

  
*Colorado Legislative Council Staff Fiscal Note*  
**STATE**  
**FISCAL IMPACT**

**Drafting Number:** LLS 07-0246  
**Prime Sponsor(s):** Rep. Benefield  
 Sen. Kester

**Date:** February 10, 2007  
**Bill Status:** House Education  
**Fiscal Analyst:** Amy Larsen (303-866-3488)

**TITLE:** CONCERNING FUNDING FOR THE TONY GRAMPSAS YOUTH SERVICES PROGRAM.

Fiscal Impact Summary	FY 2007-2008	FY 2008-2009
<b>State Revenue</b>	\$ 0	\$ 0
<b>State Expenditures</b>		
General Fund Diversion to the Colorado Student Before-and-After School Project Fund	(\$1,000,000) 1,000,000	(\$1,000,000) 1,000,000
<b>FTE Position Change</b>	1.0 FTE	1.0 FTE
<b>Effective Date:</b> Upon signature of the Governor.		
<b>Appropriation Summary for FY 2007-2008:</b> See State Appropriations section of the fiscal note.		
<b>Local Government Impact:</b> None.		

**Summary of Legislation**

This bill creates the Colorado Student Before and After School Project (CSBASP) as part of the Tony Grampsas Youth Services Program. The project provides grants for before and after schools programs for students 12 to 14 years old. Programs must be designed to help youth develop their interests in sports, leadership, or the arts and must include education about the dangers of alcohol and drugs. The Tony Grampsas Youth Services Board selects the grantees, and the Department of Public Health and Environment, Prevention Services Division, administers the project including monitoring the effectiveness of the grant programs.

The bill creates the CSBASP Fund, and specifies that 4 percent or \$1 million, which ever is less, of alcohol-related license fees and excise taxes be credited to the fund. Up to 2 percent of those moneys may used to offset the costs of implementing the project.

**State Revenue**

State revenue does not change as a result of this bill. However, the bill diverts up to \$1 million of alcohol license fees and excise taxes each year that would otherwise go to the General Fund to the newly created CSBASP Fund.

**General Fund for Highways and Capital Construction.** Based on the December 2006 Legislative Council Staff revenue forecast, money is available to be transferred to the Highway Users Tax Fund (HUTF) and Capital Construction Fund through the mechanism passed in HB 02-1310 each year through at least FY 2010-11. This bill reduces General Fund revenue, thereby reducing the amount available for these transfers by \$666,666 for the HUTF and \$333,333 for the Capital Construction Fund.

**State Expenditures**

State expenditures in the Department of Public Health and Environment, Prevention Services Division are expected to increase by \$1 million and 1.0 FTE in FY 2007-08 and subsequent years. The fiscal note assumes that administrative costs will be included in the \$1 million. The bill allows the department to expend up to 2 percent of the moneys in the fund for administrative costs, but 5 percent (\$51,740) is required to administer this new grant program. A July 1, 2007 implementation date is also assumed resulting in expenditures as shown in Table 1 and discussed below.

<b>Table 1. Expenditures Under HB07-1248</b>		
<b>Cost Components</b>	<b>FY 2007-08</b>	<b>FY 2008-09</b>
Personal Services	\$48,238	\$48,238
FTE	1.0	1.0
Operating Expenses and Capital Outlay	\$3,505	\$500
Project Grants	\$948,257	\$951,262
<b>CSBASP Fund</b>	<b>\$1,000,000</b>	<b>\$1,000,000</b>

**Personal Services.** The division is expected to provide a level of grant administration, oversight, and monitoring consistent with other projects in the Tony Grampas Youth Services Program. Staff will provide the Tony Grampas Youth Services Board support in the grant review and section process, negotiate contracts, provide technical to grantees, and provide financial oversight. These activities require 1.0 FTE.

**Project Grants.** Based on other grants in the Tony Grampas Program, grants for 25 to 35 projects are anticipated each year. Total grant funding of \$948,257 is expected in FY 2007-08, increasing to \$951,262 in subsequent years.

**Expenditures Not Included**

Pursuant to a Joint Budget Committee policy, funding for the items noted below will not be included in fiscal note expenditure estimates. However, indirect costs are calculated for the purpose of identifying the "per applicant" cost of a new or revised fee to reflect the total direct and indirect costs required to support a particular program.

- group health, life and dental insurance
- inflation indices
- amortization equalization disbursements
- supplemental amortization equalization disbursements
- short-term disability
- leased space
- indirect costs

Indirect costs in the Department of Public Health and Environment are 18.4 percent of personal services and operating costs and 1.5 percent of contract costs. In FY 2007-08, indirect costs of \$23,745 are anticipated. In FY 2008-09 and subsequent years, indirect costs reduce to \$23,237. These costs may decrease the funds available for project grants.

**State Appropriations**

For FY 2007-08, the fiscal note indicates that the Department of Public Health and Environment should receive a cash funds appropriation of \$1,000,000 and 1.0 FTE from the CSBASP Fund.

**Departments Contacted**

Public Health and Environment  
Revenue

Education  
Treasury