

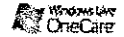
HB09-1051

From: **Ken Parsons** (kparsons@co.rio-blanco.co.us)

Sent: Wed 2/04/09 8:39 AM

To: 'Randy Baumgardner (randy1485@hotmail.com)' (randy1485@hotmail.com)

Attachments: hb09-1051_map2.pdf (745.3 KB), HB09-1051_RBC_fiscal.pdf (12.0 KB)



Rep. Randy Baumgardner:

This email contains the points I expressed recently to several local governments in northwest Colorado. There has been a lot of local government discussion surrounding this bill and I wanted to share some thoughts with you. Both CCI and CML have taken positions of opposition, both of which are unjustified in my opinion.

The fiscal analysis provided by legislative council has errors in the local government impact analysis and I have pointed these out to the author. I am attaching my own analysis which reaches almost exactly the same conclusions for state funds. That is, mainly the higher education permanent fund takes the biggest hit followed by the DOLA grant fund and DOLA direct distribution. My only difference is a slightly smaller decrease in school direct funding.

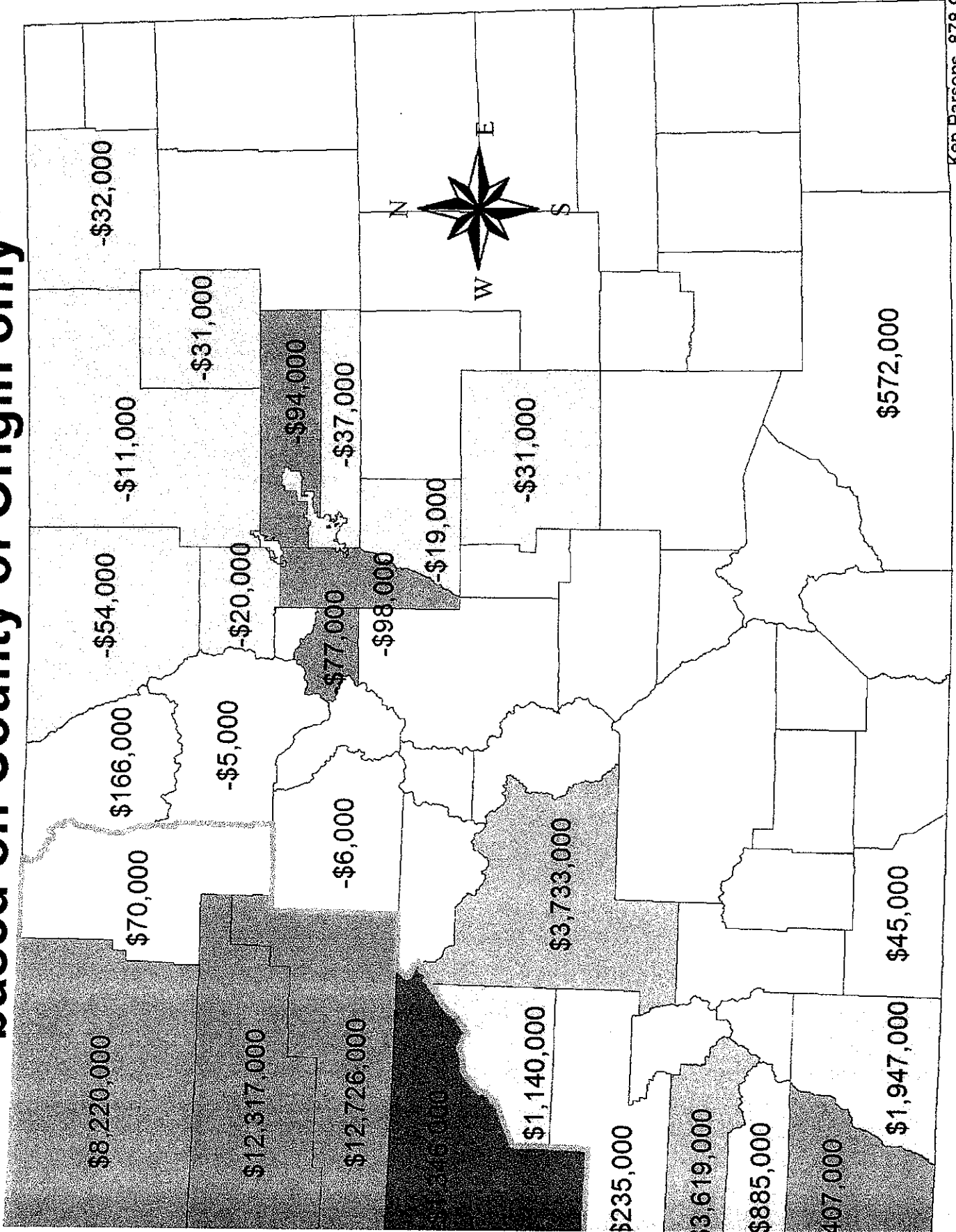
The local government impact is where my problem with their report lies. I think they misunderstood or dola may have misunderstood and miscommunicated how fml funds are distributed. This lead to confusion about how the new County-of-Origin-Construction Cash fund would be distributed. Legislative council base their analysis on how fml direct distribution goes out to counties via the ERR and not on data for county origins of the leasing funds. I am attaching a copy of my analysis and a map of who gains and who loses. I note that only Mesa County takes much of a hit (\$-1.3M over 3 years) mainly because they are getting the lions share of fml distributions based on ERR. Rio Blanco, Garfield, and Moffat stand to gain the most. As I understand, the bill has now been amended to include some "Energy conversion" counties but this will not have a major affect on northwest Colorado.

I'm pointing all of this out since I believe local government in northwest Colorado should all be in support of this bill and we need to communicate our concerns to CCI & CML. Based on county and municipal impacts I'm unconvinced that an Oppose position is appropriate. Higher Education has a legitimate beef with the bill but heavily impacted local governments also have significant unmet needs.

Thank you for your concern on behalf of local governments in our region.

Ken Parsons,
Rio Blanco County Commissioner

309-1051 Local Government Fiscal Impact, 3-yrs based on County of Origin only



Rio Blanco County's Analysis of HB09-1051 Fiscal Impact

FY	State FML	HB09-1051	SB-218 FML
"09-10"	175.0	17.5	157.5
"10-11"	200.0	20.0	180.0
"11-12"	227.0	22.7	204.3

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Bonus as a % of FML = 10.5% All figures in Millions of Dollars, caps inflated at 4% annually

K-12 funding						
FY	cap	now	spill	1051	1051 spill	change
"09-10"	65.0	65.0	10.6	65.0	3.1	0.0
"10-11"	67.6	67.6	18.9	67.6	10.2	0.0
"11-12"	70.3	70.3	27.8	70.3	18.0	0.0

CWCB funding						
FY	cap	now	spill	1051	1051 spill	change
"09-10"	14.0	14.0	1.7	14.0	0.1	0.0
"10-11"	14.6	14.6	3.3	14.6	1.6	0.0
"11-12"	15.1	15.1	5.2	15.1	3.1	0.0

School Direct funding						
FY	cap	now	spill	1051	1051 spill	change
"09-10"	3.3	2.7	0.0	2.4	0.0	(0.3)
"10-11"	3.4	3.0	0.0	2.7	0.0	(0.3)
"11-12"	3.6	3.5	0.0	3.1	0.0	(0.3)

FY	Bonus		Royalty		Bonus	Royalty
	now	1051	now	1051	change	change
"09-10"	18.4	16.5	156.6	141.0	(1.8)	(15.7)
"10-11"	21.0	18.9	179.0	161.1	(2.1)	(17.9)
"11-12"	23.8	21.5	203.2	182.8	(2.4)	(20.3)

FY	HE PF		LGPf		HE PF	LGPf
	now	1051	now	1051	change	change
"09-10"	21.5	11.4	9.2	8.3	(10.0)	(0.9)
"10-11"	32.7	21.2	10.5	9.5	(11.5)	(1.1)
"11-12"	44.9	31.9	11.9	10.7	(13.0)	(1.2)

FY	DOLA Grants		DOLA DD		DOLA Grants	DOLA DD
	now	1051	now	1051	change	change
"09-10"	31.3	26.2	31.3	28.2	(3.1)	(3.1)
"10-11"	35.8	32.2	35.8	32.2	(3.6)	(3.6)
"11-12"	40.6	36.6	40.6	36.6	(4.1)	(4.1)

County of Origin Construction Cash Fund			
FY	now	1051	change
"09-10"	0.0	17.5	17.5
"10-11"	0.0	20.0	20.0
"11-12"	0.0	22.7	22.7

All figures in Millions of Dollars, caps inflated at 4% annually

strike below

From: **John Martin** (jmartin@garfield-county.com)
Sent: Wed 2/04/09 10:06 AM
To: Randy1485@hotmail.com
Cc: Randy Withee (rwithee@garfield-county.com)

Randy,

As a commissioner for Garfield County, I see some positive in the approach to you bill, it would allow the funds from the Federal Mineral Leasing to be placed in an account and if let grow could be use to larger project in a join effort with in the region. The provision of allow the counties to assist municipalities is a plus and could bring the two governments together in planning and priorities on transportation. The real challenge will be to retrieve the funds from the State Treasurer. Putting that aside, projects I see in Garfield County that could benefit from this program would be the Hwy 13 slough and the county line between Garfield and Rio Blanco, the West Parachute exchange on I-70, the I-70 exchange at Glenwood Springs. These project are not in the State 2030 plan nor are they in the Seventh pot project list. Good luck

John Martin
Garfield County
Commissioner