

**COLORADO DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT  
WATER QUALITY CONTROL DIVISION  
FISCAL YEAR 2017-18 BUDGET RECOMMENDATION**

Total Expenditures:	FY2016-17	FY2017-18	FY2017-18
	Budget	Changes	Budget
<b>Commerce and Industry</b>	<b>\$3,320,853</b>	<b>(\$12,476)</b>	<b>\$3,308,377</b>
General Fund	\$1,736,995	(\$275,168)	\$1,461,827
Cash Fund	\$1,249,687	\$212,140	\$1,461,827
Federal Funds	\$334,172	\$50,552	\$384,723
<b>Construction</b>	<b>\$2,590,452</b>	<b>(\$32,632)</b>	<b>\$2,557,821</b>
General Fund	\$576,886	(\$128,913)	\$447,974
Cash Fund	\$1,854,508	(\$35,937)	\$1,818,572
Federal Funds	\$159,058	\$132,218	\$291,276
<b>MS4</b>	<b>\$387,759</b>	<b>\$899</b>	<b>\$388,658</b>
General Fund	\$199,859	(\$28,324)	\$171,535
Cash Fund	\$138,669	\$32,866	\$171,535
Federal Funds	\$49,231	(\$3,643)	\$45,588
<b>Pesticide</b>	<b>\$168,385</b>	<b>\$28,545</b>	<b>\$196,929</b>
General Fund	\$0	\$164,491	\$164,491
Cash Fund	\$30,301	(\$20,288)	\$10,013
Federal Funds	\$138,084	(\$115,658)	\$22,426
<b>Public/Private Utilities</b>	<b>\$5,060,831</b>	<b>\$19,348</b>	<b>\$5,080,179</b>
General Fund	\$3,099,575	(\$857,384)	\$2,242,191
Cash Fund	\$1,287,065	\$955,126	\$2,242,191
Federal Funds	\$674,191	(\$78,395)	\$595,796
<b>WQ Certification</b>	<b>\$377,272</b>	<b>(\$3,684)</b>	<b>\$373,588</b>
General Fund	\$0	\$15,563	\$15,563
Cash Fund	\$349,655	(\$34,173)	\$315,482
Federal Funds	\$27,617	\$14,926	\$42,543
<b>General Fund Subsidy</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
General Fund	\$0	\$0	\$0
Cash Fund	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0
<b>Total</b>	<b>\$11,905,551</b>	<b>\$0</b>	<b>\$11,905,551</b>
General Fund	\$5,613,314	(\$1,109,734)	\$4,503,581
Cash Fund	\$4,909,885	\$1,109,734	\$6,019,619
Federal Funds	\$1,382,352	\$0	\$1,382,352

Recommended changes for the FY2017-18 budget include normalizing federal funds to be proportional across the sectors and decreasing General Fund for C&I, MS4, and PPU sectors to create a 50/50 split between General Funds and cash funds. General Fund to cash fund ratios were set for the Construction and Pesticides sectors so that 10% fund balance could be generated over a five year period for these sectors. For Water Quality Certifications, the department recommends that Tier 1 and Tier 2 fees for water quality certifications be increased by 2% to build a fund balance for this sector over five year period. Tier 3 and Tier 4 fees are based on recovering actual costs.

Cash Fee Calculation	FY2017-18 Cash Spending Authority	5-Year Growth (7.1%)	Fund Balance (2%)	Total Cash Expenses	Projected Revenue	Cash Shortfall	Fee Increase
<b>Commerce and Industry</b>	\$1,461,827	\$103,790	\$31,312	\$1,596,929	\$994,800	\$602,129	61%
<b>Construction</b>	\$1,818,572	\$129,119	\$38,954	\$1,986,644	\$1,986,644	\$0	0%
<b>MS4</b>	\$171,535	\$12,179	\$3,674	\$187,388	\$144,456	\$42,932	30%
<b>Pesticide</b>	\$10,013	\$711	\$214	\$10,938	\$10,725	\$213	2%
<b>Public/Private Utilities</b>	\$2,242,191	\$159,196	\$48,028	\$2,449,415	\$2,011,418	\$437,996	22%
<b>WQ Certification</b>	\$315,482	*	*	*	*	*	*

\*For Water Quality Certifications, the department recommends that Tier 1 and Tier 2 fees for water quality certifications be increased by 2% to build a fund balance for this sector over five year period. Tier 3 and Tier 4 fees are based on recovering actual costs.