



JOINT BUDGET COMMITTEE STAFF FY 2019-20 BUDGET BRIEFING SUMMARY

Colorado General Assembly
Joint Budget Committee

Department of Health Care Policy and Financing
Office of Community Living

The Department of Health Care Policy and Financing helps pay health and long-term care expenses for low-income and vulnerable populations. To assist with these costs the department receives significant federal matching funds, but must adhere to federal rules regarding program eligibility, benefits, and other features, as a condition of accepting the federal money. The Department's FY 2018-19 appropriation represents approximately 33.2 percent of statewide operating appropriations and 25.4 percent of statewide General Fund appropriations.

FY 2018-19 APPROPRIATION AND FY 2019-20 REQUEST

DEPARTMENT OF HEALTH CARE POLICY AND FINANCING						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2018-19 APPROPRIATION:						
HB 18-1322 (Long Bill)	\$570,034,979	\$294,368,028	\$1,564,074	\$0	\$274,102,877	40.5
Other legislation	26,648,110	13,324,059	0	0	13,324,051	0.0
TOTAL	\$596,683,089	\$307,692,087	\$1,564,074	\$0	\$287,426,928	40.5
FY 2019-20 REQUESTED APPROPRIATION:						
FY 2018-19 Appropriation	\$596,683,089	\$307,692,087	\$1,564,074	\$0	\$287,426,928	40.5
R5 Office of Community Living	6,298,371	2,526,890	701,023	0	3,070,458	0.0
R13 Provider rate adjustments	10,022,066	5,076,313	6,033	0	4,939,720	0.0
R14 Office of Community Living governance	43,592	28,836	0	0	14,756	0.9
R16 Employment first initiatives and state programs for people with IDD	2,876,025	(800,000)	3,676,025	0	0	0.0
Annualize prior year budget actions	46,208,671	23,713,323	(907,508)	0	23,402,856	(1.0)
TOTAL	\$662,131,814	\$338,237,449	\$5,039,647	\$0	\$318,854,718	40.4
INCREASE/(DECREASE)	\$65,448,725	\$30,545,362	\$3,475,573	\$0	\$31,427,790	(0.1)
Percentage Change	11.0%	9.9%	222.2%	n/a	10.9%	(0.2%)

R5 OFFICE OF COMMUNITY LIVING: The request includes an increase of \$6,298,371 total funds, including \$2,526,890 General Fund, for caseload adjustments to maintain zero waitlists for the Home and Community Based Services Supported Living Services and Children's Extensive Services waivers for individuals with intellectual and developmental disabilities.

R13 PROVIDER RATE ADJUSTMENTS: The request includes an increase of \$10,022,066 total funds, including \$5,076,890 General Fund, for an across-the-board increase of 0.75 percent for community providers.

R14 OFFICE OF COMMUNITY LIVING GOVERNANCE: The request includes an increase of \$43,592 total funds, including \$28,836 General Fund, and 0.9 FTE for initiatives to improve the Office of Community Living, including:

- Contract with a case management broker to assist clients in selecting a case management agency, in order to comply with conflict-free case management requirements;

- Address inadequate funding for the federally-mandated Preadmission Screening and Resident Review (PASRR) that identifies mental health or intellectual and developmental disability needs before people enter a nursing home, and separate responsibility for administering the PASRR from entities that provide services, in order to remove a potential conflict of interest; and
- Continue funding for staff associated with the Behavioral Health Crisis Pilot, in order to coordinate behavioral health services for people with intellectual and developmental disabilities.

R16 EMPLOYMENT FIRST INITIATIVES AND STATE PROGRAMS FOR PEOPLE WITH IDD: The request includes a net increase of \$3,028,666 total funds, including a decrease of \$800,000 General Fund and an increase of \$3,828,666 cash funds from the Intellectual and Developmental Disabilities Services Cash Fund, and 1.8 FTE to: 1) conduct a supported employment pilot program for individuals with intellectual and developmental disabilities; 2) eliminate the current waitlist for the State-only Supported Living Services Program; and 3) enroll 272 waitlist members onto the Family Support Services Program.

ANNUALIZE PRIOR YEAR BUDGET ACTIONS: The request includes adjustments for out-year impacts of prior year legislation and budget actions, including:

ANNUALIZE PRIOR YEAR BUDGET ACTIONS					
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FEDERAL FUNDS	FTE
HB 18-1407 Access to disability services	\$43,201,157	\$21,600,576	\$0	\$21,600,581	0.0
SB 16-192 IDD Assessment tool	3,398,536	1,699,268	0	1,699,268	0.0
HB 18-1326 Transition from institutional setting	733,772	366,886	0	366,886	0.0
FY 18-19 R9 Provider rate adjustments	565,732	290,611	457	274,664	0.0
HB 18-1328 Redesign children health waiver	321,470	160,735	0	160,735	0.0
SB 18-145 Employment first recommendations	303,158	303,158	0	0	0.0
Prior year salary survey	81,534	33,062	7,705	40,767	0.0
FY 17-18 R10 RCTF recommendation	13,217	6,609	0	6,608	0.0
SB 18-200 PERA	8,239	3,381	547	4,311	0.0
FY 18-19 R17 Single assessment tool	(1,501,927)	(750,963)	0	(750,964)	0.0
HB 15-1368 Cross-system Response Pilot	(916,217)	0	(916,217)	0	(1.0)
TOTAL	\$46,208,671	23,713,323	(\$907,508)	\$23,402,856	(1.0)

SUMMARY OF ISSUES PRESENTED TO THE JOINT BUDGET COMMITTEE

R5 OFFICE OF COMMUNITY LIVING CASELOAD: The department's budget request includes adjustments to the annual appropriations that fund services to individuals with intellectual and developmental disabilities.

STATE SUPPORTED LIVING SERVICES AND FAMILY SUPPORT SERVICES PROGRAMS: Waitlists exist for the State Supported Living Services and Family Support Services Programs. These programs are funded through General Fund appropriations and provide services for individuals who do not qualify for Medicaid and for families with expenses for children with intellectual and developmental disabilities that exceed those normally experienced by other families, respectively.

COMMUNITY COSTS COMPARED WITH REGIONAL CENTER COSTS: Home and Community Based Services (HCBS) Medicaid waivers define the set of services negotiated with the federal Centers for Medicare and Medicaid (CMS) that

can be provided in excess of those allowed under the Medicaid State Plan. The adult waivers include the Developmental Disabilities (DD) Waiver and the Supported Living Services (SLS) Waiver. In addition to receiving services in the community that are coordinated by the CCBs, individuals with IDD may also receive HCBS Waiver services in two of the State's three Regional Centers – located in Grand Junction and Pueblo.

FOR MORE INFORMATION

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TO READ THE ENTIRE BRIEFING: http://leg.colorado.gov/sites/default/files/fy2019-20_hcpbrf3.pdf