



## CAPITAL CONSTRUCTION FUNDING FOR FY 2008-09

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The General Assembly adopted legislation during the 2008 session to provide \$1.2 billion for 144 capital projects, including \$489.3 million for 77 state-funded projects and \$771.6 million for 67 cash-funded projects. This *Issue Brief* gives an overview of agencies and counties that received state money for FY 2008-09. The *Issue Brief* also summarizes the revenue sources for capital projects.

### Types of Projects

The term "capital" collectively refers to three types of projects. **Capital construction** is the purchase of land or the construction or renovation of facilities, including **capital renewal** projects, to address program or service needs. **Controlled maintenance** is the repair or replacement of utilities or equipment at state-owned, state-funded facilities.

### Appropriations

State departments received about 12.7 percent (\$62.1 million) of state money appropriated for capital projects, while higher education institutions received about 87.3 percent (\$427.2 million). Of the amount appropriated for higher education, \$308.7 million is from future Federal Mineral Lease (FML) revenues. Senate Bill 08-218 changed how FML revenues are allocated in order to provide revenue for lease-purchase agreements for certain higher education projects authorized by Senate Bill 08-233 and House Joint Resolution 08-1042. Projects will be financed in priority order (as listed in House Joint Resolution 08-1042) if and when revenues become available. FML revenue may not be sufficient to fund all the authorized projects.

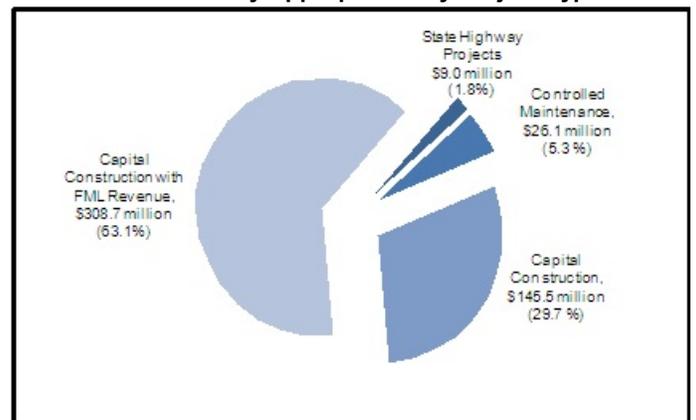
*Figure 1* summarizes, by bill, state money appropriated for capital projects and *Figure 2* depicts all state-funded appropriations by project type.

**Figure 1**  
State Money Appropriated by Bill  
(\$ in millions)

Bill	Amount	# of Projects	Type of Project
HB 08-1375	\$145.5	25	Capital construction
	\$9.0	1	State highway construction
	\$26.1	39	Controlled maintenance
HJR 08-1042	\$308.7	17*	Capital construction
SB 08-233			
<b>Total</b>	<b>\$489.3</b>	<b>82</b>	

\*HJR 08-1042 prioritizes 17 projects, of which, 5 projects have other phases funded in HB 08-1375, and 1 project is listed in two phases.

**Figure 2**  
State Money Appropriated by Project Type



*Figure 3*, on the following page, lists the number of capital construction projects (CC) and controlled maintenance (CM) projects funded, and the amount of state money received by major institutions of higher education and state departments. *Figure 4*, which follows, lists the number of capital construction (CC) and controlled maintenance (CM) projects funded by county. Projects were funded within 27 counties and an additional four projects are statewide.

**Figure 3**  
**State Money Appropriated by Agency**  
*(\$ in millions)*

Agency	Funding	# of CC Projects	# of CM Projects
Auraria Higher Education Center	\$64.6	1	1
Colorado State University	\$63.6	3	1
Fort Lewis College	\$44.8	3	1
Mesa State College	\$33.8	2	1
Colorado School of Mines	\$33.3	3	2
University of Colorado Boulder	\$29.0	3	3
Colorado State University - Pueblo	\$24.8	1	0
University of Colorado Colorado Springs	\$24.5	2	1
Colorado Northwestern Community College	\$24.0	1	1
Western State College	\$21.4	1	1
Front Range Community College	\$14.6	1	1
University of Northern Colorado	\$14.6	1	0
Corrections	\$13.7	2	5
Adams State College	\$13.2	1	1
Personnel	\$12.2	1	4
Human Services	\$10.7	4	4
Transportation	\$9.0	1	0
Northeastern Junior College	\$8.6	1	0
All Other Higher Education	\$7.8	2	7
Revenue	\$7.8	1	0
Military and Veterans Affairs	\$5.2	1	2
Morgan Community College	\$4.7	1	0
All Other State Departments	\$3.4	1	3
<b>Total</b>	<b>\$489.3</b>	<b>38</b>	<b>39</b>

**Figure 4**  
**State Money Appropriated by County**  
*(\$ in millions)*

County	Funding	# of CC Projects	# of CM Projects
Adams	\$0.8	0	1
Alamosa	\$14.4	2	1
Arapahoe	\$0.9	0	2
Bent	\$7.2	1	0
Boulder	\$29.0	3	3
Chaffee	\$0.5	0	1
Conejos	\$0.1	0	1
Delta	\$2.0	0	1
Denver	\$71.7	3	6
El Paso	\$25.1	2	3
Fremont	\$1.9	1	0
Garfield	\$0.9	0	1

**Figure 4**  
**State Money Appropriated by County**  
*(\$ in millions) (Cont.)*

County	Funding	# of CC Projects	# of CM Projects
Gunnison	\$21.4	1	1
Jefferson	\$34.2	4	4
La Plata	\$44.8	3	1
Larimer	\$77.8	4	1
Las Animas	\$2.1	0	4
Logan	\$8.6	1	0
Mesa	\$37.8	3	1
Moffat	\$23.3	1	0
Montrose	\$2.1	1	0
Morgan	\$6.1	1	1
Prowers	\$0.4	0	1
Pueblo	\$31.9	3	3
Rio Blanco	\$0.7	0	1
Rio Grande	\$2.2	1	0
Weld	\$14.6	1	0
Statewide	\$26.8	3	1
<b>Total</b>	<b>\$489.3</b>	<b>39</b>	<b>39</b>

One project affects and is listed in both Pueblo and Denver counties.

### Sources of Revenue

The two primary sources of state revenue for capital projects in FY 2008-09 include FML revenues and the General Fund. FML revenue accrues from payments made by oil and gas companies to lease federal land for mineral development and, if minerals are extracted and sold, for production and any royalties. Money from the General Fund is transferred to the Capital Construction Fund and allocated to specific capital projects through legislation. The Capital Construction Fund also yields revenue from interest earnings and the unspent balances of expired capital projects that revert to the fund (agencies have three years to spend capital appropriations); this revenue can also be appropriated for capital projects. *Figure 5* gives an overview of state revenue sources for projects cited above.

**Figure 5**  
**State Revenue Sources**  
*(\$ in millions)*

Source	Amount
General Fund Transfer	\$155.6
Capital Construction Fund	\$25.2
Future Federal Mineral Lease Revenue	\$308.7
<b>Total</b>	<b>\$489.5</b>

\*This total includes \$0.2 million in funds that were provided but remain unspent.