First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 23-0868.03 Alana Rosen x2606

SENATE BILL 23-216

SENATE SPONSORSHIP

Bridges and Zenzinger, Kirkmeyer

HOUSE SPONSORSHIP

Sirota and Bockenfeld, Bird

Senate Committees Appropriations **House Committees**

A BILL FOR AN ACT

101 CONCERNING FUNDING TO THE DEPARTMENT OF EARLY CHILDHOOD

102 FOR THE COLORADO UNIVERSAL PRESCHOOL PROGRAM.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov/</u>.)

Joint Budget Committee. Current law requires the general assembly to transfer money to the preschool programs cash fund from the general fund or the state education fund in the 2023-24 and 2024-25 fiscal years. Beginning in the 2024-25 fiscal year, the amount transferred is required to increase by the rate of inflation.

The bill repeals those requirements and instead requires the

general assembly to appropriate money to the department of early childhood from the general fund for the 2023-24 fiscal year for purposes of the Colorado universal preschool program. Beginning in the 2024-25 fiscal year, and each year thereafter, the amount appropriated must increase annually by the rate of inflation.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 26.5-4-204, add (6) 3 as follows: 4 26.5-4-204. Colorado universal preschool program - created - eligibility - workforce development plan - program funding - rules. 5 6 (6) TO PRESERVE THE GENERAL ASSEMBLY'S HISTORIC COMMITMENT TO 7 PRESCHOOL PROGRAM FUNDING, THE GENERAL ASSEMBLY SHALL 8 APPROPRIATE TO THE DEPARTMENT FOR THE COLORADO UNIVERSAL 9 PRESCHOOL PROGRAM: 10 (a) FOR THE 2023-24 FISCAL YEAR, AN AMOUNT AT LEAST EQUAL 11 TO THE DIFFERENCE BETWEEN THE AMOUNT OF THE STATE SHARE OF 12 TOTAL PROGRAM CALCULATED PURSUANT TO ARTICLE 54 OF TITLE 22 FOR 13 THE 2022-23 BUDGET YEAR, AFTER APPLICATION OF THE BUDGET 14 STABILIZATION FACTOR AND AFTER ANY MID-YEAR ADJUSTMENT, AND THE 15 AMOUNT THAT THE STATE SHARE OF TOTAL PROGRAM, AFTER APPLICATION 16 OF THE BUDGET STABILIZATION FACTOR AND AFTER ANY MID-YEAR 17 ADJUSTMENT, WOULD BE FOR THE 2022-23 BUDGET YEAR IF CALCULATED 18 WITHOUT INCLUDING THE STATEWIDE PRESCHOOL PROGRAM ENROLLMENT, 19 AS DEFINED IN SECTION 22-54-103, FOR THE 2022-23 BUDGET YEAR AND

20 THE NUMBER OF THREE- AND FOUR-YEAR-OLD PUPILS WITH DISABILITIES

21 RECEIVING AN EDUCATIONAL PROGRAM UNDER THE "EXCEPTIONAL

22 CHILDREN'S EDUCATIONAL ACT", ARTICLE 20 OF TITLE 22, FOR THE

23 2022-23 BUDGET YEAR.

(b) FOR THE 2024-25 FISCAL YEAR, AND EACH FISCAL YEAR
 THEREAFTER, AN AMOUNT AT LEAST EQUAL TO THE AMOUNT DESCRIBED
 IN SUBSECTION (6)(a) OF THIS SECTION INCREASED ANNUALLY BY THE
 RATE OF INFLATION.

5 SECTION 2. In Colorado Revised Statutes, 26.5-4-209, amend
6 (1) as follows:

7 26.5-4-209. Preschool programs cash fund - created - use. 8 (1) (a) The preschool programs cash fund is hereby created in the state 9 treasury. The fund consists of money credited to the fund pursuant to 10 section 24-22-118 (2), money transferred to the fund pursuant to section 11 39-28-116 (6), money annually transferred to the fund as provided in 12 subsection (1)(b) of this section, and any additional money the general 13 assembly may appropriate or transfer to the fund. The state treasurer shall 14 credit all interest and income derived from the deposit and investment of 15 money in the preschool programs cash fund to the fund. The general 16 assembly shall annually appropriate money in the preschool programs 17 cash fund to the department to implement the preschool program.

18 (b) (I) For the 2023-24 fiscal year, the general assembly shall 19 transfer to the preschool programs cash fund from the general fund or the 20 state education fund created in section 17 of article IX of the state 21 constitution an amount equal to the difference between the amount of the 22 state share of total program calculated pursuant to article 54 of title 22 for 23 the 2022-23 budget year, after application of the budget stabilization 24 factor and after any mid-year adjustment, and the amount that the state 25 share of total program, after application of the budget stabilization factor 26 and after any mid-year adjustment, would be for the 2022-23 budget year 27 if calculated without including the statewide preschool program

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enrollment, as defined in section 22-54-103, for the 2022-23 budget year
 and the number of three- and four-year-old pupils with disabilities
 receiving an educational program under the "Exceptional Children's
 Educational Act", article 20 of title 22, for the 2022-23 budget year.

5 (II) For the 2024-25 fiscal year and for each fiscal year thereafter, 6 the general assembly shall annually transfer to the preschool programs 7 cash fund from the general fund or the state education fund created in 8 section 17 of article IX of the state constitution an amount equal to the 9 amount described in subsection (1)(b)(I) of this section increased 10 annually, beginning in the 2024-25 fiscal year, by the rate of inflation.

11 **SECTION 3.** Act subject to petition - effective date. This act 12 takes effect at 12:01 a.m. on the day following the expiration of the 13 ninety-day period after final adjournment of the general assembly; except 14 that, if a referendum petition is filed pursuant to section 1 (3) of article V 15 of the state constitution against this act or an item, section, or part of this 16 act within such period, then the act, item, section, or part will not take 17 effect unless approved by the people at the general election to be held in 18 November 2024 and, in such case, will take effect on the date of the 19 official declaration of the vote thereon by the governor.