



# JOINT BUDGET COMMITTEE STAFF FY 2021-22 BUDGET BRIEFING SUMMARY

Colorado General Assembly  
Joint Budget Committee

*Department of Military and Veterans Affairs*

The Department of Military and Veterans Affairs is responsible for training and maintaining Colorado's Army and Air National Guard to protect the safety and health of Colorado's residents and serve as a reserve force for the U.S. Armed Forces. The Department also administers state programs that assist U.S. military veterans. The Department's FY 2020-21 appropriation represents approximately 0.4 percent of statewide operating appropriations and 0.1 percent of statewide General Fund appropriations.

## FY 2020-21 APPROPRIATION AND FY 2021-22 REQUEST

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
<b>FY 2020-21 APPROPRIATION:</b>						
HB 20-1360 (Long Bill)	132,612,501	10,666,526	1,645,234	163,167	120,137,574	2,534.6
HB 20-1379	(238,282)	(234,742)	(3,540)	0	0	0.0
HB 20-1398	(87,994)	(87,994)	0	0	0	0.0
<b>TOTAL</b>	<b>\$132,286,225</b>	<b>\$10,343,790</b>	<b>\$1,641,694</b>	<b>\$163,167</b>	<b>\$120,137,574</b>	<b>2,534.6</b>
<b>FY 2021-22 REQUESTED APPROPRIATION:</b>						
FY 2020-21 Appropriation	\$132,286,225	10,343,790	\$1,641,694	\$163,167	\$120,137,574	2,534.6
R1 Reductions for DMVA	(479,910)	(565,910)	86,000	0	0	(1.0)
R2 Continuing tuition assistance funding for a lower demand	(425,000)	(425,000)	0	0	0	0.0
Non-prioritized items	(29,790)	(81,606)	0	0	51,816	0.0
Annualize prior year budget action	517,577	512,994	0	4,583	0	0.1
Annualize prior year legislation	443,191	436,795	3,596	0	2,800	0.0
Centrally appropriated line items	384,419	422,312	12,708	0	(50,601)	0.0
Indirect cost adjustment	596	0	596	0	0	0.0
<b>TOTAL</b>	<b>\$132,697,308</b>	<b>\$10,643,375</b>	<b>\$1,744,594</b>	<b>\$167,750</b>	<b>\$120,141,589</b>	<b>2,533.7</b>
<b>INCREASE/(DECREASE)</b>	<b>\$411,083</b>	<b>\$299,585</b>	<b>\$102,900</b>	<b>\$4,583</b>	<b>\$4,015</b>	<b>(0.9)</b>
Percentage Change	0.3%	2.9%	6.3%	2.8%	0.0%	(0.0%)

**R1 REDUCTIONS FOR DMVA:** This request implements reductions across all Divisions for an overall reduction of \$479,910 total funds and \$565,910 General Fund. This constitutes a 10 percent reduction in General Fund appropriations to the Department.

**R2 CONTINUING TUITION ASSISTANCE FUNDING FOR LOWER DEMAND:** This request continues budget balancing reductions for tuition assistance by \$425,000 total funds due to anticipated decreased demand for the program.

**NON-PRIORITIZED ITEMS:** The request includes four non-prioritized items summarized in the table below totaling a \$29,790 reduction.

**ANNUALIZE PRIOR YEAR BUDGET ACTION:** The request includes an increase of \$517,577 total funds for the annualization of prior year budget actions.

ANNUALIZE PRIOR YEAR BUDGET ACTION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Restore one time tuition assistance reduction	\$425,000	\$425,000	\$0	\$0	\$0	0.0
Restore annual depreciation lease equivalent payment	87,994	87,994	0	0	0	0.0
Annualization of WROS admin	4,583	0	0	4,583	0	0.1
<b>TOTAL</b>	<b>\$517,577</b>	<b>\$512,994</b>	<b>\$0</b>	<b>\$4,583</b>	<b>\$0</b>	<b>0.1</b>

**ANNUALIZE PRIOR YEAR LEGISLATION:** The request includes an increase of \$443,191 total funds for the annualization of prior year legislation.

ANNUALIZE PRIOR YEAR LEGISLATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
HB 20-1379 PERA direct distribution	\$438,388	\$434,848	\$3,540	\$0	\$0	0.0
SB18-200 PERA unfunded liability	4,803	1,947	56	0	2,800	0.0
<b>TOTAL</b>	<b>\$443,191</b>	<b>\$436,795</b>	<b>\$3,596</b>	<b>\$0</b>	<b>\$2,800</b>	<b>0.0</b>

**CENTRALLY APPROPRIATED LINE ITEMS:** The request includes an increase of \$384,419 total funds for centrally appropriated line items.

CENTRALLY APPROPRIATED LINE ITEMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Health, life, and dental adjustment	\$133,723	\$117,706	\$15,884	\$0	\$133	0.0
Payment to risk management / property funds adjustment	121,628	121,628	0	0	0	0.0
PERA direct distribution	43,796	44,066	(270)	0	0	0.0
Payments to OIT adjustment	38,854	38,854	0	0	0	0.0
Centralized personnel plan	28,277	38,528	0	0	(10,251)	0.0
AED adjustment	24,230	42,899	(1,423)	0	(17,246)	0.0
SAED adjustment	24,230	42,899	(1,423)	0	(17,246)	0.0
Leased space adjustment	1,898	1,898	0	0	0	0.0
Capitol complex leased space adjustment	1,719	1,719	0	0	0	0.0
Workers' compensation adjustment	271	271	0	0	0	0.0
Legal services adjustment	(25,886)	(25,886)	0	0	0	0.0
Shift differential adjustment	(4,813)	0	0	0	(4,813)	0.0
CORE adjustment	(3,290)	(3,290)	0	0	0	0.0
Short term disability adjustment	(218)	1,020	(60)	0	(1,178)	0.0
<b>TOTAL</b>	<b>\$384,419</b>	<b>\$422,312</b>	<b>\$12,708</b>	<b>\$0</b>	<b>(\$50,601)</b>	<b>0.0</b>

**INDIRECT COST ADJUSTMENT:** The request includes an increase of \$596 cash funds for the indirect cost adjustment.

**CAPITAL CONSTRUCTION:** The Committee should also be aware of the Department's request from the Capital Construction Fund for the design and construction of a new Army National Guard Readiness Center in Jefferson County. The total state funds include \$614,750 for design in FY 2021-22 and \$6.1 million for construction in the third year. Total project costs will be supplemented with \$31.1 million federal funds over five years. The request states that the new readiness center will supplement existing sites in Longmont and Colorado Springs that are over 60 years old and past their useful lives.

## SUMMARY OF ISSUES PRESENTED TO THE JOINT BUDGET COMMITTEE

**2020 SESSION BUDGET BALANCING ACTIONS:** This issue provides an overview of budget balancing actions during the 2020 legislative session that impacted the Department of Military and Veterans Affairs.

**R2 NATIONAL GUARD TUITION ASSISTANCE:** This issue provides more information and background on the Department's request to continue decreased General Fund for the Tuition Assistance program based on anticipated decreased demand.

### FOR MORE INFORMATION

**JBC STAFF ANALYST:** Emily Hansen  
(303) 866-4961  
emily.hansen@state.co.us

**TO READ THE ENTIRE BRIEFING:** Go to <http://leg.colorado.gov/content/budget/budget-documents> to use the budget document search tool. Select this department's name under *Department/Topic*, "Briefing" under *Type*, and select a *Start date* and *End date* to show documents released in November and December of 2020.