a second appraisal on such claims.
8. Special license plates were created for the following: S.B. 07-27 - U.S. Coast Guard, S.B. 07-67 - Share the Road, H.B. 07-1120 - Italian-American Heritage, H.B. 07-1200 - U.S. Air Force , and H.B. 07-1352 - U.S. Army Special Forces special license plate and expands the list of those who may be issued a Fallen Service Member special license plate.

## **Department Wide Performance Measures:**

1. Percentage of dollars received and deposited within 24 hours.
2. Percentage of individual income tax refunds processed within 14 days of receipt.
3. Total Fairshare (payment of appropriate tax burden) production identified.
4. Total amount of delinquent revenues collected by the Office Collections Section.
5. Total amount of delinquent revenues collected by the Field Compliance and Enforcement Section.

## **Links to Additional Websites**

- [Colorado Department of Revenue \(www.revenue.state.co.us\)](http://www.revenue.state.co.us)
- [Colorado Division of Gaming \(http://www.revenue.state.co.us/Gaming/home.asp\)](http://www.revenue.state.co.us/Gaming/home.asp)
- [Colorado Division of Motor Vehicles \(www.revenue.state.co.us/mv\\_dir/home.asp\)](http://www.revenue.state.co.us/mv_dir/home.asp)
- [Colorado Division of Motor Vehicles, Motor Carrier Services \(www.revenue.state.co.us/mcs\\_dir\)](http://www.revenue.state.co.us/mcs_dir)
- [Colorado Division of Taxation \(www.revenue.state.co.us/TPS\\_Dir/home.asp\)](http://www.revenue.state.co.us/TPS_Dir/home.asp)
- [Colorado Lottery \(www.coloradolottery.com\)](http://www.coloradolottery.com)
- [Internal Revenue Service \(www.irs.gov\)](http://www.irs.gov)

For more information about this Department and its programs, please call 303-866-3091.