

# JOINT BUDGET COMMITTEE



## SUPPLEMENTAL BUDGET REQUESTS FY 2022-23

DEPARTMENT OF HUMAN SERVICES  
(Executive Director's Office, Administration and Finance, Office  
of Economic Security, and Office of Adults, Aging, and  
Disability Services)

JBC WORKING DOCUMENT - SUBJECT TO CHANGE  
STAFF RECOMMENDATION DOES NOT REPRESENT COMMITTEE DECISION

PREPARED BY:  
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# DEPARTMENT OF HUMAN SERVICES

## DEPARTMENT OVERVIEW

The Department of Human Services is responsible for the administration and supervision of most non-medical public assistance and welfare activities of the State, including assistance payments, the Supplemental Nutrition Assistance Program (food stamps), child welfare services, rehabilitation programs, alcohol and drug treatment programs, and programs for the aging. The Department is also responsible for the care and treatment of the State's dependent citizens who are mentally ill, developmentally disabled, or juvenile offenders. The Department operates two mental health institutes, three regional centers for persons with developmental disabilities, and ten institutions for juvenile delinquents. The Department also provides funding for the care of indigent mentally ill people, and contracts for the supervision and treatment of delinquent juveniles.

## SUMMARY: FY 2022-23 APPROPRIATION AND RECOMMENDATION

| DEPARTMENT OF HUMAN SERVICES: RECOMMENDED CHANGES FOR FY 2022-23        |                        |                        |                      |                      |                      |                |
|---|------------------------|------------------------|----------------------|----------------------|----------------------|----------------|
|   | TOTAL FUNDS            | GENERAL FUND           | CASH FUNDS           | REAPPROPRIATED FUNDS | FEDERAL FUNDS        | FTE            |
| <b>FY 2022-23 APPROPRIATION</b>   |                        |                        |                      |                      |                      |                |
| H.B. 22-1329 (Long Bill)  | \$2,638,145,548        | \$1,141,826,416        | \$462,123,650        | \$225,856,891        | \$808,338,591        | 5,332.5        |
| Other legislation   | (86,726,158)           | (84,669,770)           | 262,569,593          | (10,062,564)         | (254,563,417)        | (90.8)         |
| <b>CURRENT FY 2022-23 APPROPRIATION:</b>                                | <b>\$2,551,419,390</b> | <b>\$1,057,156,646</b> | <b>\$724,693,243</b> | <b>\$215,794,327</b> | <b>\$553,775,174</b> | <b>5,241.7</b> |
| <b>RECOMMENDED CHANGES</b>  |                        |                        |                      |                      |                      |                |
| Current FY 2022-23 Appropriation  | \$2,551,419,390        | \$1,057,156,646        | \$724,693,243        | \$215,794,327        | \$553,775,174        | 5,241.7        |
| S1 Utilities expenses increase  | 2,673,286              | 0                      | 0                    | 2,673,286            | 0                    | 0.0            |
| S2 Child Welfare Licensing Cash Fund spending authority                 | 182,300                | 0                      | 182,300              | 0                    | 0                    | 0.0            |
| S3 Legal Representation Cash Fund spending authority                    | 626,623                | 0                      | 626,623              | 0                    | 0                    | 0.0            |
| S4 Excess Federal Title IV-E Cash Fund spending authority               | 473,057                | 0                      | 473,057              | 0                    | 0                    | 0.0            |
| S5 DYS caseload reduction   | (1,800,000)            | (1,565,092)            | 0                    | (125,663)            | (109,245)            | 0.0            |
| BHA S1 Children's behavioral health services                            | 3,000,000              | 3,000,000              | 0                    | 0                    | 0                    | 0.0            |
| Staff-initiated H.B. 22-1278 appropriations clause technical correction | 0                      | 0                      | 0                    | 0                    | 0                    | 0.0            |
| Staff-initiated EDO letternote correction                               | 0                      | 0                      | 0                    | 0                    | 0                    | 0.0            |
| Statewide S2 ARPA stimulus funding roll-forward                         | 0                      | 0                      | 0                    | 0                    | 0                    | 0.0            |
| SNP1 DOC food service inflation   | 273,706                | 0                      | 0                    | 273,706              | 0                    | 0.0            |
| BHA SNP1 Maternity services   | (1,903,091)            | 0                      | 0                    | (1,903,091)          | 0                    | 0.0            |
| <b>STATEWIDE COMMON POLICY SUPPLEMENTAL REQUESTS</b>                    |                        |                        |                      |                      |                      |                |
| SNP2 OIT real-time billing  | 3,443,532              | 517,541                | 31,664               | 2,351,674            | 542,653              | 0.0            |
| SNP3 Annual fleet supplemental true-up                                  | (47,688)               | (15,600)               | (2,328)              | (21,090)             | (8,670)              | 0.0            |
| <b>RECOMMENDED FY 2022-23 APPROPRIATION:</b>                            | <b>\$2,558,341,115</b> | <b>\$1,059,093,495</b> | <b>\$726,004,559</b> | <b>\$219,043,149</b> | <b>\$554,199,912</b> | <b>5,241.7</b> |
| <b>RECOMMENDED INCREASE/(DECREASE)</b>                                  | <b>\$6,921,725</b>     | <b>\$1,936,849</b>     | <b>\$1,311,316</b>   | <b>\$3,248,822</b>   | <b>\$424,738</b>     | <b>0.0</b>     |
| Percentage Change   | 0.3%                   | 0.2%                   | 0.2%                 | 1.5%                 | 0.1%                 | 0.0%           |

| DEPARTMENT OF HUMAN SERVICES: RECOMMENDED CHANGES FOR FY 2022-23 |                        |                        |                      |                      |                      |                |
|--|------------------------|------------------------|----------------------|----------------------|----------------------|----------------|
|  | TOTAL FUNDS            | GENERAL FUND           | CASH FUNDS           | REAPPROPRIATED FUNDS | FEDERAL FUNDS        | FTE            |
| <b>FY 2022-23 EXECUTIVE REQUEST</b>                              | <b>\$2,561,103,489</b> | <b>\$1,061,356,081</b> | <b>\$726,405,659</b> | <b>\$217,649,108</b> | <b>\$555,692,641</b> | <b>5,241.7</b> |
| Request Above/(Below) Recommendation                             | \$2,762,374            | \$2,262,586            | \$401,100            | (\$1,394,041)        | \$1,492,729          | (0.0)          |

\* Please note that the shaded supplemental decision items are not discussed in this document. Decision items affecting the Behavioral Health Administration and Office of Behavioral Health will be discussed during JBC staff presentations on Monday, January 23. Decision items affecting the Office of Children, Youth, and Families will be discussed during JBC staff presentations on Tuesday, January 24.

**REQUEST/RECOMMENDATION DESCRIPTIONS**

**S1 UTILITIES EXPENSES INCREASE:** The request includes \$4.0 million total funds, including \$1.4 million General Fund, for unexpected increases in the cost of natural gas during the Summer and Fall of 2022, as well as an increase in the of the Department’s Automatic Throw Over contract for electricity for the Colorado Mental Health Hospital in Pueblo (CMHHIP). Of the requested amount, \$1.3 million total funds are for indirect cost recoveries from the various divisions within the Department to pay for their share of utilities costs. The recommendation is to appropriate \$2.7 million reappropriated funds from the Department’s account in the Indirect Cost Excess Recovery Fund to cover the cost increase of utilities.

**STAFF-INITIATED - H.B. 22-1278 APPROPRIATIONS CLAUSE TECHNICAL CORRECTION:** The recommendation is to approve a technical correction to the total appropriation identified in Section 253, paragraph (1) of H.B. 22-1278 (Behavioral Health Administration), which appropriates General Fund to the Executive Director’s Office to support the implementation of the bill. Currently, the line item detail contained within this portion of the appropriations clause is correct, but the total appropriations referenced is incorrect. Staff’s recommendation is to correct only the total appropriations identified in Section 253, paragraph (1) of the bill.

**STAFF-INITIATED - EXECUTIVE DIRECTOR’S OFFICE (EDO) LETTERNOTE CORRECTION:** The recommendation is to approve a technical correction to Letternote C in the Executive Director’s Office in the FY 2022-23 Long Bill (H.B. 22-1329), shifting \$79,173 from various sources of federal funds to federal Child Care Development Funds. As currently drafted, the letternote does not provide sufficient federal funds appropriations from Child Care Development Funds to match the amount transferred to the Department of Early Childhood as dictated by H.B. 22-1295 (Department Early Childhood And Universal Preschool Program). This correction will allow the full transfer of funds as directed by Section 137, paragraph (4) of H.B. 22-1295 and will have a net zero effect on the Department of Human Services’ FY 2022-23 appropriation.

**STATEWIDE S2 ARPA STIMULUS FUNDING ROLL-FORWARD:** OSPB submitted a statewide supplemental requesting the extension of spending authority provided in seven different American Rescue Plan Act (ARPA) funded bills across multiple departments. The portion related to the Department of Human Services seeks the following:

- An extension of spending authority for \$6.0 million provided to the Department by H.B. 22-1380 (Critical Services For Low-income Households). The Department requests the current expiration of the appropriation clause be extended from the close of FY 2022-23 through December 31, 2024.

- An extension of spending authority for \$505,268 provided to the Department by H.B. 22-1259 (Modifications to Colorado Works Program). The Department requests the current expiration of the appropriation clause be extended from the close of FY 2023-24 through June 30, 2026.

Staff has determined that it would be more appropriate to evaluate this request during the Figure Setting process as it does not impact FY 2022-23 and the Committee will receive a briefing on ARPA-related issues in early February.

## STATEWIDE COMMON POLICY SUPPLEMENTAL REQUESTS

**SNP2 OIT REAL-TIME BILLING:** The request includes \$4.9 million total funds, including \$1.4 million General Fund, \$0.25 million cash funds, \$1.9 million reappropriated funds, and \$1.3 million federal funds for payments to OIT for real-time billing. Of the requested amount, \$2.4 million total funds (\$0.9 million General Fund) is for the Payments to OIT line item, \$1.1 million total funds (\$0.5 million General Fund) is for the Colorado Benefits Management System's Operating and Contract Expenses line item, and \$1.5 million total funds for associated indirect cost recoveries to support payments to OIT. The recommendation for this request is pending Committee action on common policy supplements. Staff will include the corresponding appropriation in the Department's supplemental bill based on Committee action on common policy supplementals. However, staff recommends that any amount approved by the Committee for Payments to OIT be appropriated from the Department's account in the Indirect Cost Excess Recovery Fund, rather than from associated indirect cost recoveries from the various division.

**SNP3 ANNUAL FLEET SUPPLEMENTAL TRUE-UP:** The Department requests a reduction of \$47,688 total funds, including \$15,600 General Fund for the Department's share of statewide common policy for fleet vehicles. The staff recommendation for this request is pending Committee action on common policy supplementals. Staff will include the corresponding appropriation in the Department's supplemental bill based on Committee action on common policy supplementals.

## PRIORITIZED SUPPLEMENTAL REQUESTS

### S1 UTILITIES EXPENSE INCREASE

|                      | REQUEST            | RECOMMENDATION     |
|----------------------|--------------------|--------------------|
| <b>TOTAL</b>         | <b>\$3,977,622</b> | <b>\$2,673,286</b> |
| FTE                  | 0.0                | 0.0                |
| General Fund         | 1,368,950          | 0                  |
| Cash Funds           | 189,394            | 0                  |
| Reappropriated Funds | 1,714,444          | 2,673,286          |
| Federal Funds        | 704,834            | 0                  |

**Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria?** **YES**

[Data that was not available when the original appropriation was made and an unforeseen contingency.]

**Explanation:** JBC staff and the Department agree that this request is the result of unexpected increases in the cost of natural gas during the Summer and Fall of 2022.

**DEPARTMENT REQUEST:** The request includes \$4.0 million total funds, including \$1.4 million General Fund, for unexpected increases in the cost of natural gas during the Summer and Fall of 2022, as well as an increase in the of the Department's Automatic Throw Over contract for electricity for the Colorado Mental Health Hospital in Pueblo (CMHHIP). Of the requested amount, \$1.3 million total funds are for indirect cost recoveries from the various divisions within the Department to pay for their share of utilities costs.

| S1 UTILITIES EXPENSES INCREASE - REQUESTED APPROPRIATION |                    |                    |                  |                    |                  |
|--|--------------------|--------------------|------------------|--------------------|------------------|
| LINE ITEM (DIVISION)                                     | TOTAL FUNDS        | GENERAL FUND       | CASH FUNDS       | REAPPROP. FUNDS    | FEDERAL FUNDS    |
| Utilities (Admin & Finance)                              | \$2,673,286        | \$1,368,950        | \$0              | \$1,304,336        | \$0              |
| Indirect cost assessment (various divs)                  | 1,304,336          | 0                  | 189,394          | 410,108            | 704,834          |
| <b>Total</b>   | <b>\$3,977,622</b> | <b>\$1,368,950</b> | <b>\$189,394</b> | <b>\$1,714,444</b> | <b>\$704,834</b> |

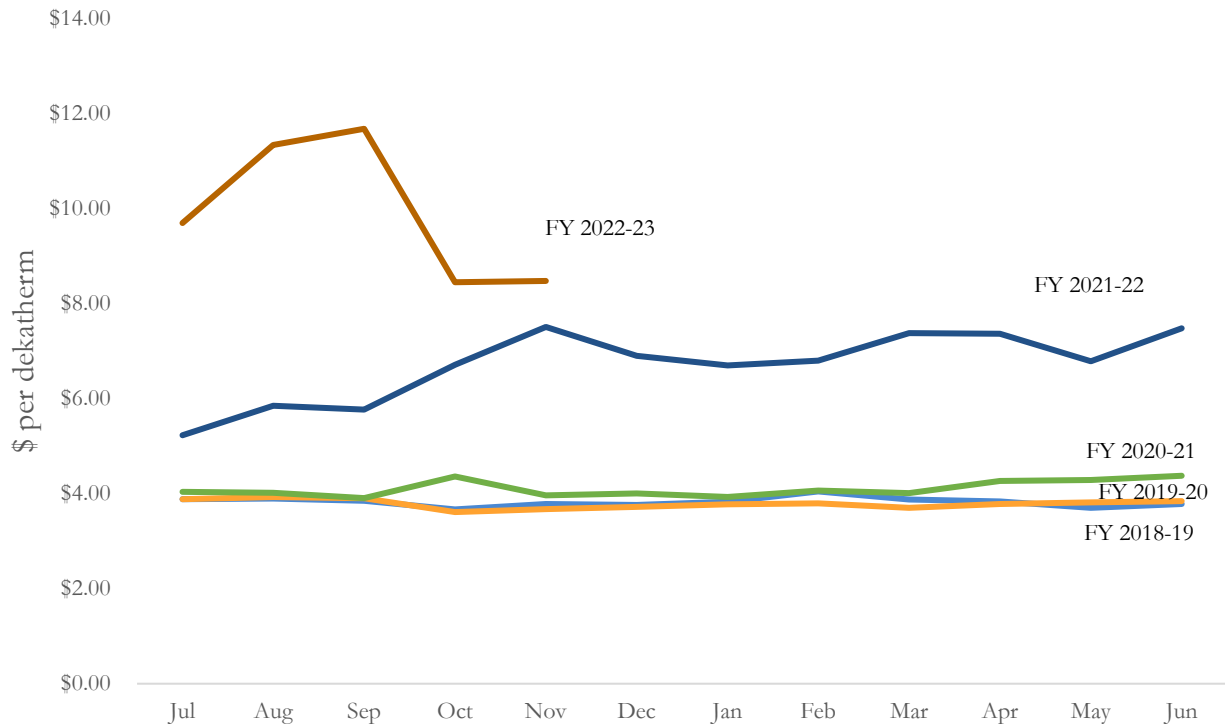
**STAFF RECOMMENDATION:** Staff recommends that the Committee appropriate \$2,673,286 reappropriated funds from the Department's account in the Indirect Cost Excess Recovery Fund to cover the cost increase of utilities. Staff's recommendation to fund this request through excess indirect cost recoveries is only for FY 2022-23.

**STAFF ANALYSIS:** The supplemental budget request increases the appropriations to the Department's Utilities line item, in the Operations subdivision of the Administration and Finance budgetary section. The Department experienced an unexpected and significant increase in the cost of natural gas at the beginning of FY 2022-23. The FY 2022-23 appropriation to the Department's Utilities line item is \$10.1 million total funds, including \$8.3 million General Fund and \$1.8 million reappropriated funds from departmental indirect cost recoveries. The total appropriation is based on historic trends in utilities costs and does not account for unexpected global events that impact the energy market. The appropriation is, in part, used to provide energy to the various 24/7 facilities operated by the Department.

**NATURE GAS USE AND EXPENSE**

The Department has four vendors that supply natural gas for facilities. Three of the vendors supply approximately 25.0 percent of the Department’s natural gas at a standard commercial rate. The fourth vendor provides the remaining 75.0 percent and allows the Department to nominate natural gas volumes and lock unit pricing when conditions are favorable. Conditions have not been favorable this fiscal year, so the Department has not nominated a volume and locked in unit pricing.

The Department of Human Services natural gas costs spiked at the start of FY 2022-23, after a year of steady increases in the unit cost.



The Department has reduced its natural gas usage in the last four fiscal years for which there is actual data. In FY 2018-19, the Department used 388,374 dekatherms of natural gas at a unit cost of \$3.83. Their usage decreased to 340,959 dekatherms in FY 2021-22; however, the unit cost increased to \$6.85 per dekatherm and total expenditures by almost \$900,000. The average natural gas rate paid by the Department from July 2022 through November 2022 was \$9.93 per dekatherm. For comparison, the U.S. Energy Information Administration reports that average rate for natural gas sold to Colorado commercial consumers from July 2022 through October 2022 was \$15.30 per dekatherm.<sup>1</sup>

Current natural gas usage estimates predict the Department will use 331,518 dekatherms in FY 2022-23 and the estimated annual unit cost is \$9.43. Assuming these estimates are realized, the Department is anticipated to expend \$3.1 million on natural gas for utilities. While the Department continues to decrease the amount of natural gas it consumes, the sharp increases in unit cost over the last two fiscal

<sup>1</sup> U.S. Energy Information Administration, *Colorado Price of Natural Gas Sold to Commercial Consumers (Dollars per Thousand Cubic Feet)*, (Washington, D.C., December 2022), <https://www.eia.gov/dnav/ng/hist/n3020co3M.htm>. This report is updated monthly, with the next release of data on January 31<sup>st</sup>, 2023. Additionally, the report provides the cost of natural gas in dollars per thousand cubic feet. The conversion rate of thousands of cubic feet to dekatherms is 1:1.037.

years has put increasing pressures on their utilities appropriations. The instability in the energy market makes predicting current fiscal year expenditures difficult.

| DEPARTMENT OF HUMAN SERVICES NATURAL GAS USAGE |             |             |             |             |             |                       |
|--|-------------|-------------|-------------|-------------|-------------|-----------------------|
|  | FY 2018-19  | FY 2019-20  | FY 2020-21  | FY 2021-22  | FY 2022-23* | DIFF. FROM PRIOR YEAR |
| Dekatherms                                     | 388,374     | 352,056     | 352,240     | 340,959     | 331,518     | (9,441)               |
| Total cost                                     | \$1,487,483 | \$1,323,181 | \$1,437,282 | \$2,337,248 | \$3,125,436 | \$788,188             |
| Annual Unit Cost (\$/dth)                      | \$3.83      | \$3.76      | \$4.08      | \$6.85      | \$9.43      | \$2.57                |

\* Projected based on data for first third of the fiscal year.

**AUTOMATIC THROW OVER AGREEMENT**

The electricity provider for Colorado Mental Health Hospital in Pueblo and the Department entered into a new agreement in order to provide CMHHIP with access to back-up electrical capacity. Following the completion of a major electrical grid upgrade project, the Department entered the Automatic Throw Over (ATO) agreement for CMHHIP with its electricity provider in order to provide full campus back-up power from a second point of distribution. This reserve capacity is a service that the Department is required to access. This agreement has added \$118,258 to the annual electrical expenses for this campus.

**RECOMMENDATION**

JBC staff’s recommendation is to appropriate the full amount requested for the Utilities line item (\$2.7 million) as reappropriated funds from the Department’s account within the Indirect Cost Excess Recovery Fund, created in Section 24-75-1401 (2), C.R.S. This amount is substantially more than the sum of the projected increase in natural gas costs and the new ATO cost. The justification for this departure from the calculated values is two-fold. The uncertainty in the natural gas market means staff’s projections of costs are rough and subject to a high degree of error. The Indirect Cost Excess Recovery Fund exists specifically for the purposes detailed in this request. Per Section 24-75-1401 (3)(a), C.R.S., “the sole purpose” of the Department’s account in the Fund is to pay for “any indirect costs incurred...that exceed their actual indirect cost collections.” The Fund is a savings account.

The Department’s account balance at the beginning of FY 2022-23 was \$9.5 million, as reported by the State Controller on November 1, 2022. Staff’s recommendation is to use a portion of that balance (28.1 percent) to increase the Department’s utilities appropriation. If the Department does not fully expend the appropriation, the spending authority will revert and the remaining funds will be left in their account.



## STAFF-INITIATED SUPPLEMENTAL REQUESTS

### STAFF-INITIATED – H.B. 22-1278 APPROPRIATIONS CLAUSE TECHNICAL CORRECTION

|               | REQUEST    | RECOMMENDATION |
|---------------|------------|----------------|
| <b>TOTAL</b>  | <b>\$0</b> | <b>\$0</b>     |
| FTE           | 0.0        | 0.0            |
| General Fund  | 0          | 0              |
| Cash Funds    | 0          | 0              |
| Federal Funds | 0          | 0              |

**Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria?** **YES**

[A technical error in calculating the original appropriation]

**Explanation:** JBC staff identified a technical error in the appropriations contained within Section 253, paragraph (1) of H.B. 22-1278 (Behavioral Health Administration), where the sum of the line item detail does not match the stated total amount appropriated.

**DEPARTMENT REQUEST:** The Department did not request this technical correct. However, the Department is aware of staff's recommendation.

**STAFF RECOMMENDATION/ANALYSIS:** Staff recommends that the Committee approve a technical correction to the total appropriation identified in Section 253, paragraph (1) of H.B. 22-1278 (Behavioral Health Administration), which appropriates General Fund to the Executive Director's Office to support the implementation of the bill. This correction will align the line item appropriations with the identified total appropriation. This recommendation has no budgetary impact, as JBC staff use the line item appropriations detailed in appropriations clauses to record the General Assembly's decisions.

Currently, the appropriations clause in Section 253, paragraph (1) of H.B. 22-1278 is technically deficient due to a drafting error. The line item detail in subparagraphs (a)-(e) sum to \$671,539 General Fund, while the total appropriations for the section is identified as \$671,538 General Fund. The former amount is reflected by JBC staff in budget documents and included in reported departmental and divisional totals. Staff asks permission to fix this technical error through the Department's Supplemental Bill.

### STAFF-INITIATED – EXECUTIVE DIRECTOR'S OFFICE LETTERNOTE CORRECTION

|              | REQUEST    | RECOMMENDATION |
|--------------|------------|----------------|
| <b>TOTAL</b> | <b>\$0</b> | <b>\$0</b>     |
| FTE          | 0.0        | 0.0            |
| General Fund | 0          | 0              |
| Cash Funds   | 0          | 0              |

|               | REQUEST | RECOMMENDATION |
|---------------|---------|----------------|
| Federal Funds | 0       | 0              |

**Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria?** **YES**

[A technical error in calculating the original appropriation]

**Explanation:** JBC staff identified a technical error in Letternote C in the Executive Director’s Office the Department’s section of the FY 2022-23 Long Bill (H.B. 22-1329).

**DEPARTMENT REQUEST:** The Department did not request this technical correct. However, the Department is aware of staff’s recommendation.

**STAFF RECOMMENDATION:** Staff recommends that the Committee approve a technical correction to Letternote C in the Executive Director’s Office in the FY 2022-23 Long Bill (H.B. 22-1329), shifting \$79,173 from various sources of federal funds to federal Child Care Development Funds.

**STAFF ANALYSIS:** As currently drafted, the letternote does not provide sufficient federal funds appropriations from Child Care Development Funds to match the amount transferred to the Department of Early Childhood as dictated by H.B. 22-1295 (Department Early Childhood And Universal Preschool Program). The discrepancy between the amounts of Child Care Development Funds in the two bills prevents the Department of Human Services (DHS) from transferring \$79,173 federal funds to the Department of Early Childhood (DEC).

Child Care Development Funds are one of only a few federal funding sources that the General Assembly has authority to appropriate, as acknowledged in the Headnotes of the FY 2022-23 Long Bill (Section 2 (1)(h)(II)). The Long Bill appropriates \$411,825 federal funds from Child Care Development Funds to the Department’s Executive Director’s Office. This amount is identified in Letternote C on page 96 of the bill. House Bill 22-1295 (Section 137, paragraph (4)) reduces by \$490,998 the federal funds from Child Care Development Funds appropriated to the Department’s Executive Director’s Office through the Long Bill; funds which are subsequently transferred to the Department of Early Childhood. The mismatch of the amounts identified in the two bills does not allow the full transfer of resources from DHS to DEC.

The mismatch between the amounts identified in the two bills is a result of timing and the methodologies used to calculate the two amounts. The amount identified in the Long Bill is estimated by the Department and JBC staff. The amount identified in H.B. 22-1295 is calculated based on prior year actuals. The two bills were drafted simultaneously – both were FY 2022-23 Budget Package bills – and were not reconciled before introduction, nor was the discrepancy caught during the legislative process.

JBC staff asks permission to correct Letternote C on page 96 of the Long Bill. The correction will shift \$79,173 of the federal funds identified in the letternote from various sources of federal funds to Child Care Development Funds. This adjustment will allow the full transfer of funds as directed by Section 137, paragraph (4) of H.B. 22-1295. The correction will have a net zero effect on the Department of Human Services’ FY 2022-23 appropriation.

## STATEWIDE COMMON POLICY SUPPLEMENTAL REQUESTS

These requests are not prioritized and are not analyzed in this packet. The JBC will act on these items later when it makes decisions regarding common policies.

| DEPARTMENT'S PORTION OF STATEWIDE SUPPLEMENTAL REQUEST    | TOTAL              | GENERAL FUND       | CASH FUNDS       | REAPPROP. FUNDS    | FEDERAL FUNDS      | FTE        |
|---|--------------------|--------------------|------------------|--------------------|--------------------|------------|
| SNP2 OIT real-time billing                                | \$4,901,570        | \$1,411,177        | \$243,370        | \$1,916,475        | \$1,330,548        | 0.0        |
| SNP3 Annual fleet supplemental true-up                    | (47,688)           | (15,600)           | (2,328)          | (21,090)           | (8,670)            | 0.0        |
| <b>DEPARTMENT'S TOTAL STATEWIDE SUPPLEMENTAL REQUESTS</b> | <b>\$4,853,882</b> | <b>\$1,395,557</b> | <b>\$241,042</b> | <b>\$1,895,385</b> | <b>\$1,321,878</b> | <b>0.0</b> |

**STAFF RECOMMENDATION:** The staff recommendation for these requests is pending Committee action on common policy supplementals. The amounts shown above represent the Department’s request. Staff will include the corresponding appropriations in the Department’s supplemental bill based on Committee action on common policy supplementals. However, **staff recommends that any amount approved by the Committee for Payments to OIT be appropriated from the Department’s account in the Indirect Cost Excess Recovery Fund, rather than from associated indirect cost recoveries from the various division.**

### i INFORMATIONAL ONLY - IMPACT OF JBC STAFF’S RECOMMENDATIONS ON BALANCE OF DEPARTMENT’S INDIRECT COST EXCESS RECOVERY FUND ACCOUNT

The table below summarizes JBC staff’s supplemental recommendations for appropriations from the Department of Human Services account in the Indirect Cost Excess Recovery Fund, created in Section 24-75-1401 (2), C.R.S.

| JBC Staff Recommendations - Indirect Cost Excess Recovery Fund Appropriations |             |
|---|-------------|
| FY 2022-23 Beginning balance of DHS account                                   | \$9,520,060 |
| S1 Utilities expenses increase  | (2,673,286) |
| NPS1 OIT real-time billing*   | (2,351,674) |
| Remaining Fund balance  | \$4,495,100 |

\* Assumes the Committee approves the requested total appropriation for the common policy and approves staff’s recommendation regarding fund source.

## APPENDIX A: NUMBERS PAGES

*JBC Staff Supplemental Recommendations - FY 2022-23  
Staff Working Document - Does Not Represent Committee Decision*

**Appendix A: Numbers Pages**

|  | FY 2021-22<br>Actual | FY 2022-23<br>Appropriation | FY 2022-23<br>Requested Change | FY 2022-23<br>Rec'd Change | FY 2022-23 Total<br>w/Rec'd Change |
|--|----------------------|-----------------------------|--------------------------------|----------------------------|------------------------------------|
|--|----------------------|-----------------------------|--------------------------------|----------------------------|------------------------------------|

**DEPARTMENT OF HUMAN SERVICES  
Michelle Barnes, Executive Director**

**S1 Utilities operating budget**

**(1) EXECUTIVE DIRECTOR'S OFFICE**

**(B) Indirect Cost Assessment**

|                          |                  |                  |               |          |                  |
|--------------------------|------------------|------------------|---------------|----------|------------------|
| Indirect Cost Assessment | <u>1,529,369</u> | <u>1,028,032</u> | <u>19,597</u> | <u>0</u> | <u>1,028,032</u> |
| General Fund             | 0                | 0                | 0             | 0        | 0                |
| Cash Funds               | 1,345,510        | 839,570          | 16,004        | 0        | 839,570          |
| Reappropriated Funds     | 138,803          | 163,141          | 3,110         | 0        | 163,141          |
| Federal Funds            | 45,056           | 25,321           | 483           | 0        | 25,321           |

**(2) ADMINISTRATION AND FINANCE**

**(C) Operations**

|                      |                   |                   |                  |                  |                   |
|----------------------|-------------------|-------------------|------------------|------------------|-------------------|
| Utilities            | <u>10,047,146</u> | <u>10,128,145</u> | <u>2,673,286</u> | <u>2,673,286</u> | <u>12,801,431</u> |
| General Fund         | 6,805,165         | 8,283,368         | 1,368,950        | 0                | 8,283,368         |
| Cash Funds           | 0                 | 0                 | 0                | 0                | 0                 |
| Reappropriated Funds | 3,241,981         | 1,844,777         | 1,304,336        | 2,673,286        | 4,518,063         |
| Federal Funds        | 0                 | 0                 | 0                | 0                | 0                 |

**(2) ADMINISTRATION AND FINANCE**

**(E) Indirect Cost Assessment**

|                          |                |                |              |          |                |
|--------------------------|----------------|----------------|--------------|----------|----------------|
| Indirect Cost Assessment | <u>191,851</u> | <u>451,974</u> | <u>8,620</u> | <u>0</u> | <u>451,974</u> |
| General Fund             | 0              | 0              | 0            | 0        | 0              |
| Cash Funds               | 170,560        | 292,069        | 5,572        | 0        | 292,069        |
| Reappropriated Funds     | 21,291         | 34,956         | 666          | 0        | 34,956         |
| Federal Funds            | 0              | 124,949        | 2,382        | 0        | 124,949        |

*JBC Staff Supplemental Recommendations - FY 2022-23*  
*Staff Working Document - Does Not Represent Committee Decision*

|  | FY 2021-22<br>Actual | FY 2022-23<br>Appropriation | FY 2022-23<br>Requested Change | FY 2022-23<br>Rec'd Change | FY 2022-23 Total<br>w/Rec'd Change |
|--|----------------------|-----------------------------|--------------------------------|----------------------------|------------------------------------|
|--|----------------------|-----------------------------|--------------------------------|----------------------------|------------------------------------|

**(3) OFFICE OF CHILDREN, YOUTH, AND FAMILIES**

**(E) Indirect Cost Assessment**

|                          |                   |                   |                |          |                   |
|--------------------------|-------------------|-------------------|----------------|----------|-------------------|
| Indirect Cost Assessment | <u>12,702,196</u> | <u>14,082,571</u> | <u>268,448</u> | <u>0</u> | <u>14,082,571</u> |
| General Fund             | 0                 | 0                 | 0              | 0        | 0                 |
| Cash Funds               | 102,902           | 268,004           | 5,109          | 0        | 268,004           |
| Reappropriated Funds     | 8,962             | 73,475            | 1,400          | 0        | 73,475            |
| Federal Funds            | 12,590,332        | 13,741,092        | 261,939        | 0        | 13,741,092        |

**(4) OFFICE OF ECONOMIC SECURITY**

**(G) Indirect Cost Assessment**

|                          |                   |                   |                |          |                   |
|--------------------------|-------------------|-------------------|----------------|----------|-------------------|
| Indirect Cost Assessment | <u>20,572,429</u> | <u>28,328,801</u> | <u>540,018</u> | <u>0</u> | <u>28,328,801</u> |
| General Fund             | 0                 | 0                 | 0              | 0        | 0                 |
| Cash Funds               | 108,727           | 139,518           | 2,660          | 0        | 139,518           |
| Reappropriated Funds     | 2,735,179         | 6,871,268         | 130,984        | 0        | 6,871,268         |
| Federal Funds            | 17,728,523        | 21,318,015        | 406,374        | 0        | 21,318,015        |

**(5) BEHAVIORAL HEALTH ADMINISTRATION**

**(E) Indirect Cost Assessment**

|                          |          |                  |               |          |                  |
|--------------------------|----------|------------------|---------------|----------|------------------|
| Indirect Cost Assessment | <u>0</u> | <u>3,457,690</u> | <u>65,911</u> | <u>0</u> | <u>3,457,690</u> |
| General Fund             | 0        | 0                | 0             | 0        | 0                |
| Cash Funds               | 0        | 1,838,601        | 35,048        | 0        | 1,838,601        |
| Reappropriated Funds     | 0        | 55,000           | 1,048         | 0        | 55,000           |
| Federal Funds            | 0        | 1,564,089        | 29,815        | 0        | 1,564,089        |

*JBC Staff Supplemental Recommendations - FY 2022-23*  
*Staff Working Document - Does Not Represent Committee Decision*

|  | FY 2021-22<br>Actual | FY 2022-23<br>Appropriation | FY 2022-23<br>Requested Change | FY 2022-23<br>Rec'd Change | FY 2022-23 Total<br>w/Rec'd Change |
|--|----------------------|-----------------------------|--------------------------------|----------------------------|------------------------------------|
|--|----------------------|-----------------------------|--------------------------------|----------------------------|------------------------------------|

**(6) OFFICE OF BEHAVIORAL HEALTH**

**(G) Indirect Cost Assessment**

|                          |           |           |        |   |           |
|--------------------------|-----------|-----------|--------|---|-----------|
| Indirect Cost Assessment | 5,709,747 | 3,296,244 | 62,834 | 0 | 3,296,244 |
| General Fund             | 0         | 0         | 0      | 0 | 0         |
| Cash Funds               | 3,177,648 | 1,831,780 | 34,918 | 0 | 1,831,780 |
| Reappropriated Funds     | 1,519,464 | 1,464,464 | 27,916 | 0 | 1,464,464 |
| Federal Funds            | 1,012,635 | 0         | 0      | 0 | 0         |

**(7) OFFICE OF ADULTS, AGING, AND DISABILITY SERVICES**

**(G) Indirect Cost Assessment**

|                          |            |            |         |   |            |
|--------------------------|------------|------------|---------|---|------------|
| Indirect Cost Assessment | 15,254,502 | 17,778,804 | 338,908 | 0 | 17,778,804 |
| General Fund             | 0          | 0          | 0       | 0 | 0          |
| Cash Funds               | 4,312,588  | 4,725,638  | 90,083  | 0 | 4,725,638  |
| Reappropriated Funds     | 10,934,402 | 12,851,629 | 244,984 | 0 | 12,851,629 |
| Federal Funds            | 7,512      | 201,537    | 3,841   | 0 | 201,537    |

|  |            |            |            |            |            |
|--|------------|------------|------------|------------|------------|
| <b>Total for S1 Utilities operating budget</b> | 66,007,240 | 78,552,261 | 3,977,622  | 2,673,286  | 81,225,547 |
| <i>FTE</i>                                     | <u>0.0</u> | <u>0.0</u> | <u>0.0</u> | <u>0.0</u> | <u>0.0</u> |
| General Fund                                   | 6,805,165  | 8,283,368  | 1,368,950  | 0          | 8,283,368  |
| Cash Funds                                     | 9,217,935  | 9,935,180  | 189,394    | 0          | 9,935,180  |
| Reappropriated Funds                           | 18,600,082 | 23,358,710 | 1,714,444  | 2,673,286  | 26,031,996 |
| Federal Funds                                  | 31,384,058 | 36,975,003 | 704,834    | 0          | 36,975,003 |

|   |                |                |            |            |                |
|---|----------------|----------------|------------|------------|----------------|
| <b>Totals Excluding Pending Items</b>         |                |                |            |            |                |
| <b>HUMAN SERVICES</b>                         |                |                |            |            |                |
| <b>TOTALS for ALL Departmental line items</b> | 2,562,104,537  | 2,551,419,390  | 3,977,622  | 2,673,286  | 2,554,092,676  |
| <i>FTE</i>                                    | <u>4,862.7</u> | <u>5,241.7</u> | <u>0.0</u> | <u>0.0</u> | <u>5,241.7</u> |
| General Fund                                  | 1,115,958,940  | 1,057,156,646  | 1,368,950  | 0          | 1,057,156,646  |
| Cash Funds                                    | 216,680,277    | 724,693,243    | 189,394    | 0          | 724,693,243    |
| Reappropriated Funds                          | 179,349,663    | 215,794,327    | 1,714,444  | 2,673,286  | 218,467,613    |
| Federal Funds                                 | 1,050,115,657  | 553,775,174    | 704,834    | 0          | 553,775,174    |