

5. Includes a \$150,000 one-time increase in General Fund appropriations to retain outside legal counsel to defend the State against a lawsuit challenging the constitutionality of S.B. 07-199 (School Finance Reform).
6. Includes a \$150,000 one-time increase in General Fund appropriations to implement the cyber-security recommendations derived from a risk based security gap assessment conducted through the Office of the Chief Information Security Officer (OCISO).

**Budget Recommendation Detail by Long Bill Division**

**Office of the Governor:** As the chief executive of the State, the Governor is responsible for the overall operation of the executive branch of government. This office provides for coordination, direction, and planning of agency operations, as well as maintaining a liaison with local governments and the federal government. Offices within the Governor's Office include: the Governor's Energy Office, the Office of Homeland Security, Boards and Commissions Office, Citizens' Advocate Office, and the Office of Policy and Initiatives.

Office of the Governor	Total Funds	General Fund	Cash Funds	Cash Funds Exempt	Federal Funds	FTE
<b>FY 2007-08 Appropriation</b>	\$23,877,445	\$3,771,881	\$8,706,083	\$285,503	\$11,113,978	39.9
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
Change to appropriations format	0	0	85,411	(85,411)	0	0.0
<b>FY 2007-08 Adjusted Appropriation</b>	\$23,877,445	\$3,771,881	\$8,791,494	\$200,092	\$11,113,978	39.9
<b>Recommended Changes from FY 2007-08 Adjusted Appropriation</b>						
Establish Office of Homeland Security	19,732,199	0	0	0	19,732,199	10.0
Clean Energy Fund	7,000,000	0	7,000,000	0	0	0.0
Solar incentive	2,013,750	2,013,750	0	0	0	0.0
Cash fund distribution adjustment	1,653,149	0	1,653,149	0	0	0.0
FY 2008-09 salary and benefit adjustments	357,821	199,137	45,911	88,566	24,207	0.0
Mill levy lawsuit	150,000	150,000	0	0	0	0.0
Cyber security implementation	149,880	149,880	0	0	0	0.0
Annualize salary and benefit adjustments	82,098	82,098	0	0	0	0.0
Operating adjustments	10,091	7,868	0	1,517	706	0.0
Annualize prior year funding	7,000	0	7,000	0	0	1.5
Governor's Energy Office FTE	0	0	0	0	0	27.0
Eliminate one-time appropriations	(145,411)	(100,000)	(45,411)	0	0	0.0
<b>Total FY 2008-09 JBC Recommendation</b>	\$54,888,022	\$6,274,614	\$17,452,143	\$290,175	\$30,871,090	78.4
\$ Change from prior year	\$31,010,577	\$2,502,733	\$8,660,649	\$90,083	\$19,757,112	38.5

	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
% Change from prior year	129.9%	66.4%	98.5%	45.0%	177.8%	96.5%

## Issue Descriptions

**Establish Office of Homeland Security:** Pursuant to Executive Order D 003 08, the Office of Homeland Security was established in the Office of the Governor. The recommendation includes a transfer of \$19.8 million in federal funding and 3.0 FTE from the Department of Local Affairs, Division of Emergency Management to the newly established Office of Homeland Security in the Office of the Governor. The recommendation also includes 7.0 FTE to also be funded with federal grants related to homeland security.

**Clean Energy Fund:** The recommendation includes \$7.0 million cash funds from the Clean Energy Fund to advance energy efficiency and renewable energy throughout the state, pursuant to S.B. 07-246 (Create Clean Energy Fund). Funding to the Clean Energy Fund is continuously appropriated, pursuant to Section 24-75-1201 (2), and is included in the Long Bill for informational purposes only.

**Solar incentive:** The recommendation includes \$2,013,750 General Fund to create the Colorado Solar Incentive Program. This program will leverage local contributions from governmental, non-profits, and utilities to create a total fund of \$4,027,500, to incentivize the installation of photovoltaics (solar electricity), as well as solar thermal (technology to utilize sun to heat water for domestic use and home heating).

**Cash fund distribution adjustment:** The recommendation includes an increase of \$1.0 million cash funds from the Operational Account of the Severance Tax Trust Fund for direct bill payment assistance and home energy efficiency improvements for low-income households. The recommendation also reflects an increase of \$653,149 in the amount of additional Limited Gaming Fund moneys that are estimated to be distributed to the Clean Energy Fund in FY 2008-09. All moneys in the Clean Energy Fund are continuously appropriated to the Governor's Office, Governor's Energy Office, pursuant to Section 24-75-1201 (2), C.R.S., and are included in the Long Bill for informational purposes only.

**FY 2008-09 salary and benefit adjustments:** The recommendation includes adjustments to centrally-appropriated line items for salary survey, performance-based pay awards, state contributions to health, life, and dental benefits, shift differential, and state contributions to the Public Employees' Retirement Association (PERA) pension fund. All salary survey and performance based pay increases are funded through centrally-appropriated line items in the Executive Director's Office in the year of the award and are incorporated into base funding for each division in the subsequent year.

**Mill levy lawsuit:** The recommendation includes a one-time appropriation of \$150,000 General Fund to fund outside legal counsel to defend the State against the Mill Levy Lawsuit challenging the constitutionality of S.B. 07-199 (School Finance Reform).

**Cyber security implementation:** The recommendation includes \$149,880 General Fund to implement the cyber security recommendations derived from a risk based security gap assessment conducted through the Office of the Chief Information Security Officer (OCISO). The recommendation includes \$99,880 to purchase antiviral software, network security software licenses, and a server, as well as \$50,000 for professional services for 400 programming hours to rewrite custom applications to run on the secure DPA network.

