

**COLORADO GENERAL ASSEMBLY
JOINT BUDGET COMMITTEE**



FY 2016-17 STAFF FIGURE SETTING

DEPARTMENT OF HUMAN SERVICES

**(Executive Director's Office, Developmental Disability Council,
Colorado Commission for the Deaf and Hard of Hearing, and
Services for People with Disabilities)**

AND

DEPARTMENT OF LABOR AND EMPLOYMENT

(Division of Vocational Rehabilitation and Independent Living Services Only)

**JBC Working Document - Subject to Change
Staff Recommendation Does Not Represent Committee Decision**

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March 17, 2016**

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How to Use this Document

The Department Overview contains a table summarizing the staff recommended incremental changes followed by brief explanations of each incremental change. A similar overview table is provided for each division, but the description of incremental changes is not repeated, since it is available under the Department Overview. More details about the incremental changes are provided in the sections following the Department Overview and the division summary tables.

Decision items, both department-requested items and staff-initiated items, are discussed either in the Decision Items Affecting Multiple Divisions or at the beginning of the most relevant division. Within a section, decision items are listed in the requested priority order, if applicable.

Department Overview

This Joint Budget Committee staff figure setting document includes the following offices and division with the Department of Human Services.

Executive Director's Office

The Executive Director's Office is the central administrative office responsible for general department policy, budgeting, public information, human resources, internal audits, and outreach to county departments of human services (field administration). The Executive Director's Office also includes appropriations for various boards and commissions and for entities that provide separate quality assurance, oversight, or policy direction for human services programs, such as the Food Stamp Quality Assurance Unit, the Administrative Review Unit (responsible for federally-required case review and quality assurance for child welfare and some youth corrections placements), and the Juvenile Parole Board, among others. Two of these specialized programs within the Executive Director's Office are included in this packet and the other programs will be covered in other staff figure settings. This document includes the following two specialized programs:

- *Developmental Disabilities Council* provides coordination, planning, and advice on the best direction for developmental disabilities services in Colorado.
- *Colorado Commission for the Deaf and Hard of Hearing* has three primary responsibilities: (1) ensure hearing impaired persons have access to general government services, (2) distribute assistive telecommunications equipment to hearing impaired persons, and (3) ensure the availability of legal interpreters in the courts for hearing impaired individuals.

Services for People with Disabilities

For FY 2016-17 this division includes the following programs:

- *Regional Centers for People with Disabilities* operates group homes in Grand Junction, Wheat Ridge, and Pueblo. The Division also operates the campuses facilities at Wheat Ridge and Grand Junction. The use of Regional Centers is intended for individuals with intellectual; and developmental disabilities with complex medical and/or behavioral needs, or for individuals that require short-term stabilization so they can receive stabilization services and safely return to the community.
- *Work Therapy Program* provides sheltered training and employment workshops for individuals receiving services at the Colorado Mental Health Institute at Fort Logan and the Regional Centers at Grand Junction and Wheat Ridge. Work opportunities arise from contracts with area businesses and organizations for custodial services, printing, packaging, mailing, and other types of manual processing that can be performed by program clients.
- *The Traumatic Brain Injury Program* provides services to individuals suffering from traumatic brain injuries; and

- *The Veterans Community Living Centers* subdivision manages and operates five state Veterans Nursing Homes with a total of 554 nursing home beds spread across the Fitzsimons, Florence, Homelake, Rifle, and Walsenburg campuses and a forty-eight bed domiciliary (assisted living facility) on the Homelake campus. Services include long-term care, short-term rehabilitation for individuals seeking to return home following a qualifying hospital stay, memory care services for individuals with dementia, short-term respite care, and end-of-life/hospice services.

For FY 2016-17 the following programs are transferred to the Department of Labor and Employment.

- *Vocational Rehabilitation Programs* oversees vocational rehabilitation programs designed to enable individuals with any type of disability to participate in the general work force. Specialized programs including:
 - The School-to-Work Alliance Program which provides job development, on-the-job training, and job-site support to students with disabilities in a school setting;
 - The Business Program for Individuals Who Are Blind assists blind or visually-impaired individuals in operating vending and food service businesses in state and federal buildings; and
- *Independent Living Centers and the Independent Living Council* provide funding for services that enable individuals with intellectual and disabilities to live independently in the community.

Department of Health Care Policy and Financing Division 7 Figure Setting

Certain programs within the Department of Human Services (DHS) receive funding through the Medicaid program. The federal Medicaid funds that support DHS programs and any state matching funds are first appropriated to the Department of Health Care Policy and Financing, then reappropriated to DHS for various programs. Within the Department of Health Care Policy and Financing's budget, these funds are reflected in the section titled: "Department of Human Services Medicaid-Funded Programs" (Division 7). The final section of this narrative includes staff recommendations for the line items in the Department of Health Care Policy and Financing, Department of Human Services Medicaid-Funded Programs section that relate to the programs covered in this document. The following programs/divisions in this document receive Medicaid Funds:

- Executive Director's Office for various centrally appropriated line items
- Employment and Regulatory Affairs program
- Regional Centers
- Federal Medicaid indirect cost reimbursement for DHS programs

SUMMARY OF STAFF RECOMMENDATIONS - DEPARTMENT OF HUMAN SERVICES

Department of Human Services						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$250,574,587	\$63,541,906	\$43,199,259	\$77,351,690	\$66,481,732	1,799.2
Other legislation	1,729,628	1,729,628	0	0	0	0.0
HB 16-1242 (Supplemental Bill)	<u>(15,111)</u>	<u>(15,111)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(0.5)</u>
TOTAL	\$252,289,104	\$65,256,423	\$43,199,259	\$77,351,690	\$66,481,732	1,798.7
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$252,289,104	\$65,256,423	\$43,199,259	\$77,351,690	\$66,481,732	1,798.7
R1 County child welfare staff - phase 2	0	0	0	0	0	0.0
R2 DYC security staffing in facilities - Phase 2	438,110	438,110	0	0	0	0.0
R3 Court-ordered competency evaluations and restoration treatment	40,950	40,950	0	0	0	0.0
R6 Children's savings accounts	0		0	0	0	0.0
R7 Continuation of child care quality initiatives	121,681	0	0	0	121,681	0.0
R14/BA6 Behavioral health crisis services staffing	32,321	32,321	0	0	0	0.0
R11 Intensive residential treatment for SUD	0	0	0	0	0	0.0
R18 Grand Junction physician services	0		0	0	0	0.0
R19 Community provider rate adjustment	0	0	0	0	0	0.0
BA1 Early childhood mental health specialists	10,144	0	0	0	10,144	0.0
NP5 Resources for Administrative Courts	35,572	22,055	1,067	0	12,450	0.0
Veterans Community Living Centers adjustment	6,650,000	0	(1,087,100)	0	7,737,100	0.0
Staff initiated deaf blind services	172,778	0	0	172,778	0	2.0
Annualize SB 15-239	(48,135,772)	(4,457,035)	(789,147)	(4,939,313)	(37,950,277)	(229.7)
SB 16-093 Transfer ILCs	(7,221,066)	(6,831,945)	(29,621)	0	(359,500)	0.0
Staff-initiated traumatic brain injury adjustment	(1,059,179)	0	(1,059,179)	0	0	0.0
Staff initiated regional center adjustments	(277,767)	0	0	(277,767)	0	0.0
Centrally appropriated line items	(226,679)	952,193	234,313	(361,887)	(1,051,298)	0.0
JBC Staff-initiated federal funds update	(280,400)	0	0	0	(280,400)	0.0
JBC staff-initiated base change	(112,186)	(68,490)	(17,386)	(13,737)	(12,573)	0.0
Annualize prior year legislation	1,757,550	1,757,550	(169)	169	0	0.0
Annualize prior year budget action	<u>(3,583,381)</u>	<u>(2,899,852)</u>	<u>(83,263)</u>	<u>(167,523)</u>	<u>(432,743)</u>	<u>0.0</u>
TOTAL	\$200,651,780	\$54,242,280	\$40,368,774	\$71,764,410	\$34,276,316	1,571.0

JBC Staff Figure Setting: FY 2016-17
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Department of Human Services						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
Increase/(Decrease)	(\$51,637,324)	(\$11,014,143)	(\$2,830,485)	(\$5,587,280)	(\$32,205,416)	(227.7)
Percentage Change	(20.5%)	(16.9%)	(6.6%)	(7.2%)	(48.4%)	(12.7%)
FY 2016-17 Executive Request	\$203,129,180	\$61,054,896	\$42,653,889	\$72,070,101	\$27,350,294	1,569.0
Request Above/(Below) Recommendation	\$2,477,400	\$6,812,616	\$2,285,115	\$305,691	(\$6,926,022)	(2.0)

Note: Highlighted items are those which will be discussed in this document. Other items are reflected in the table because of costs associated with requests or staff initiated changes originating in other divisions. These requests have been discussed in other JBC staff figure setting documents.

Description of Incremental Changes

FY 2016-17

R18 Grand Junction physician services: The recommendation maintains the elimination of funding for physician services at the Grand Junction Regional Center that was initiated in the supplemental bill.

R19 Community provider rate adjustment: The recommendation reflects no adjustments to the community provider rate.

NP5 Resources for administrative courts: The recommendation includes an increase of \$35,752 total funds for administrative courts in the Department of Personnel.

Veterans Community Living Centers adjustments: The recommendation includes an increase of \$6,650,000 total funds appropriated for informational purposes to the Veterans Community Living Centers based on projected FY 2016-17 Veterans Community Living Center expenditures.

Staff initiate deaf blind services: The recommendation includes an increase of \$172,778 reappropriated funds from the Department of Regulatory Agencies for services for individuals who are deaf and blind.

Annualize SB 15-239: The recommendation includes a reduction of \$48,135,772 total funds to transfer the direct and indirect costs to the Department of Labor and Employment pursuant to the transfers of the Vocational Rehabilitation Programs pursuant to S.B. 15-139 on July 1, 2016.

SB 16-093 Transfer ILCs: The recommendation includes a reduction of \$7,221,006 total funds to transfer the funds appropriated for Independent Living Centers (ILCs) to the Department of Labor and Employment on July 1, 2016 pursuant to S.B. 16-093.

Staff initiated traumatic brain injury adjustment: The recommendation includes a reduction of \$1,059,179 cash funds from the Traumatic Brain Injury Cash Fund based on historical revenue and expenditures from the fund.

Staff initiated regional center adjustments: The recommendation includes adjustments to the direct costs and depreciation amount for each Regional Center based on the most recent census and cost per day data provided by the Department in January.

Centrally appropriated line items: The recommendation includes adjustments to centrally appropriated line items for the following based on Committee action to date: state contributions for health, life, and dental benefits; merit pay; salary survey; short-term disability; supplemental state contributions to the Public Employees' Retirement Association (PERA) pension fund; shift differential; workers' compensation; legal services; administrative law judges; and payment to risk management and property funds.

Annualize prior year legislation: The recommendation includes an increase of \$169 Medicaid reappropriated funds and a reduction of \$169 cash funds from client sources for the third year annualization of S.B. 14-130 (Increase Personal Care Allowance Nursing Facility).

Annualize prior year budget actions: The recommendation includes adjustments related to prior year budget actions, primarily the annualization of FY 2015-16 salary survey and merit pay.

Major Differences from the Request

Overall, staff's recommendations for FY 2016-17 are \$2,477,400 total funds lower than the request. This includes \$6,812,616 less General Fund and \$6,926,022 more federal funds than the request. There are three major differences between the recommendation and the request:

- The recommendation includes a reduction of \$7,221,006 total funds including \$6,831,945 General Fund to transfer the funding for the Independent Living Centers to the Department of Labor and Employment on July 1, 2016 pursuant to S.B. 16-093 (Transfer Independent Living Services).
- The recommendation includes a reduction of \$1,059,179 cash funds for an adjustment to the appropriation for the Traumatic Brain Injury Program.
- The recommendation includes an increase of \$6,650,000 total funds appropriated for informational purposes to the Veterans Community Living Centers based on projected expenditures.

**SUMMARY OF STAFF RECOMMENDATIONS - DEPARTMENT OF
LABOR AND EMPLOYMENT**

Division of Vocational Rehabilitation and Independent Living Services						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$0	\$0	\$0	\$0	\$0	0.0
Other Legislation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
SB 15-239 Transfer of DVR funding	<u>48,068,484</u>	<u>4,442,703</u>	<u>789,147</u>	<u>4,939,313</u>	<u>37,897,321</u>	<u>229.7</u>
SB 16-093 (Transfer Independent Living Services)	7,169,865	6,780,744	29,621	0	359,500	4.0
Community provider rate adjustment	0	0	0	0	0	0.0
Closure of an independent living center	<u>(600,000)</u>	<u>(600,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$54,638,349	\$10,623,447	\$818,768	\$4,939,313	\$38,256,821	233.7
Increase/(Decrease)	\$54,638,349	\$10,623,447	\$818,768	\$4,939,313	\$38,256,821	233.7
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$48,039,446	\$4,436,518	\$789,147	\$4,939,313	\$37,874,468	229.7
Request Above/(Below) Recommendation	(\$6,598,903)	(\$6,186,929)	(\$29,621)	\$0	(\$382,353)	(4.0)

Description of Incremental Changes

SB 15-093 Transfer of DVR funding: The recommendation includes an increase of \$48,068,484 total funds, of which \$4,442,703 is General Fund to transfer the direct costs for the Division of Vocational Rehabilitation Programs (DVR) pursuant to the transfer of the Vocational Rehabilitation Programs on July 1, 2016 pursuant to S.B. 15-239.

SB 16-093 (Transfer Independent Living Services): The recommendation includes an increase of \$7,169,865 total funds, of which \$6,780,744 is General Fund for the transfer of Independent Living Centers which provide independent living services from the Department of Human Services on July 1, 2016 pursuant to S.B. 16-093.

Community provider rate adjustment: The recommendation reflects no adjustments to the community provider rate for Independent Living Centers.

Closure of an independent living center: The recommendation includes a reduction of \$600,000 General Fund due to the closure of an Independent Living Center.

Major Differences from the Request

Overall, staff's recommendations for FY 2016-17 are \$6,598,903 total funds, including \$6,812,929 General Fund higher than the request. There are two major differences between the recommendation and the request:

- The recommendation includes an increase of \$7,221,006 total funds including \$6,831,945 General Fund to transfer the funding for the Independent Living Centers from the Department of Human Services on July 1, 2016 pursuant to S.B. 16-093 (Transfer Independent Living Services).
- The recommendation includes a reduction of \$600,000 General Fund for independent living services due to the closure of one of the Independent Living Centers.

Decision Items Affecting Multiple Departments & Divisions

➔ Staff Initiated - Transfer of Vocational Rehabilitation Programs

This change impacts two divisions within the Department of Human Services and two divisions with the Department of Labor and Employment.

Pursuant to S.B. 15-239 (Transfer Vocational Rehab from DHS to CDLE) the Division of Vocational Rehabilitation is transferring from the Department of Human Services to the Department of Labor and Employment. For FY 2016-17 budgeting purposes, requests affecting the Division of Vocational Rehabilitation cross three JBC staff analyst budget areas. To ensure the transfer receives the analysis it requires, all line items affected by the transfer of the Division of Vocational Rehabilitation are addressed in this figure setting document.

Request: Neither Department requested all of these changes. The Department's requested the transfer of the direct costs of the Vocational Rehabilitation Programs in the amount of \$46,153,846 total funds and 223.7 FTE. The Departments did not request the transfer of all the indirect costs of the Vocational Rehabilitation Programs. Indirect costs equal \$2,512,366 total funds and 10.3 FTE.

Recommendations:

Department of Human Services: Staff recommends a total reduction of \$48,480,253 total funds, of which \$5,471,993 is General Fund, and 240.0 FTE for the transfer of all direct and indirect costs associated with the transfer of the Vocational Rehabilitation Programs to the Department of Labor and Employment pursuant to S.B. 15-239 (Transfer Vocational Rehab from DHS to CDLE).

Department of Labor and Employment: Staff recommends a total increase of \$48,666,212 total funds, of which \$5,511,602 is General Fund, and 240.0 FTE for the transfer of all direct and indirect costs associated with the transfer of the Vocational Rehabilitation Programs from the Department of Human Services.

The following table shows from which line items and to which line items the funds are transferring between Departments. The difference of \$185,959 total funds, of which \$39,609 is General Fund, is due to not reducing capital complex leased space for the Department of Human Services because the Department of Human Services will move other program staff into the space vacated by Vocational Rehabilitation staff. **Staff requests permission for Robin Smart, the JBC analyst for the Office of Operations, to make appropriate fund source adjustments to the capital complex leased space line item.**

JBC Staff Figure Setting: FY 2016-17
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Summary of Recommended DVR Transfer Costs					
	Total	General Fund	From DHS		Federal Funds
			Cash Funds	Reapprop. Funds	
Department of Human Services					
Division 1 - Executive Director's Office	(\$96,326)	(\$20,517)	\$0	\$0	(\$75,809)
Division 3 - Office of Operations	(2,230,081)	(474,065)	(4,424)	0	(1,751,592)
Division 9 - Services for People with Disabilities	<u>(46,153,846)</u>	<u>(4,977,411)</u>	<u>(789,147)</u>	<u>(4,398,420)</u>	<u>(35,988,868)</u>
Totals - Department of Human Services	(\$48,480,253)	(\$5,471,993)	(\$793,571)	(\$4,398,420)	(\$37,816,269)
Department of Labor and Employment					
Division 1 - Executive Director's Office	\$2,512,366	\$534,191	\$4,424	\$0	\$1,973,751
Division 7 - Vocational Rehabilitation Programs	<u>46,153,846</u>	<u>4,977,411</u>	<u>789,147</u>	<u>4,398,420</u>	<u>35,988,868</u>
Totals - Department of Labor and Employment	\$48,666,212	\$5,511,602	\$793,571	\$4,398,420	\$37,962,619
Total	\$185,959	\$39,609	\$0	\$0	\$146,350

Analysis: The intent of S.B. 15-239 was to transfer all the direct and indirect costs for Vocational Rehabilitation Programs and the Business Enterprise Program from the Department of Human Services to the Department of Labor and Employment. The department requests from both the Department of Human Services and the Department of Labor and Employment did not include the transfer of all the indirect costs associated with the Vocational Rehabilitation Programs. Therefore, staff used the FY 2015-16 Long Bill appropriations, including the letternote detail, to determine which centrally appropriated line items contained funding from the Vocational Rehabilitation fund sources. Staff provided both departments with the opportunity to respond and discuss the specific transfer figures for each line item. The following table summarizes where the funds and FTE are coming from in the Department of Human Services.

Transfer of Funds and FTE from Department of Human Services					
Division, Line Item	Total	GF	CF	RF	FF
(1) Executive Director's Office					
Operating Expenses	(\$9,072)	(\$1,932)	\$0	\$0	(\$7,140)
Workers	(52,628)	(11,210)	0	0	(41,418)
ALJs	(29,038)	(6,185)	0	0	(22,853)
Payment to Risk Management	(5,588)	(1,190)	0	0	(4,398)
Legal Services - 862 hours	0	0	0	0	0
(3) Office of Operations					
Personal Services	(864,197)	(184,074)	0	0	(680,123)
FTE	10.3				
Operating Expenses	(56,353)	(12,003)	0	0	(44,350)
Leased Space*	(1,309,531)	(277,988)	(4,424)	0	(1,027,119)
Capital Complex	0	0	0	0	0

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Transfer of Funds and FTE from Department of Human Services					
Division, Line Item	Total	GF	CF	RF	FF
(9) Services for People with Disabilities					
Division of Vocational Rehabilitation					
DVR Personal Services	(15,939,624)	(3,392,568)	0	0	(12,547,056)
FTE	223.7				
DVR Operating	(2,539,404)	(540,893)	0	0	(1,998,511)
DVR Services	(14,831,622)	(1,043,950)	0	(2,115,185)	(11,672,487)
SWAP	(9,133,891)	0	(34,647)	(1,910,872)	(7,188,372)
DVR MH	(1,748,180)	0	0	(372,363)	(1,375,817)
BEP	(1,532,125)	0	(325,500)	0	(1,206,625)
FTE	6.0				
BEP Operations	(429,000)	0	(429,000)	0	0
Division Subtotals					
Division 1	(96,326)	(20,517)	0	0	(75,809)
Division 3	(2,230,081)	(474,065)	(4,424)	0	(1,751,592)
Division 9	(46,153,846)	(4,977,411)	(789,147)	(4,398,420)	(35,988,868)
Department Total	(\$48,480,253)	(\$5,471,993)	(\$793,571)	(\$4,398,420)	(\$37,816,269)
FTE	240.0				

The Department of Human Services indicated they did not have a problem with any of the line items except the personal services and operating expenses figures. The Department of Human Services indicated that the November request for a reduction of \$184,074 General Fund from the Operations Personal Services line item was all the personal services that they had to transfer. The difference from the Department request on this issue is simply since the General Fund must be matched by federal funds, staff matched the Department's \$184,074 with federal funds. Based on the average salary of FTE in the Office of Operations, staff determined that 10.3 FTE will be transferred to the Department of Labor and Employment based on the funding that is being transferred.

Staff will note the Department of Human Services is only transferring 3.4 vacant FTE to the Department of Labor and Employment. The recommendation above, based on the prior year's appropriation, transfers what the Department's Long Bill indicates is being used to support the Vocational Rehabilitation Programs. If the Committee approves the above recommendations, the Department of Labor and Employment indicated they would not need the additional funding requested in their R2 Transfer of the Division of Vocational Rehabilitation. The following table summarizes which line items in the Department of Labor and Employment will be receiving the transferred funds and FTE.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Transfer of Funds and FTE to Department of Labor and Employment					
Division, Line Item	Total	GF	CF	RF	FF
(1) Executive Director's Office					
Personal Services	\$864,197	\$184,074	\$0	\$0	\$680,123
FTE	10.3				
Operating Expenses	65,425	13,935	0	0	51,490
Workers	52,628	11,210	0	0	41,418
ALJs	29,038	6,185	0	0	22,853
Payment to Risk Management	5,588	1,190	0	0	4,398
Legal Services - 862 hours	0	0	0	0	0
Leased Space*	1,495,490	317,597	4,424	0	1,173,469
(7) Division of Vocational Rehabilitation					
DVR Personal Services	15,939,624	3,392,568	0	0	12,547,056
FTE	223.7				
DVR Operating	2,539,404	540,893	0	0	1,998,511
DVR Services	14,831,622	1,043,950	0	2,115,185	11,672,487
SWAP	9,133,891	0	34,647	1,910,872	7,188,372
DVR MH	1,748,180	0	0	372,363	1,375,817
BEP	1,532,125	0	325,500	0	1,206,625
FTE	6.0				
BEP Operations	429,000	0	429,000	0	0
Division Subtotals					
Division 1	2,512,366	534,191	4,424	0	1,973,751
Division 7	46,153,846	4,977,411	789,147	4,398,420	35,988,868
Department Total	\$48,666,212	\$5,511,602	\$793,571	\$4,398,420	\$37,962,619
FTE	240.0				

➔ Staff Initiated - DVR Technical Cleanup Legislation

Request: The Department did not specifically request technical legislative changes. The State and Federal Regulation integration team convened after the passage of S.B. 15-239, made fourteen recommendations for technical changes to statutory language to align statute with federal law and regulations.

Recommendation: Staff recommends the Committee sponsor legislation making the recommended technical changes to statute so statute is aligned with federal law and regulations.

Analysis: Shortly after SB 15-239 was signed into law, the Department of Labor and Employment and the Division of Vocational Rehabilitation formed working integration teams to ensure the merge was conducted effectively and proactively. The State and Federal Regulation

integration team conducted a thorough review of the new statute to ensure alignment with current and new federal legislation and regulation. The following recommendations are organized by priority and are intended to result in state statute that effectively aligns, complements, and further clarifies federal law and regulation. Appendix B includes a summary of the all recommended changes.

➔ CDLE R2 Transfer of the Division of Vocational Rehabilitation

Request: The Department requests an increase of \$371,253 total funds, of which \$79,077 is General Fund, and 2.6 FTE to provide administrative support services to the Vocational Rehabilitation Programs, which are transferred to the Department on July 1, 2016 pursuant to S.B. 15-239.

Recommendation: Staff recommends the Committee deny the request in accordance with the staff recommendation above to transfer all the direct and indirect costs associated with the Vocational Rehabilitation Programs. The staff recommendation provides the Department with the 10.3 FTE funded in FY 2015-16 from vocational rehabilitation funds in the Department of Human Services which provided administrative support to the programs.

Analysis: The Department indicated that if the full amount of funds appropriated for personal services and operating in the Department of Human Services for support for the Vocational Rehabilitation Programs was transferred to the Department of Labor and Employment, there would be no need for additional FTE. The staff recommendation made in the previous item transfers all the costs for personal services and operating expenses associated with the support for the Vocational Rehabilitation Programs. Therefore, staff does not recommend this request.

➔ DHS R9 Indirect Cost Recovery Offset for DVR Transfer to CDLE

This decision item impacts the Office of Operations within the Department of Human Services.

Request: The Department requests \$1,094,283 General Fund to subsidize the Department's reduction of indirect cost recoveries as a result of the transfer of the Division of Vocational Rehabilitation to the Department of Labor and Employment pursuant to S.B. 15-239.

Recommendation: Staff recommends the Committee deny the request because staff is recommending the transfer of all direct and indirect costs associated with the Vocational Rehabilitation Programs.

Analysis: If the Department was using indirect costs from the Vocational Rehabilitation Programs to pay for overhead costs associated with other programs the Department should either collect more indirects from those programs or reduce their overhead costs. In the Department's December 22, 2016 hearing responses the Department indicated that the cost of central administrative service paid for by indirect cost recoveries are not tied to program expenditures but based on the actual costs of the central administrative areas. In order to gain some

transparency over how the Department is using indirect costs, the Department was asked during the hearing for a listing of which line items received indirects and the amount of indirects that were allocated to each line item. The Department responded that they could not provide an analysis by line item and funding source because the indirect costs were pooled. The Committee also asked which specific expenditures will be reduced if the Department request is not approved. The Department was not able to answer this question. The Department responded that a program by program analysis would be required to assess each program's federal match rate and administrative cost limitations. If the Department is not able to identify which specific line items would be impacted, why did the Department request the funds in one specific line item?

The issue with transparency and how the Department is using indirect cost recoveries to pay for centrally appropriated line items and central administrative services is further highlighted by the Department's response to staff questions about removing the bottom line spending authority from the Executive Director's Office. Staff considered recommending removing the bottom line funding from the Executive Director's Office, General Administration subdivision in order to increase transparency on what program indirects are being spent on. The Department is provided with the flexibility associated with bottom line funding because of the large number of employees and numerous fund sources used to support those employees. Currently, identifying how the Department is distributing centrally appropriated funds, like health, life, and dental, is a challenge. Including line item fund source appropriations would be a step towards providing JBC staff and the Committee with better transparency on how the Department allocates centrally appropriated costs across divisions. The Department indicated that they balance the centrally appropriated lines by accounting adjustments to address over expenditures in certain lines with excess spending authority in other lines. Therefore, the Department isn't necessarily spending the amounts the General Assembly appropriated for specific centrally appropriated costs. The Department indicated removing the flexibility would require them to submit emergency supplementals to true up the line items.

The Department's November budget request should have, but did not include, a base reduction to lines that would no longer receive indirect costs from the Vocational Rehabilitation Programs. The reduction should have been restored by this request. The Department's request did not include base reductions. The Department disagreed with the staff conclusion in briefing that this request would increase Department overhead by more than \$1.0 million General Fund. Based on the Department's hearing responses that they are unable to identify what specific costs will be reduced if R9 is not funded, the flexibility and lack of specific revenue knowledge on fund sources for centrally appropriated line items, and the fact that the Department did not in their request transfer all direct and indirect costs associated with the Vocational Rehabilitation Programs, staff does not recommend addition funds for department overhead.



Transfer of Independent Living Centers Pursuant to S.B. 16-093

This change impacts one division within the Department of Human Services and two divisions with the Department of Labor and Employment.

Request: Neither the Department of Human Services nor the Department of Labor and Employment requested these changes.

Recommendation: Pursuant to S.B. 16-093 (Transfer Independent Living Services to CDLE), staff recommends the funding for Independent Living Centers and the state Independent Living Council be transferred to the Department of Labor and Employment. The recommendation includes a reduction \$6,831,945 General Fund from the Department of Human Services and an increase of \$6,831,945 total funds and 4.0 FTE in the Department of Labor and Employment.

Staff also recommends the following Long Bill structure changes to the Department of Labor and Employment:

- Division 7 be title Division of Vocational Rehabilitation Programs and Independent Living Services;
- Division (7) be comprised of:
 - Subdivision (A) Vocational Rehabilitation Programs; and
 - Subdivision (B) Office of Independent Living Services.

Analysis:

Background: Senate Bill 15-240 established a funding formula for Independent Living Centers which in total added \$4.0 million General Fund to the funding for the Independent Living Centers (\$2.0 million in FY 2015-16 and \$2.0 million in FY 2016-17). The formula is comprised of two components: a base amount of \$600,000 per Center and "other factors." Since the bill did not define "other factors," the Centers were tasked with reaching consensus on how to define other factors by January 1, 2016. The bill provided funding for a facilitator to oversee the discussion.

On September 19, 2015 the Centers meet and reached consensus for how to define the other factors. As agreed to by the Centers, the other factors include: (1) the percent of the population that has a disability within a given county, (2) the percent of the population that is over 65 years old within a given county, (3) the population density of each county, and (4) the number of counties served by each Center.

Since the Independent Living Centers lack a clear department support structure, it was determined that it is in the best interests of the Centers, the Department, and the General Assembly that a portion of the funds appropriated be used to establish an Office of Independent Living Centers. The Department of Human Services, in their hearing response, did not support the creation of an Office. Since there is a nexus between the services provided by the Vocational Rehabilitation Programs and the Independent Living Centers, the Committee sponsored S.B. 16-093. Senate Bill 16-093 (Transfer Independent Living Services to CDLE) transfers the funding

and oversight of Independent Living Centers from the Department of Human Services to the Department of Labor and Employment on July 1, 2016. This bill was passed with the support of the Department of Labor and Employment as well as the Independent Living Centers. The bill is awaiting the Governor's signature.

In order to differentiate the funding for the administrative costs associated with the Office from the funds appropriated for services, staff is recommending the following line item structure in the Department of Labor and Employment. The Department of Labor and Employment supports the structure.

<p>Department of Labor and Employment</p> <p>(7) Division of Vocational Rehabilitation and Independent Living Services</p> <p> (A) Vocational Rehabilitation Programs</p> <p> (B) Office of Independent Living Services</p> <p> Program Costs</p> <p> Independent Living Services</p>
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In order to provide the Independent Living Centers with adequate support, assistance, and oversight, staff recommends 4.0 FTE be added:

- A Program Manager, responsible for interaction and communication with Independent Living Centers and the Vocational Rehabilitation Programs;
- A Program Assistant to provide administrative and technical assistance to Independent Living Centers as well as interactions with the State Independent Living Council;
- An accountant to oversee the contracts with Independent Living Centers including billing and reimbursement activities;
- An Administrative Assistant to coordinate and track reports and questions from Independent Living Centers as well as travel and scheduling for the program manager and program assistance.

The following table summarizes the costs being transferred from the Department of Human Services and the line item appropriations recommended for the Department of Labor and Employment. The recommendation includes funding centrally appropriated lines for the new FTE to ensure that the centrally appropriated costs for the FTE are paid for from the appropriate source due to the limited amount of General Fund the Department of Labor and Employment currently has.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Summary of Transfer of Funds for Independent Living Centers				
	Total Funds	General Fund	Cash Funds	Federal Funds
Total Funds in Department of Human Services				
FY 2015-16 funding	\$5,221,066	\$4,831,945	\$29,621	\$359,500
S.B. 15-240 Second year funding	2,000,000	2,000,000	0	0
FY 2016-17 Total Funds For Independent Living Services	\$7,221,066	\$6,831,945	\$29,621	\$359,500
Department of Labor and Employment				
Centrally Appropriated Costs	\$51,201	\$51,201	\$0	\$0
Program Costs	206,065	206,065	0	0
FTE	4.0	4.0	0.0	0.0
Independent Living Services	6,936,282	6,547,161	29,621	359,500
Indirect Costs	27,518	27,518	0	0
Department and Labor and Employment Total	\$7,221,066	\$6,831,945	\$29,621	\$359,500

➔ Staff Initiated Closure of an Independent Living Center

Request: Neither Department requested this change.

Recommendation: Staff recommends a reduction of \$600,000 General Fund for Independent Living Services line item due to the closure of Mile High Independent Living Center on January 27, 2016.

Analysis: As of January 27, 2016, the Mile High Independent Living Center closed. Mile High Independent Living Center was one of the ten Centers used to calculate the appropriation increases associated with implementation of the formula in S.B. 15-240. Since there are now nine Centers providing independent living services, the Committee could do three different things related to the appropriation for independent living services:

- Reduce the appropriation for independent living services by \$600,000 General Fund to remove the base funding provided to each Center as required by 8-85-103 (4) (a), C.R.S.;
- Reduce the appropriation by approximately \$640,000 General Fund to remove the base and "other factors" funding for the Mile High Independent Living Center; or
- Do nothing and allow an additional approximately \$640,000 General Fund be used by the remaining nine Centers for services. The \$640,000 General Fund would be distributed according to the other factors that were agreed to by all the Centers in September 2015.

Staff is recommending a reduction of \$600,000 General Fund for services based on the statutorily required base amount. If the Department of Labor and Employment determines there

is a need for an additional Center the Department of Labor and Employment can submit a decision item to increase the appropriation in future years.

➔ Staff Initiated Community Provider Rate for Independent Living Centers

Request: The Department of Human Services included the Independent Living Centers in the requested community provider rate reduction of 1.0 percent for FY 2016-17. A reduction of 1.0 percent based on the Department's request for Independent Living Centers equals \$48,319 General Fund.

Recommendation: Staff recommends no reduction to the Independent Living Centers for the community provider rate in accordance with Committee policy.

Analysis: The staff recommendation for General Fund dollars for independent living services that would be subject to the community provider rate is \$5,974,679.

➔ Vocational Rehabilitation Programs - Footnotes and Requests for Information

Footnote

Staff recommends adding the following footnote to the Department of Labor and Employment:

- 3 Department of Labor and Employment, Division Of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs -- In addition to the transfer authority provided in Section 24-75-108, C.R.S., the Department may transfer up to 10.0 percent of the total appropriation between the Personal Services, Operating Expenses, Vocational Rehabilitation Services, School to Work Alliance Program; and the Vocational Rehabilitation Mental Health Services.

Comment: Since the Vocational Rehabilitation Programs are transferring to the Department of Labor and Employment on July 1, 2016, this footnote should be transferred to the Department of Labor and Employment. Since FY 2016-17 is the first year the Department of Labor and Employment will oversee the Vocational Rehabilitation Programs, staff is recommending the flexibility this footnote be provided so that the Department is able to maximum the funds for services without requiring additional supplemental action.

Request for Information

Staff recommends adding the following request for information be added to the Department of Labor and Employment:

Department of Labor and Employment, Division Of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs -- The Department is requested to provide quarterly reports on the number of individuals receiving vocational rehabilitation services including: a break-down by category of the number of individuals receiving services; the average cost by category of services; the projected fiscal year expenditures, and the projected balance of the State's federal vocational rehabilitation account.

Comment: Since the Vocational Rehabilitation Programs are transferring to the Department of Labor and Employment on July 1, 2016, this request for information should be transferred to the Department of Labor and Employment. The information provided in the previous Department of Human Services' responses to the request were informative and allowed the Committee to remain update on the status of Vocational Rehabilitation expenditures and caseload. Since the Vocational Rehabilitation Programs are being transferred, keeping this request for information will ensure quarterly information is available on the status of program expenditures and caseload.

CDLE (7) Division of Vocational Rehabilitation and Independent Living Services

This division is created for FY 2016-17 and will consist of two subdivisions: (A) Vocational Rehabilitation Programs and (B) Office of Independent Living Services.

(A) *Vocational Rehabilitation Programs* assists individuals, whose disabilities result in barriers to employment or independent living with attaining and maintaining employment and/or independent living. At any of the forty-three field and satellite offices located throughout the state, rehabilitation counselors work with clients to assess their needs and identify appropriate vocational rehabilitation services. Specialized vocational rehabilitation programs include:

- The School-to-Work Alliance Program which provides job development, on-the-job training, and job-site support to students with disabilities in a school setting; and
- The Business Program for Individuals Who Are Blind assists blind or visually-impaired individuals in operating vending and food service businesses in approximately 47 state and federal buildings. The Program is the result of the federal Randolph-Sheppard Vending Facility Program, and gives priority to blind and visually impaired individuals who wish to operate and manage food and vending services in federal and state government office buildings and facilities. The vending services encompass cafeterias, snack bars, convenience stores, vending machine units, copy machines and coin operated laundry machines. Federal law designates the Division of Vocational Rehabilitation (DVR) as the State Licensing Agency (SLA) responsible for the administration of the Federal Randolph-Sheppard Vending Facility Program.

Funding for all Vocational Rehabilitation Programs is based on a 21.3 percent state contribution and 78.7 percent federal match. The general Vocational Rehabilitation Programs are primarily funded from General Fund and federal funds. The funding for the School-to-Work Alliance Program is reappropriated funds from the Department of Education and federal funds. Funding for the Business Enterprise Program is a combination of cash funds from the Business Enterprise Cash Fund and federal funds.

(B) *Independent Living Services* provides funding to the nine Independent Living Centers in Colorado that provide independent living services to individuals with significant disabilities. The goal of independent living services is to provide individuals with the resources and skills to life independently in the community. Funding for independent living services is primarily General Fund, with a small amount of client cash funds and federal funds.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Division of Vocational Rehabilitation and Independent Living Services						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$0	\$0	\$0	\$0	\$0	0.0
Other Legislation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
SB 15-239 Transfer of DVR funding	48,068,484	4,442,703	789,147	4,939,313	37,897,321	229.7
SB 16-093 (Transfer Independent Living Services)	7,169,865	6,780,744	29,621	0	359,500	4.0
Closure of Independent Living Center	<u>(600,000)</u>	<u>(600,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$54,638,349	\$10,623,447	\$818,768	\$4,939,313	\$38,256,821	233.7
Increase/(Decrease)	\$54,638,349	\$10,623,447	\$818,768	\$4,939,313	\$38,256,821	233.7
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$48,039,446	\$4,436,518	\$789,147	\$4,939,313	\$37,874,468	229.7
Request Above/(Below) Recommendation	(\$6,598,903)	(\$6,186,929)	(\$29,621)	\$0	(\$382,353)	(4.0)

LINE ITEM DETAIL – DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES

(A) Vocational Rehabilitation Programs

Personal Services

***NEW FOR FY 2016-17 MOVED FROM DEPARTMENT OF HUMAN SERVICES**

This line item funds the personnel costs of programmatic and administrative staff including the vocational rehabilitation counselors responsible for the provision of client services.

Statutory Authority: Sections 8-84-103, C.R.S.

Request: The Department requests an appropriation of \$15,939,624 total funds, including \$3,392,568 General Fund and 223.7 FTE. The request includes the following changes from the FY 2015-16 appropriation:

- An increase of \$15,939,624 total funds, of which \$3,392,568 is General Fund and 223.7 FTE for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Recommendation: Staff recommends an appropriation of \$15,939,624 total funds, including \$3,392,568 General Fund. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Division of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs, Personal Services						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
Other Legislation	\$0	\$0	\$0	\$0	\$0	0.0
SB 15-234 (Long Bill)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Annualize prior year legislation	<u>15,939,624</u>	<u>3,392,568</u>	<u>0</u>	<u>0</u>	<u>12,547,056</u>	<u>223.7</u>
TOTAL	\$15,939,624	\$3,392,568	\$0	\$0	\$12,547,056	223.7
Increase/(Decrease)	\$15,939,624	\$3,392,568	\$0	\$0	\$12,547,056	223.7
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$15,939,624	\$3,392,568	\$0	\$0	\$12,547,056	223.7
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Vocational Rehabilitation Operating Expenses

***NEW FOR FY 2016-17 MOVED FROM DEPARTMENT OF HUMAN SERVICES**

This line item funds the operating expenses of the Vocational Rehabilitation program.

Statutory Authority: Sections 8-84-101 through 108, C.R.S.

Request: The Department requests an appropriation of \$2,539,404 total funds. The request includes an increase of \$2,539,404 total funds for the annualization of S.B. 15-239 (Transfer Vocational Rehab from DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends an appropriation of \$2,539,404 total funds. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

*JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision*

Division of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs, Operating Expenses						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Annualize prior year legislation	<u>2,539,404</u>	<u>0</u>	<u>0</u>	<u>540,893</u>	<u>1,998,511</u>	<u>0.0</u>
TOTAL	\$2,539,404	\$0	\$0	\$540,893	\$1,998,511	0.0
Increase/(Decrease)	\$2,539,404	\$0	\$0	\$540,893	\$1,998,511	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$2,539,404	\$0	\$0	\$540,893	\$1,998,511	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Vocational Rehabilitation Services

***NEW FOR FY 2016-17 MOVED FROM DEPARTMENT OF HUMAN SERVICES**

This line item funds direct client services provided by the Vocational Rehabilitation Programs for individuals whose disability results in barriers to employment of independent living. These services provide individuals with the skills to obtain and maintain employment and live independently in the community. Services include:

- Vocational rehabilitation assessments, counseling and guidance;
- Vocational and academic training, personal and vocational adjustment training, job coaching, on-the-job training, job-seeking skills training
- Placement services provided to assist an individual with a disability to find adequate and suitable employment in his/her chosen career;
- Supportive services including transportation, personal assistance services and services to family members may also be provided if necessary for the individual to utilize the services identified above; and
- Post-employment services may be provided to previously rehabilitated individuals to maintain or regain suitable employment.

Statutory Authority: Section 8-84-106, C.R.S.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Request: The Department requests an appropriation of \$14,831,622 total funds, including \$1,043,950 General Fund. The request includes an increase of \$14,831,622 total funds, of which \$1,043,950 is General Fund for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends an appropriation of \$14,831,622 total funds, including \$1,043,950 General Fund. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Division of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs, Vocational Rehabilitation Services						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Annualize prior year legislation	<u>14,831,622</u>	<u>1,043,950</u>	<u>0</u>	<u>2,115,185</u>	<u>11,672,487</u>	<u>0.0</u>
TOTAL	\$14,831,622	\$1,043,950	\$0	\$2,115,185	\$11,672,487	0.0
Increase/(Decrease)	\$14,831,622	\$1,043,950	\$0	\$2,115,185	\$11,672,487	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$14,831,622	\$1,043,950	\$0	\$2,115,185	\$11,672,487	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

School to Work Alliance Program

***NEW FOR FY 2016-17 MOVED FROM DEPARTMENT OF HUMAN SERVICES**

This line item funds the School to Work Alliance Program (SWAP) Contracts. SWAP is a collaborative program between Vocational Rehabilitation and the Colorado Department of Education (CDE). Vocational Rehabilitation contracts with School Districts and Boards of Cooperative Education Services (BOCES) to provide services to youth with mild to moderate disabilities that are transitioning from school into the workforce.

Statutory Authority: Sections 8-84-106, C.R.S.

Request: The Department requests an appropriation \$9,133,891 total funds. The request includes an increase of \$9,133,891 total funds for the annualization of S.B. 15-239 (Transfer Vocational Rehab from DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Recommendation: Staff recommends an appropriation of \$9,133,891 total funds. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Division of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs, School to Work Alliance Program						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Annualize prior year legislation	<u>9,133,891</u>	<u>0</u>	<u>34,647</u>	<u>1,910,872</u>	<u>7,188,372</u>	<u>0.0</u>
TOTAL	\$9,133,891	\$0	\$34,647	\$1,910,872	\$7,188,372	0.0
Increase/(Decrease)	\$9,133,891	\$0	\$34,647	\$1,910,872	\$7,188,372	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$9,133,891	\$0	\$34,647	\$1,910,872	\$7,188,372	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Vocational Rehabilitation Mental Health Services

***NEW FOR FY 2016-17 MOVED FROM DEPARTMENT OF HUMAN SERVICES**

This line item funds the provision of mental health services to eligible individuals who are receiving vocational rehabilitation services. The Vocational Rehabilitation Program contracts with mental health providers for these services.

Statutory Authority: Sections 8-84-106, C.R.S.

Request: The Department requests an appropriation \$1,748,180 total funds. The request includes an increase of \$1,748,180 total funds for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends an appropriation \$1,748,180 total funds. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Division of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs, Vocational Rehabilitation Mental Health Services						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Annualize prior year legislation	1,748,180	0	0	372,363	1,375,817	0.0
TOTAL	\$1,748,180	\$0	\$0	\$372,363	\$1,375,817	0.0
Increase/(Decrease)	\$1,748,180	\$0	\$0	\$372,363	\$1,375,817	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$1,748,180	\$0	\$0	\$372,363	\$1,375,817	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Business Enterprise Program for People who are Blind

***NEW FOR FY 2016-17 MOVED FROM DEPARTMENT OF HUMAN SERVICES**

The Business Enterprise Program assists blind or visually-impaired individuals in operation of vending and food service businesses in approximately forty-five state and federal buildings. The Program is the result of the federal Randolph-Sheppard Vending Facility, which give priority to blind and visually impaired individuals who wish to operate and manage food and vending services in federal and state government office buildings and facilities. The Program utilizes funding from this line item to support site development, initial merchandise and supply inventory, purchasing equipment, and providing technical support to vendors. After initial set-up is established, managers operate the facility with revenue from food sales. All operators pay a certain percentage of their profits, up to 13.0 percent, to support the Program. This revenue is deposited into the Business Enterprise Cash Fund. Moneys in the Business Enterprise Cash Fund are used to match federal funds, which cover most associated Program expenditures at a rate of \$1.00 cash funds to \$3.69 federal funds (78.7 percent federal match rate).

Statutory Authority: Sections 8-84-201 through 208, C.R.S.

Request: The Department requests an appropriation of \$1,532,125 total funds and 6.0 FTE. The request includes the following changes from the FY 2015-16 appropriation:

- An increase of \$1,532,125 total funds and 6.0 FTE for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Recommendation: Staff recommends an appropriation of \$1,532,125 total funds and 6.0 FTE. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Division of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs, Business Enterprises Program for People Who Are Blind						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Annualize prior year legislation	<u>1,532,125</u>	<u>0</u>	<u>325,500</u>	<u>0</u>	<u>1,206,625</u>	<u>6.0</u>
TOTAL	\$1,532,125	\$0	\$325,500	\$0	\$1,206,625	6.0
Increase/(Decrease)	\$1,532,125	\$0	\$325,500	\$0	\$1,206,625	6.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$1,532,125	\$0	\$325,500	\$0	\$1,206,625	6.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Business Enterprise Program - Program Operated Stands, Repair Costs, and Operator Benefits

***NEW FOR FY 2016-17 MOVED FROM DEPARTMENT OF HUMAN SERVICES**

This line item pays for costs associated with the Business Enterprise Program that are not eligible for the federal match including: costs associated with temporary state operation of vending facilities when a vendor leaves the program; equipment maintenance and repair during this interim period; and payments to operators to support their health insurance, IRA contributions, and vacation pay (operators are not state employees). Revenues from the operation of the vending stands and payments by the vendors support this program. Expenses and revenues in this line item are highly unpredictable, as they are dependent upon whether one or more operators abandon sites during the year.

Statutory Authority: Sections 8-84-201 through 208, C.R.S.

Request: The Department requests an appropriation of \$429,000 cash funds. The request includes an increase of \$429,000 cash funds for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Recommendation: Staff recommends an appropriation of \$429,000 cash funds. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Division of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs, Business Enterprises Program - Program Operated Stands, Repair Costs, and Operator Benefits						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Annualize prior year legislation	<u>429,000</u>	<u>0</u>	<u>429,000</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$429,000	\$0	\$429,000	\$0	\$0	0.0
Increase/(Decrease)	\$429,000	\$0	\$429,000	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$429,000	\$0	\$429,000	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Federal Social Security Reimbursement

***NEW FOR FY 2016-17 MOVED FROM DEPARTMENT OF HUMAN SERVICES**

This line item funds the purchase of services outlined in a consumer's individualized plan for employment including training and assistive technology. The federal funds in this line item represent incentive payments from the federal Supplemental Security Income Program (SSI Program) when vocational rehabilitation programs successfully remove people from the SSI Program.

Statutory Authority: Section 8-84-107, C.R.S.

Request: The Department requests an appropriation of \$1,885,600 federal funds. The request includes an increase of \$1,885,600 federal funds for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends an appropriation of \$1,885,600 federal funds. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Division of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs, Federal Social Security Reimbursements						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
Annualize prior year legislation	<u>1,885,600</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,885,600</u>	<u>0.0</u>
TOTAL	\$1,885,600	\$0	\$0	\$0	\$1,885,600	0.0
Increase/(Decrease)	\$1,885,600	\$0	\$0	\$0	\$1,885,600	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$1,885,600	\$0	\$0	\$0	\$1,885,600	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(B) Office of Independent Living Services

Program Costs

***NEW LINE RECOMMENDED FOR FY 2016-17**

This line item, recommended for FY 2016-17 will fund the personnel and operating costs associated with state support for the provision of independent living services by the ten Independent Living Centers. The line is created as a result of the consensus recommendations by the Independent Living Centers during the statutorily required formula process for S.B. 15-240 (Funding Formula Independent Living Centers).

Statutory Authority: Section 8-85-103 (1), C.R.S.

Request: The Department did not request this line.

Recommendation: Staff recommends an appropriation of \$206,065 General Fund and 4.0 FTE. The recommendation is based on the Independent Living Centers consensus recommendation for state support to ensure the funds appropriated for services are used in the most effective manner. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Division of Vocational Rehabilitation and Independent Living Services, Office of Independent Living Services, Program Costs					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	0.0
SB 16-093 (Transfer Independent Living Services)	<u>206,065</u>	<u>206,065</u>	<u>0</u>	<u>0</u>	<u>4.0</u>
TOTAL	\$206,065	\$206,065	\$0	\$0	4.0
Increase/(Decrease)	\$206,065	\$206,065	\$0	\$0	4.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:					
Request Above/(Below) Recommendation	(\$206,065)	(\$206,065)	\$0	\$0	(4.0)

Independent Living Services

***NEW LINE RECOMMENDED FOR FY 2016-17**

This line item, recommended for FY 2016-17 provides funding for independent living services. These services include:

- Information and referral services;
- Independent living skills training;
- Peer counseling, including cross-disability peer counseling;
- Individual and systems advocacy; and
- Transition services or diversion from nursing homes and institutions to home- and community-based living;
- Transition services upon leaving secondary education; and
- Any other services and assistance as defined by federal regulations.

Statutory Authority: Section 8-85-103 (2) (a), C.R.S.

Request: The Department did not request this line item.

Recommendation: Staff recommends an appropriation of \$6,363,800 total funds, of which \$5,974,679 is General Fund. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Division of Vocational Rehabilitation and Independent Living Services, Office of Independent Living Services, Independent Living Services					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	0.0
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$0	\$0	\$0	\$0	0.0
SB 16-093 (Transfer Independent Living Services)	6,963,800	6,574,679	29,621	359,500	0.0
Closure of Independent Living Center	(600,000)	(600,000)	0	0	0.0
TOTAL	\$6,363,800	\$5,974,679	\$29,621	\$359,500	0.0
Increase/(Decrease)	\$6,363,800	\$5,974,679	\$29,621	\$359,500	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:					
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0
Request Above/(Below) Recommendation	(\$6,363,800)	(\$5,974,679)	(\$29,621)	(\$359,500)	0.0

Decision Items Impacting Multiple Divisions

➔ NP2 FMAP Decrease & NPBA4 FMAP Adjustment

Request: The Department requests net zero adjustment for change to reflect changes in the federal match rate for the Medicaid program. Colorado's federal medical assistance percentage (FMAP) will change as a result of a decrease in the ratio of estimated per capita income in Colorado compared to the national average. Federal law provides for match rates ranging from 50 percent to 83 percent. For Colorado, the standard FMAP will decrease from 50.79 percent in SFY 2015-16 to 50.20 percent in SFY 2016-17. [Please note that administrative costs are typically reimbursed with a 50.0 percent federal match rate, which remains unchanged for FY 2016-17.]

Recommendation: Staff recommends the Committee approve the changes. Since the funds impacted by the FMAP change are reappropriated funds, there is not fiscal impact to the Department of Human Services.

(1) Executive Director’s Office

The Executive Director's Office is comprised of two subdivisions: (A) General Administration and (B) Special Purpose.

(A) *General Administration* is responsible for the management and administration of the Department, performing such functions as budgeting, human resources, and quality control, as well as some program supervision, coordination, and evaluation. This section includes centrally appropriated line items, such as workers' compensation, legal services, administrative law judge services, and payments related to risk management. Funding for this subdivision is from General Fund, cash funds including the Records and Reports Fund, reappropriated funds including Medicaid reappropriated funds, and federal funds.

(B) *Special Purpose* funds a number of special purpose programs within the Department of Human Services. Within this document recommendations are made for the following three programs: Employment and Regulatory Affairs, Developmental Disabilities Council, and Commission for the Deaf and Hard of Hearing. Funding for this subdivision includes General Fund, cash funds, reappropriated funds from the Department of Regulatory Affairs, and federal funds.

This document includes recommendations for all line items within (A) General Administration and three line items within (B) Special Purpose.

Executive Director's Office						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$92,583,577	\$55,258,057	\$3,597,713	\$19,638,349	\$14,089,458	135.4
Other legislation	(270,372)	(270,372)	0	0	0	0.0
HB 16-1242 (Supplemental Bill)	<u>73,835</u>	<u>73,835</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$92,387,040	\$55,061,520	\$3,597,713	\$19,638,349	\$14,089,458	135.4
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$92,387,040	\$55,061,520	\$3,597,713	\$19,638,349	\$14,089,458	135.4
R2 DYC security staffing in facilities - Phase 2	438,110	438,110	0	0	0	0.0
Staff initiated deaf blind services	172,778	0	0	172,778	0	2.0
R7 Continuation of child care quality initiatives	121,681	0	0	0	121,681	0.0
R3 Court-ordered competency evaluations and restoration treatment	40,950	40,950	0	0	0	0.0
NP5 Resources for Administrative Courts	35,572	22,055	1,067	0	12,450	0.0

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Executive Director's Office						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
R14/BA6 Behavioral health crisis services staffing	32,321	32,321	0	0	0	0.0
BA1 Early childhood mental health specialists	10,144	0	0	0	10,144	0.0
R11 Intensive residential treatment for SUD	0	0	0	0	0	0.0
R6 Children's savings accounts	0		0	0	0	0.0
R1 County child welfare staff - phase 2	0	0	0	0	0	0.0
R19 Community provider rate adjustment	0	0	0	0	0	0.0
Annualize prior year budget action	(4,620,236)	(2,959,542)	(89,833)	(906,824)	(664,037)	0.0
Annualize prior year legislation	(242,450)	(242,450)	0	0	0	0.0
Centrally appropriated line items	<u>(226,679)</u>	<u>952,193</u>	<u>234,313</u>	<u>(361,887)</u>	<u>(1,051,298)</u>	<u>0.0</u>
JBC staff-initiated base change	(112,186)	(68,490)	(17,386)	(13,737)	(12,573)	0.0
Annualize SB 15-239	(96,326)	(20,517)	0	0	(75,809)	0.0
TOTAL	\$87,940,719	\$53,256,150	\$3,725,874	\$18,528,679	\$12,430,016	137.4
Increase/(Decrease)	(\$4,446,321)	(\$1,805,370)	\$128,161	(\$1,109,670)	(\$1,659,442)	2.0
Percentage Change	(4.8%)	(3.3%)	3.6%	(5.7%)	(11.8%)	1.5%
FY 2016-17 Executive Request:	\$90,278,026	\$55,285,140	\$3,835,089	\$18,556,603	\$12,601,194	135.4
Request Above/(Below) Recommendation	\$2,337,307	\$2,028,990	\$109,215	\$27,924	\$171,178	(2.0)

Note: Only lines highlighted in yellow are recommended in this document. All other lines reflect staff recommendations for items which include funds for changes originating in other divisions.

DECISION ITEMS - EXECUTIVE DIRECTOR'S OFFICE

R19 Community Provider Rate

Request: The Department's request includes a reduction of \$11,778 General Fund for a 1.0 percent provider rate decrease for the Commission for the Deaf and Hard of Hearing.

Recommendation: Consistent with the Committee's common policy, staff's recommendations do not include any funding change related to provider rates.

Analysis: The total funds recommended for the Commission for the Deaf and Hard of Hearing that would be subject to the provider rate change is \$822,803 total funds of which \$136,660 General Fund and \$686,143 reappropriated funds from the Department of Regulatory Agencies.

➔ Nonprioritized Items from the Department of Personnel

Requests: There are two non-prioritized requests from the Department of Personnel:

- NP5 Resources for Administrative Courts is a request for an increase of \$35,572 total funds, including \$22,055 General Fund for the administrative law judge services in the Department of Personnel; and
- NPBA1 Risk Management Appropriation is a request for an increase of \$112,055 total funds, including \$59,737 General Fund for increased workers' compensation legal service costs in the Department of Personnel.

Recommendation: Staff recommendations reflect the Committee actions during the February 25, 2016 operating common policy figure setting by the Alfredo Kemm. The Committee approved NP5 Resources for Administrative Courts and included the NPBA1 Risk Management Appropriation adjustment in the recommendation for workers' compensation. Staff recommendations for the Administrative Law Judge Services and Workers' Compensation line items reflect these actions.

➔ Staff Initiated - Funding for Deaf-Blind Services

Request: The Commission for the Deaf and Hard of Hearing recommended \$155,307 total funds -and 1.5 FTE for services for individuals who are deaf blind. The Department did not request this funding but indicated in their hearing responses that "the Department supports the work of the Commission and is working with the Commission to refine and prioritize recommendations."

Recommendation: Staff recommends an appropriation of \$172,778 reappropriated funds from the Department of Regulatory Agencies, Disabled Telephone Users Fund and 2.0 FTE for the Commission for the Deaf and Hard of Hearing to provide services for individuals who are deaf-blind. The table below compares the Commission's recommendation with the staff recommendation.

Services for Individuals Who Are Deaf and Blind Recommendation and Request			
Item	Commission Recommendation	Staff Recommendation	Difference
Outreach Consultant	\$54,962	\$53,098	(\$1,864)
FTE	1.0	1.0	0.0
Deaf-Blind Service Coordinator	26,623	45,958	19,335
FTE	0.5	1.0	0.5
Service Support Professional Services	36,000	36,000	0
Orientation and Mobility Services	16,200	16,200	0
Training for Service Support Professional	7,920	7,920	0
Training for Orientation and Mobility Providers	13,600	13,600	0
Total	\$155,307	\$172,778	\$17,472

Analysis:

Explanation of Recommendation and Differences from Request

The Commission for the Deaf and Hard of Hearing (Commission) and the Deaf-Blind Task Force made effective arguments for why funding for services for individuals who are deaf-blind is needed. Colorado currently has a limited array of services available for deaf-blind people, such as assistive technology through the federally funded National Deaf-Blind Equipment Distribution Program. There are limited employment and housing services for individuals who are deaf-blind who qualify for those services. Individuals who are deaf-blind typically do not know these services are available, or the services are not tailored for the unique needs of individuals who are deaf-blind. Services are insufficiently funded so that individuals who are deaf-blind people cannot access them to the degree that would enable independence.

Staff agrees with the Commission and the Deaf-Blind Task Force and is recommending funding with two differences from the request. First the recommendation is for 2.0 FTE instead of 1.5 FTE. The reason staff is recommending 0.5 FTE more for the Deaf-Blind Services Coordinator. The Deaf-Blind Services Coordinator will be responsible for establishing, organization and administering a state-wide program for the provision of deaf-blind services. FY 2016-17 will be the first year and include significant start-up work, research, outreach and provider recruitment. Staff believes all of the time required to complete the work will exceed a 0.5 FTE. Additionally since the program is intended to be statewide, funding for 1.0 FTE provides the Commission with the flexibility to hire more than one individual from different parts of the state to coordinate services since it would be difficult for one individual in Denver to know the needs of individuals in other parts of the state.

The other difference from the request is a technical difference in pay for the Outreach Consultant. The staff recommendation is based on the current pay range which was not available when the Commission calculated their figure.

Revenue Impact

The Commission for the Deaf and Hard of Hearing is funded by General Fund and reappropriated funds from the Disabled Telephone Users Fund in the Department of Regulatory Agencies. The Disabled Telephone Users Fund (Fund) receives revenue from a monthly surcharge on landlines. The surcharge has been set artificially low to shrink the Fund's balance because the Fund has been out of compliance with the 16.5 percent uncommitted reserve limit. The surcharge will need to increase in FY 2016-17 to support existing obligations of the Fund regardless of whether deaf-blind services are funded. The following table summarizes, holding all other expenditures/appropriations constant, that the surcharge will need to increase from the current \$0.05 per month per landline to \$0.13 per month per landline.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Disabled Telephone Users Fund With Funding for				
	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
Beginning Fund Balance	\$4,318,798	\$4,629,006	\$2,717,182	\$798,007
Revenue				
Current surcharge revenue	3,342,488	996,831	996,831	996,831
Surcharge increase				1,498,344
Expenditures				
Ongoing Expenditures	(3,032,280)	(2,908,655)	(2,916,006)	(2,909,702)
Deaf-Blind Services				(172,778)
Ending Fund Balance	\$4,629,006	\$2,717,182	\$798,007	\$210,702

*Assumes 1,560,775 landlines are paying an additional \$0.08 monthly fee in FY 2016-17

Background - Senate Bill 15-178 and Number of Deaf-Blind Individuals

Senate Bill 15-178 (Sunset Continue Commission for Deaf and Hard of Hearing) was the continuation bill for the Commission for the Deaf and Hard of Hearing (Commission). Senate Bill 15-178 expanded the Commission's mandate to service individuals who are deaf-blind pursuant to Section 26-21-103 (3.6), C.R.S. The final fiscal note for S.B. 15-178 did not reflect an expenditure increase. The Department indicated in the hearing response to the question on why these costs were not included in the fiscal note that the fiscal note was based on current operations of the Commission and "not what the Commission identified as goals for future operations, as described in the October 2015 annual report. The fiscal note did not contemplate any costs associated with future recommendations or proposals established pursuant to statutory authority." Notwithstanding whether or not the costs for deaf-blind services should have been included in the fiscal note, legislation expanded the mandate for services for individuals who are deaf-blind.

There are estimated to be at least 5,000 individuals who are deaf-blind in Colorado, but only limited services are available to them. The Committee asked a number of questions during the briefing and hearing about how the 5,000 figure was calculated. The following table provided by the Deaf-Blind Taskforce with data from the Helen Keller National Center summarizes how the estimated number of individuals who are deaf-blind in Colorado was calculated.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

	Very Conservative Low (Floor) – Nationwide	Conservative High – Nationwide	Very Conservative Low (Floor) – Colorado	Conservative High – Colorado
Range	40,000 to 70,000 ¹	318,900 to 1,250,000 ²	672 to 1176 ³	5,356 to 20,994 ⁴
Average	55,000	784,450	924	13,175
Children aged 17 and under (23.1% of population) ⁵	9,240 to 16,170	73,666 to 288,750	155 to 272	1,237 to 4,850
Adults 18-64 (62.4% of population)	24,960 to 43,680	198,994 to 780,000	419 to 734	3,342 to 13,100
Adults 65 and over (14.5% of population) ⁶ (with vision & hearing loss from birth or early adulthood)	5,800 to 10,150	46,241 to 181,250	97 to 171	777 to 3,044
All Adults 18 and over (76.9% of population)	30,760 to 53,830	245,234 to 961,250	517 to 905	4,119 to 16,144

Individuals who are deaf-blind require four core services to live independently in the community:

- Assistive technology which includes captioned and amplified telephones, wireless devices, and ring signalers;
- Interpreters and support services providers who are trained professionals who provide visual and environmental information and human guide services;
- Orientation and mobility training so individuals are able to safely navigate their community; and
- Employment and housing accommodations.

¹ Helen Keller National Center <http://www.hknc.org/AboutUsWHOWESERVE.htm>

² Calculated from 2010 US Census Data, generally accepted occurrence of deaf-blindness, and Sansing 2006 estimates

³ Calculated from HKNC data, 2010 US Census data, and generally accepted occurrence of deaf-blindness

⁴ Calculated from 2014 US Census data, generally accepted occurrence of deaf-blindness, and Sansing 2006 estimates.

⁵ US Census Bureau Quick Facts: <http://www.census.gov/quickfacts/table/PST045215/00> and US Interagency Forum on Child and Family Statistics, <http://www.childstats.gov/americaschildren/demo1.asp>

⁶ US Census Bureau Quick Facts: <http://www.census.gov/quickfacts/table/PST045215/00>

Commission Recommendation for Deaf Blind Services

As a result of the statutory mandate the Commission recommended in their October 23, 2015 report an additional 1.5 FTE for deaf-blind services, of which:

- 1.0 FTE will be an outreach consultant who is responsible for finding individuals who are deaf-blind, determining what resources are available for these individuals, providing assistance to connect individuals with services, and providing technical assistance to public and private entities to ensure appropriate services are being provided to individuals who are deaf-blind; and
- 0.5 FTE Deaf-Blind Services Coordinator will be responsible for developing and administering a statewide program that provides deaf-blind services, including service support professionals and orientation and mobility training.

The Commission recommendation includes funding for service support professionals and orientation and mobility training in the amount of:

- 12 hours of service support professionals (SSP) services for 15 individuals in FY 2016-17. The recommendation includes expanding the number to 25 individuals and 16 hours per month in FY 2017-18.
- 12 hours of individualized orientation and mobility training for 10 individuals in FY 2016-17. This amount would increase to 20 individuals in FY 2017-18.

Other State Deaf-Blind Programs

Staff contacted the National Association of State Legislatures (NCSL) to obtain information about how other states provide services to individuals who are deaf-blind. NCSL found that Minnesota, Wisconsin, Maryland, and Massachusetts have programs specific to deaf-blind services. Minnesota utilizes at least four personnel to provide "direct services to adults with deaf-blindness, including independent living training." Wisconsin has the Center for Deaf-Blind Persons that employs six staff including education specialists, trainers, and outreach coordinators. The Center for Deaf-Blind Persons provides rehabilitation services, independent living services, maintains a community SSP program, and is available for public outreach, education, and technical assistance. Maryland provides braille training, orientation and mobility services, job coaching, and operates a service support professionals program. Massachusetts has one of the larger state funded programs created by legislation. The Massachusetts program has been consistently funded at \$450,000 for fifteen years and provides support to 78 individuals who are deafblind. The Massachusetts Program is a comprehensive program which includes services such as vocational rehabilitation, independent living, and social services for all Massachusetts citizens who are deaf-blind and day/residential services for transition-age individuals who are deaf-blind. There are between 8.0 and 9.0 FTE working exclusively on services for individuals who are deaf-blind⁷. The Massachusetts Program is considered a good example of a well-funded and long standing program.

⁷ Information provided by staff from the National Conference of State Legislatures and staff from the Hellen Keller National Center and Perkins School for the Blind.

LINE ITEM DETAIL – EXECUTIVE DIRECTOR'S OFFICE

(A) General Administration

Personal Services

This line funds the personnel costs of the Executive Director's Office.

Statutory Authority: Section 26-1-105, C.R.S.

Request: The Department requests an appropriation of \$2,059,810 total funds, of which \$708,366 is General Fund and \$193,073 is Medicaid reappropriated funds and 15.3 FTE. The request includes the following changes from the FY 2015-16 appropriation:

- An increase for the annualization of FY 2015-16 salary survey and merit pay; and
- An increase of \$9,439 General Fund to annualize the FY 2015-16 supplemental reductions related to repaying the U.S. Food and Nutrition Service for federal moneys used in error by the Department for modifications to the Colorado Benefits Management System (CBMS).

Recommendation: Staff recommends the Department's request for an appropriation of \$2,059,810 total funds, of which \$708,366 is General Fund and \$193,073 is Medicaid reappropriated funds and 15.3 FTE. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, General Administration, Personal Services						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$2,011,581	\$680,394	\$108,802	\$310,734	\$911,651	15.3
HB 16-1242 (Supplemental Bill)	(9,439)	(9,439)	0	0	0	0.0
TOTAL	\$2,002,142	\$670,955	\$108,802	\$310,734	\$911,651	15.3
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$2,002,142	\$670,955	\$108,802	\$310,734	\$911,651	15.3
Annualize prior year budget action	57,668	37,411	6,270	8,682	5,305	0.0
TOTAL	\$2,059,810	\$708,366	\$115,072	\$319,416	\$916,956	15.3
Increase/(Decrease)	\$57,668	\$37,411	\$6,270	\$8,682	\$5,305	0.0
Percentage Change	2.9%	5.6%	5.8%	2.8%	0.6%	0.0%
FY 2016-17 Executive Request:	\$2,059,810	\$708,366	\$115,072	\$319,416	\$916,956	15.3
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Health, Life, and Dental

This line funds the Department's share of the state's group health, life and dental insurance plans for state employees.

Statutory Authority: Sections 24-50-603 (9) and 24-50-611, C.R.S.

Request: The Department requests an appropriation of \$33,117,798 total funds, of which \$22,503,937 is General Fund and \$6,585,648 is Medicaid reappropriated funds. The request includes the following changes from the FY 2015-16 appropriation:

- An increase of \$23,781 General Fund for R1 County Child Welfare Staff - Phase 2;
- An increase of \$634,175 General Fund for R2 DYC Security Staffing in Facilities - Phase 2;
- An increase of \$63,417 General Fund for R3 Court Ordered Evaluation and Jailed-based Bed Space;
- An increase of \$79,270 federal funds R7 Continuation of Child Care Quality Initiatives;
- An increase of \$15,854 cash funds for R11 Intensive Residential Treatment for SUB;
- An increase of \$23,781 General Fund for R14 Behavioral Health Crisis Services Staffing;
- An increase of \$5,749 federal funds for BA1 Early Childhood Mental Health Specialists;
- A reduction of \$1,718,343 total funds, including an increase of \$172,066 General Fund for the Department's common policy adjustment; and
- A net zero change for the FMAP adjustment.

Recommendation: Staff recommends an appropriation of \$32,736,387 total funds, of which \$22,142,423 is General Fund and \$6,585,648 is Medicaid reappropriated funds. The differences from the request include:

- No increase Fund for R1 County Child Welfare Staff - Phase 2;
- An increase of \$292,399 General Fund for R2 DYC Security Staffing in Facilities - Phase 2;
- An increase of \$15,854 General Fund for R3 Court Ordered Evaluation and Jailed-based Bed Space;
- No increase for R11 Intensive Residential Treatment for SUB;
- An increase of \$19,817 General Fund for R14 Behavioral Health Crisis Services Staffing; and
- An increase of \$5,749 federal funds for BA1 Early Childhood Mental Health Specialists;

The recommendation is calculated in accordance with Committee policy and outlined in the following table. If the Committee makes any changes to the Committee policy for health, life and dental funding staff requests permission to adjust the line accordingly.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Executive Director's Office, General Administration, Health, Life, and Dental						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$33,990,114	\$21,590,760	\$647,045	\$7,515,685	\$4,236,624	0.0
HB 16-1242 (Supplemental Bill)	<u>51,527</u>	<u>51,527</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$34,041,641	\$21,642,287	\$647,045	\$7,515,685	\$4,236,624	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$34,041,641	\$21,642,287	\$647,045	\$7,515,685	\$4,236,624	0.0
R2 DYC security staffing in facilities - Phase 2	292,399	292,399	0	0	0	0.0
R7 Continuation of child care quality initiatives	79,270	0	0	0	79,270	0.0
R14/BA6 Behavioral health crisis services staffing	19,817	19,817	0	0	0	0.0
R3 Court-ordered competency evaluations and restoration treatment	15,854	15,854	0	0	0	0.0
BA1 Early childhood mental health specialists	5,749	0	0	0	5,749	0.0
R1 County child welfare staff - phase 2	0	0	0	0	0	0.0
R11 Intensive residential treatment for SUD	0	0	0	0	0	0.0
Centrally appropriated line items	<u>(1,718,343)</u>	<u>172,066</u>	<u>(103,865)</u>	<u>(605,758)</u>	<u>(1,180,786)</u>	<u>0.0</u>
TOTAL	\$32,736,387	\$22,142,423	\$543,180	\$6,909,927	\$3,140,857	0.0
Increase/(Decrease)	(\$1,305,254)	\$500,136	(\$103,865)	(\$605,758)	(\$1,095,767)	0.0
Percentage Change	(3.8%)	2.3%	(16.1%)	(8.1%)	(25.9%)	0.0%
FY 2016-17 Executive Request:	\$33,117,798	\$22,503,937	\$559,034	\$6,909,927	\$3,144,900	0.0
Request Above/(Below) Recommendation	\$381,411	\$361,514	\$15,854	\$0	\$4,043	0.0

Short-term Disability

This line item funds the Department's share of the state's short-term disability program which is administered by the Department of Personnel. Short-term disability is equal to 0.19 percent of salaries.

Statutory Authority: Sections 24-50-603 (9) and 24-50-611, C.R.S.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Request: The Department requests an appropriation of \$407,717 total funds, of which \$277,453 is General Fund and \$65,634 is Medicaid reappropriated funds. The request includes the following changes from the FY 2015-16 appropriation:

- An increase of \$282 General Fund for R1 County Child Welfare Staff - Phase 2;
- An increase of \$6,093 General Fund for R2 DYC Security Staffing in Facilities - Phase 2;
- An increase of \$1,048 General Fund for R3 Court Ordered Evaluation and Jailed-based Bed Space;
- An increase of \$828 federal funds R7 Continuation of Child Care Quality Initiatives;
- An increase of \$97 cash funds for R11 Intensive Residential Treatment for SUB;
- An increase of \$280 General Fund for R14 Behavioral Health Crisis Services Staffing;
- An increase of \$86 federal funds for BA1 Early Childhood Mental Health Specialists;
- An increase of \$25 General Fund for BA6 Behavioral Health Crisis Services Staffing; and
- A reduction of \$93,136 total funds, including an increase of \$48,973 General Fund for the Department's common policy adjustment.

Recommendation: Staff recommends an appropriation of \$404,087 total funds, of which \$273,968 is General Fund and \$65,634 is Medicaid reappropriated funds. The differences from the request include:

- No increase Fund for R1 County Child Welfare Staff - Phase 2;
- An increase of \$2,842 General Fund for R2 DYC Security Staffing in Facilities - Phase 2;
- An increase of \$339 General Fund for R3 Court Ordered Evaluation and Jailed-based Bed Space;
- No increase for R11 Intensive Residential Treatment for SUB;
- An increase of \$244 General Fund for R14 Behavioral Health Crisis Services Staffing; and
- An increase of \$86 federal funds for BA1 Early Childhood Mental Health Specialists.

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, General Administration, Short-term Disability						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$492,114	\$318,746	\$11,054	\$92,824	\$69,490	0.0
HB 16-1242 (Supplemental Bill)	<u>770</u>	<u>770</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$492,884	\$319,516	\$11,054	\$92,824	\$69,490	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$492,884	\$319,516	\$11,054	\$92,824	\$69,490	0.0
R2 DYC security staffing in facilities - Phase 2	2,842	2,842	0	0	0	0.0
R7 Continuation of child care quality initiatives	828	0	0	0	828	0.0

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Executive Director's Office, General Administration, Short-term Disability						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
R3 Court-ordered competency evaluations and restoration treatment	339	339	0	0	0	0.0
R14/BA6 Behavioral health crisis services staffing	244	244	0	0	0	0.0
BA1 Early childhood mental health specialists	86	0	0	0	86	0.0
R1 County child welfare staff - phase 2	0	0	0	0	0	0.0
R11 Intensive residential treatment for SUD	0	0	0	0	0	0.0
Centrally appropriated line items	<u>(93,136)</u>	<u>(48,973)</u>	<u>(2,783)</u>	<u>(18,159)</u>	<u>(23,221)</u>	<u>0.0</u>
TOTAL	\$404,087	\$273,968	\$8,271	\$74,665	\$47,183	0.0
Increase/(Decrease)	(\$88,797)	(\$45,548)	(\$2,783)	(\$18,159)	(\$22,307)	0.0
Percentage Change	(18.0%)	(14.3%)	(25.2%)	(19.6%)	(32.1%)	0.0%
FY 2016-17 Executive Request:	\$407,717	\$277,453	\$8,368	\$74,665	\$47,231	0.0
Request Above/(Below) Recommendation	\$3,630	\$3,485	\$97	\$0	\$48	0.0

S.B. 04-257 Amortization Equalization Disbursement

This line funds the costs associated with S.B. 04-257 which requires additional state contribution for employees in PERA. The Committee approved rates for CY 2016 and CY 2017 are 4.6 percent and 5.0 percent of the FY 2016-17 base salaries.

Statutory Authority: Sections 24-50-603 (9) and 24-50-611, C.R.S.

Request: The Department requests an appropriation of \$10,618,714 total funds, of which \$7,226,953 is General Fund and \$1,791,572 is Medicaid reappropriated funds. The request includes the following changes:

- An increase of \$7,135 General Fund for R1 County Child Welfare Staff - Phase 2;
- An increase of \$153,933 General Fund for R2 DYC Security Staffing in Facilities - Phase 2;
- An increase of \$26,473 General Fund for R3 Court Ordered Evaluation and Jailed-based Bed Space;
- An increase of \$20,901 federal funds R7 Continuation of Child Care Quality Initiatives;
- An increase of \$2,455 cash funds for R11 Intensive Residential Treatment for SUB;
- An increase of \$7,060 General Fund for R14 Behavioral Health Crisis Services Staffing;
- An increase of \$2,166 federal funds for BA1 Early Childhood Mental Health Specialists;
- An increase of \$642 General Fund for BA6 Behavioral Health Crisis Services Staffing; and
- An increase of \$93,136 total funds, including an increase of \$48,973 General Fund for the Department's common policy adjustment.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Recommendation: Staff recommends an appropriation of \$10,526,999 total funds, of which \$7,138,906 is General Fund and \$1,791,572 is Medicaid reappropriated funds. The differences from the request include:

- No increase Fund for R1 County Child Welfare Staff - Phase 2;
- An increase of \$71,808 General Fund for R2 DYC Security Staffing in Facilities - Phase 2;
- An increase of \$12,275 General Fund for R3 Court Ordered Evaluation and Jailed-based Bed Space;
- No increase for R11 Intensive Residential Treatment for SUB;
- An increase of \$6,162 General Fund for R14 Behavioral Health Crisis Services Staffing; and
- An increase of \$2,166 federal funds for BA1 Early Childhood Mental Health Specialists.

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, General Administration, S.B. 04-257 Amortization Equalization Disbursement						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$10,152,863	\$6,585,233	\$222,977	\$1,941,356	\$1,403,297	0.0
HB 16-1242 (Supplemental Bill)	<u>15,738</u>	<u>15,738</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$10,168,601	\$6,600,971	\$222,977	\$1,941,356	\$1,403,297	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$10,168,601	\$6,600,971	\$222,977	\$1,941,356	\$1,403,297	0.0
Centrally appropriated line items	245,086	447,690	(12,171)	37,309	(227,742)	0.0
R2 DYC security staffing in facilities - Phase 2	71,808	71,808	0	0	0	0.0
R7 Continuation of child care quality initiatives	20,901	0	0	0	20,901	0.0
R3 Court-ordered competency evaluations and restoration treatment	12,275	12,275	0	0	0	0.0
R14/BA6 Behavioral health crisis services staffing	6,162	6,162	0	0	0	0.0
BA1 Early childhood mental health specialists	2,166	0	0	0	2,166	0.0
R1 County child welfare staff - phase 2	0	0	0	0	0	0.0
R11 Intensive residential treatment for SUD	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$10,526,999	\$7,138,906	\$210,806	\$1,978,665	\$1,198,622	0.0
Increase/(Decrease)	\$358,398	\$537,935	(\$12,171)	\$37,309	(\$204,675)	0.0
Percentage Change	3.5%	8.1%	(5.5%)	1.9%	(14.6%)	0.0%
FY 2016-17 Executive Request:	\$10,618,714	\$7,226,953	\$213,261	\$1,978,665	\$1,199,835	0.0
Request Above/(Below) Recommendation	\$91,715	\$88,047	\$2,455	\$0	\$1,213	0.0

S.B. 06-235 Supplemental Amortization Equalization Disbursement

Senate Bill 06-235 created a mechanism to increase the state's effective PERA rate beginning on January 1, 2008. The Committee approved rates for CY 2016 and CY 2017 are 4.5 percent and 5.0 percent of the FY 2016-17 estimated base salaries.

Statutory Authority: Section 24-51-411, C.R.S.

Request: The Department requests an appropriation of \$10,508,101 total funds, of which \$7,151,673 is General Fund and \$1,776,931 is Medicaid reappropriated funds. The request includes the following changes:

- An increase of \$7,061 General Fund for R1 County Child Welfare Staff - Phase 2;
- An increase of \$152,330 General Fund for R2 DYC Security Staffing in Facilities - Phase 2;
- An increase of \$26,197 General Fund for R3 Court Ordered Evaluation and Jailed-based Bed Space;
- An increase of \$20,682 federal funds R7 Continuation of Child Care Quality Initiatives;
- An increase of \$2,429 cash funds for R11 Intensive Residential Treatment for SUB;
- An increase of \$6,986 General Fund for R14 Behavioral Health Crisis Services Staffing;
- An increase of \$2,143 federal funds for BA1 Early Childhood Mental Health Specialists;
- An increase of \$636 General Fund for BA6 Behavioral Health Crisis Services Staffing; and
- A net increase of \$491,882 total funds, including \$607,915 General Fund for the Department's common policy adjustment.

Recommendation: Staff recommends an appropriation of \$10,417,342 total funds of which \$7,064,534 is General Fund and \$1,776,931 is Medicaid reappropriated funds. The differences from the request include:

- No increase Fund for R1 County Child Welfare Staff - Phase 2;
- An increase of \$71,061 General Fund for R2 DYC Security Staffing in Facilities - Phase 2;
- An increase of \$12,482 General Fund for R3 Court Ordered Evaluation and Jailed-based Bed Space;
- No increase for R11 Intensive Residential Treatment for SUB;
- An increase of \$6,098 General Fund for R14 Behavioral Health Crisis Services Staffing; and
- An increase of \$2,143 federal funds for BA1 Early Childhood Mental Health Specialists.

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, General Administration, S.B. 06-235 Supplemental Amortization Equalization Disbursement						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$9,797,755	\$6,351,748	\$215,376	\$1,875,174	\$1,355,457	0.0
HB 16-1242 (Supplemental Bill)	<u>15,239</u>	<u>15,239</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$9,812,994	\$6,366,987	\$215,376	\$1,875,174	\$1,355,457	0.0

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Executive Director's Office, General Administration, S.B. 06-235 Supplemental Amortization Equalization Disbursement						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$9,812,994	\$6,366,987	\$215,376	\$1,875,174	\$1,355,457	0.0
Centrally appropriated line items	491,882	607,915	(6,766)	82,880	(192,147)	0.0
R2 DYC security staffing in facilities - Phase 2	71,061	71,061	0	0	0	0.0
R7 Continuation of child care quality initiatives	20,682	0	0	0	20,682	0.0
R3 Court-ordered competency evaluations and restoration treatment	12,482	12,482	0	0	0	0.0
R14/BA6 Behavioral health crisis services staffing	6,098	6,098	0	0	0	0.0
BA1 Early childhood mental health specialists	2,143	0	0	0	2,143	0.0
R1 County child welfare staff - phase 2	0	0	0	0	0	0.0
R11 Intensive residential treatment for SUD	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$10,417,342	\$7,064,543	\$208,610	\$1,958,054	\$1,186,135	0.0
Increase/(Decrease)	\$604,348	\$697,556	(\$6,766)	\$82,880	(\$169,322)	0.0
Percentage Change	6.2%	11.0%	(3.1%)	4.4%	(12.5%)	0.0%
FY 2016-17 Executive Request:	\$10,508,101	\$7,151,673	\$211,039	\$1,958,054	\$1,187,335	0.0
Request Above/(Below) Recommendation	\$90,759	\$87,130	\$2,429	\$0	\$1,200	0.0

Salary Survey

This line item funds the recommended salary adjustments pursuant to the Department of Personnel's annual compensation report done to determine if the state salary structure is comparable to general market conditions.

Statutory Authority: Section 24-51-411, C.R.S.

Request: The Department requests an appropriation of \$895,560 total funds, of which \$640,505 is General Fund and \$140,012 is Medicaid reappropriated funds. The request includes the following changes from the FY 2015-16 appropriation:

- A reduction of \$2,443,776 total funds, of which \$1,571,453 is General Fund for the annualization of FY 2015-16 salary survey; and
- An increase of \$895,560 total funds, of which \$640,505 is General Fund for the Department's common policy adjustment.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Recommendation: Staff recommends an appropriation of \$895,560 total funds, of which \$640,505 is General Fund and \$140,012 is Medicaid reappropriated funds. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, General Administration, Salary Survey						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$2,443,776</u>	<u>\$1,571,453</u>	<u>\$56,428</u>	<u>\$466,303</u>	<u>\$349,592</u>	<u>0.0</u>
TOTAL	\$2,443,776	\$1,571,453	\$56,428	\$466,303	\$349,592	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	2,443,776	1,571,453	56,428	466,303	349,592	0.0
Centrally appropriated line items	895,560	640,505	28,372	155,379	71,304	0.0
Annualize prior year budget action	<u>(2,443,776)</u>	<u>(1,571,453)</u>	<u>(56,428)</u>	<u>(466,303)</u>	<u>(349,592)</u>	<u>0.0</u>
TOTAL	\$895,560	\$640,505	\$28,372	\$155,379	\$71,304	0.0
Increase/(Decrease)	(\$1,548,216)	(\$930,948)	(\$28,056)	(\$310,924)	(\$278,288)	0.0
Percentage Change	(63.4%)	(59.2%)	(49.7%)	(66.7%)	(79.6%)	0.0%
FY 2016-17 Executive Request:	\$895,560	\$640,505	\$28,372	\$155,379	\$71,304	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Merit Pay

Description: This line item provides funds to enable salary raises for classified employees according to a formula that rewards performance and gives greater percentage increases to employees at the lower end of the pay range.

Statutory Authority: Section 24-51-411, C.R.S.

Request: The Department requests no appropriation. The request includes the reduction of \$2,380,606 total funds, of which \$1,494,087 is General Fund and \$424,151 is Medicaid reappropriated funds in accordance with the request for no merit pay increases.

Recommendation: Staff recommends no appropriation for this line item. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Executive Director's Office, General Administration, Merit Pay						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$2,380,606</u>	<u>\$1,494,087</u>	<u>\$51,234</u>	<u>\$467,204</u>	<u>\$368,081</u>	<u>0.0</u>
TOTAL	\$2,380,606	\$1,494,087	\$51,234	\$467,204	\$368,081	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$2,380,606	\$1,494,087	\$51,234	\$467,204	\$368,081	0.0
Annualize prior year budget action	<u>(2,380,606)</u>	<u>(1,494,087)</u>	<u>(51,234)</u>	<u>(467,204)</u>	<u>(368,081)</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
Increase/(Decrease)	(\$2,380,606)	(\$1,494,087)	(\$51,234)	(\$467,204)	(\$368,081)	0.0
Percentage Change	(100.0%)	(100.0%)	(100.0%)	(100.0%)	(100.0%)	0.0%
FY 2016-17 Executive Request:	\$0	\$0	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Shift Differential

This line item provides additional funds for employees working outside the typical work hours of 8am to 5pm.

Statutory Authority: Section 24-51-411, C.R.S.

Request: The Department requests an appropriation of \$5,792,948 total funds, of which \$3,934,215 is General Fund and \$1,855,670 is Medicaid reappropriated funds. The request includes an increase of \$481,644 total funds for the Department's common policy adjustment.

Recommendation: Staff recommends an appropriation of \$5,792,948 total funds of which \$3,934,215 is General Fund and \$1,855,670 is Medicaid reappropriated funds. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, General Administration, Shift Differential						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$5,311,304</u>	<u>\$3,590,643</u>	<u>\$0</u>	<u>\$1,720,661</u>	<u>\$0</u>	<u>0.0</u>
TOTAL	\$5,311,304	\$3,590,643	\$0	\$1,720,661	\$0	0.0

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Executive Director's Office, General Administration, Shift Differential						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$5,311,304	\$3,590,643	\$0	\$1,720,661	\$0	0.0
Centrally appropriated line items	<u>481,644</u>	<u>343,572</u>	<u>0</u>	<u>138,072</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$5,792,948	\$3,934,215	\$0	\$1,858,733	\$0	0.0
Increase/(Decrease)	\$481,644	\$343,572	\$0	\$138,072	\$0	0.0
Percentage Change	9.1%	9.6%	0.0%	8.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$5,792,948	\$3,934,215	\$0	\$1,858,733	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Workers' Compensation

This line item is used to pay the Department's share of the state's workers' compensation program run by the Department of Personnel.

Statutory Authority: Section 24-30-1510.7, C.R.S.

Request: The Department requests an appropriation of \$10,330,733 total funds, of which \$5,019,785 is General Fund and \$2,715,071 is Medicaid reappropriated funds. The request includes the following changes from the FY 2015-16 appropriation:

- A reduction of \$218,805 total funds, of which \$116,902 is General Fund and \$64,848 is Medicaid reappropriated funds for the Department's common policy adjustment;
- An increase of \$935,004 total funds for the statewide indirect cost recoveries adjustment; and
- An increase of \$112,055 total funds, of which \$59,737 is General Fund for NP1 Risk Management appropriation.

Recommendation: Staff recommends an appropriation of \$8,707,316 total funds of which \$3,736,257 is General Fund and \$2,557,428 is Medicaid reappropriated funds. The recommendation includes the following differences from the request:

- A net zero adjustment for the statewide indirect cost recoveries, including a reduction of \$934,004 General Fund because if additional indirect cost recoveries are being collected the appropriation of General Fund would be reduced; and
- A reduction of \$742,535 total funds including \$394,479 General Fund for the common policy adjustment made in accordance with Committee policy;
- A reduction of \$52,628 total funds, of which \$11,210 is General Fund for the annualization of S.B. 15-239; and
- No increase for NP1 Risk Management appropriation in accordance with Committee policy.

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Executive Director's Office, General Administration, Workers' Compensation						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$9,502,479</u>	<u>\$5,076,950</u>	<u>\$1,007,507</u>	<u>\$2,816,284</u>	<u>\$601,738</u>	<u>0.0</u>
TOTAL	\$9,502,479	\$5,076,950	\$1,007,507	\$2,816,284	\$601,738	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$9,502,479	\$5,076,950	\$1,007,507	\$2,816,284	\$601,738	0.0
Technical adjustment	0	0	0	0	0	0.0
Centrally appropriated line items	(742,535)	(1,329,483)	312,799	(190,021)	464,170	0.0
Annualize SB 15-239	<u>(52,628)</u>	<u>(11,210)</u>	<u>0</u>	<u>0</u>	<u>(41,418)</u>	<u>0.0</u>
TOTAL	\$8,707,316	\$3,736,257	\$1,320,306	\$2,626,263	\$1,024,490	0.0
Increase/(Decrease)	(\$795,163)	(\$1,340,693)	\$312,799	(\$190,021)	\$422,752	0.0
Percentage Change	(8.4%)	(26.4%)	31.0%	(6.7%)	70.3%	0.0%
FY 2016-17 Executive Request:	\$10,330,733	\$5,019,785	\$1,384,856	\$2,801,541	\$1,124,551	0.0
Request Above/(Below) Recommendation	\$1,623,417	\$1,283,528	\$64,550	\$175,278	\$100,061	0.0

Operating Expenses

This line funds the operating expenses of the Executive Director's Office.

Statutory Authority: Section 26-1-105, C.R.S.

Request: The Department requests an appropriation of \$499,761 total funds, of which \$143,372 is General Fund and \$106,183 is Medicaid reappropriated funds. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an appropriation of \$490,689 total funds, of which \$141,440 is General Fund and \$106,183 is Medicaid reappropriated funds. The difference from the request is that the recommendation includes a reduction of \$9,072 total funds for the annualization of S.B. 15-239. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, General Administration, Operating Expenses						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$499,761</u>	<u>\$143,372</u>	<u>\$119,570</u>	<u>\$160,504</u>	<u>\$76,315</u>	<u>0.0</u>
TOTAL	\$499,761	\$143,372	\$119,570	\$160,504	\$76,315	0.0

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Executive Director's Office, General Administration, Operating Expenses						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$499,761	\$143,372	\$119,570	\$160,504	\$76,315	0.0
Annualize SB 15-239	<u>(9,072)</u>	<u>(1,932)</u>	<u>0</u>	<u>0</u>	<u>(7,140)</u>	<u>0.0</u>
TOTAL	\$490,689	\$141,440	\$119,570	\$160,504	\$69,175	0.0
Increase/(Decrease)	(\$9,072)	(\$1,932)	\$0	\$0	(\$7,140)	0.0
Percentage Change	(1.8%)	(1.3%)	0.0%	0.0%	(9.4%)	0.0%
FY 2016-17 Executive Request:	\$499,761	\$143,372	\$119,570	\$160,504	\$76,315	0.0
Request Above/(Below) Recommendation	\$9,072	\$1,932	\$0	\$0	\$7,140	0.0

Legal Services

This line item is used to pay the Department of Law for the provision of legal services to all divisions.

Statutory Authority: Sections 25-31-101 (1) (a), C.R.S. as defined in Section 24-75-112 (1) (i), C.R.S.

Request: The Department requests an appropriation for 18,439 legal service hours. The request includes an increase of \$21,021 total funds, of which \$20,063 is General Fund for the FY 2016-17 legal services rate adjustment.

Recommendation: Staff recommends 17,577 hours and the associated dollar amount is pending Committee policy on the legal services rate. The difference from the request is that the recommendation includes a reduction of 862 legal service hours based on the number of hours billed for the Vocational Rehabilitation Program in FY 2014-15. Since the Vocational Rehabilitation Programs are transferring to the Department of Labor and Employment for FY 2016-17 the recommendation reflects the transfer of these hours. Staff requests permission to adjust the line once Committee policy is established.

Administrative Law Judge Services

This line item funds the cost of purchasing administrative law judge services from the Department of Personnel.

Statutory Authority: Section 24-30-1003 (1), C.R.S.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Request: The Department requests an appropriation of \$600,594 total funds, of which \$371,502 is General Fund. The request includes the following changes from the FY 2015-16 appropriation:

- A reduction of \$50,770 total funds, of which \$31,400 is General Fund for the common policy adjustment; and
- an increase of \$35,572 total funds, of which \$22,055 is General Fund for NP5 Resources for Administrative Courts.

Recommendation: Staff recommends an appropriation of \$580,181 total funds, of which \$370,647 is General Fund. The recommendation includes the following differences from the request:

- A reduction of \$42,145 total funds, of which \$26,070 is General Fund for the common policy adjustment; and
- A reduction of \$29,038 total funds, of which \$6,185 is General Fund for the annualization of S.B. 15-239.

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, General Administration, Administrative Law Judge Services					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$615,792</u>	<u>\$380,847</u>	<u>\$17,270</u>	<u>\$217,675</u>	<u>0.0</u>
TOTAL	\$615,792	\$380,847	\$17,270	\$217,675	0.0
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$615,792	\$380,847	\$17,270	\$217,675	0.0
NP5 Resources for Administrative Courts	35,572	22,055	1,067	12,450	0.0
Centrally appropriated line items	(42,145)	(26,070)	(1,174)	(14,901)	0.0
Annualize SB 15-239	<u>(29,038)</u>	<u>(6,185)</u>	<u>0</u>	<u>(22,853)</u>	<u>0.0</u>
TOTAL	\$580,181	\$370,647	\$17,163	\$192,371	0.0
Increase/(Decrease)	(\$35,611)	(\$10,200)	(\$107)	(\$25,304)	0.0
Percentage Change	(5.8%)	(2.7%)	(0.6%)	(11.6%)	0.0%
FY 2016-17 Executive Request:	\$600,594	\$371,502	\$16,913	\$212,179	0.0
Request Above/(Below) Recommendation	\$20,413	\$855	(\$250)	\$19,808	0.0

Payment to Risk Management and Property Funds

This line item is used to reimburse the Department of Personnel for the Department's share of the state's liability and property insurance.

Statutory Authority: Sections 24-30-1510 and 24-30-1510.5, C.R.S.

Request: The Department requests an appropriation of \$1,960,331 total funds, of which \$1,045,059 is General Fund and \$225,471 is Medicaid reappropriated funds. The request includes an increase of \$317,959 total funds including \$169,505 General Fund and \$36,572 Medicaid reappropriated funds for the statewide common policy adjustment.

Recommendation: Staff recommends an appropriation of \$1,871,071 total funds of which \$999,272 is General Fund and \$217,382 is Medicaid reappropriated funds. The recommendation includes the following differences from the request:

- An increase of \$234,287 total funds, of which \$124,908 is General Fund for the common policy adjustment; and
- A reduction of \$5,588 total funds, of which \$1,190 is General Fund for the annualization of S.B. 15-239.

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, General Administration, Payment to Risk Management and Property Funds						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$1,642,372</u>	<u>\$875,554</u>	<u>\$132,422</u>	<u>\$258,773</u>	<u>\$375,623</u>	<u>0.0</u>
TOTAL	\$1,642,372	\$875,554	\$132,422	\$258,773	\$375,623	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$1,642,372	\$875,554	\$132,422	\$258,773	\$375,623	0.0
Centrally appropriated line items	234,287	124,908	18,943	38,411	52,025	0.0
Annualize SB 15-239	<u>(5,588)</u>	<u>(1,190)</u>	<u>0</u>	<u>0</u>	<u>(4,398)</u>	<u>0.0</u>
TOTAL	\$1,871,071	\$999,272	\$151,365	\$297,184	\$423,250	0.0
Increase/(Decrease)	\$228,699	\$123,718	\$18,943	\$38,411	\$47,627	0.0
Percentage Change	13.9%	14.1%	14.3%	14.8%	12.7%	0.0%
FY 2016-17 Executive Request:	\$1,960,331	\$1,045,059	\$158,059	\$308,871	\$448,342	0.0
Request Above/(Below) Recommendation	\$89,260	\$45,787	\$6,694	\$11,687	\$25,092	0.0

Staff Training

This line item reflects the funds received from non-department employees who participate in staff training programs provided by the Mental Health Institute at Fort Logan and the Grand Junction Regional Center.

Statutory Authority: Section 26-20-105, C.R.S.

Request: The Department requests an appropriation of \$13,799 cash funds. There are no changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends the Department's request for an appropriation of \$13,799 cash funds.

Injury Prevention Program

This line item provides funding for employee injury prevention, loss control initiatives, and compliance with mandatory safety requirements. Funds are primarily used for activities designed to reduce the number of worker's compensation claims across all Department programs.

Statutory Authority: Sections 8-44-202 and 24-30-1510.7, C.R.S.

Request: The Department requests an appropriation of \$105,970 reappropriated funds, of which \$76,417 is Medicaid reappropriated funds. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends the Department's request for an appropriation of \$105,970 reappropriated funds, of which \$76,417 is Medicaid reappropriated funds.

(B) Special Purpose

Employment and Regulatory Affairs

This line item funds the following sections:

- The Audit Section conducts audits to ensure that state and federal funds have been properly distributed, and is responsible for ensuring federal and state funds are used for the purposes specified in contract agreements.
- The Supplemental Nutritional Assistance Program (SNAP) Quality Assurance Section is responsible for ensuring the State is appropriately allotting SNAP funds to eligible individuals, and conducts monthly reviews looking at the error rate, assisting with corrective action and payment accuracy strategies, and establishing the State's eligibility for enhance federal funds, or liability for payment error rates in excess of the national tolerance level.
- The Human Resources Section is responsible for employee recruitment and testing, orientations, benefits administration, workers' compensation case management, performance management, and personnel records maintenance.
- State Board Staff provides support for the State Board of Human Services and coordinates all State Board rules.

Statutory Authority: Sections 26-1-105 and 26-1-111, C.R.S.

Request: The Department requests an appropriation of \$5,452,978 total funds, of which \$2,102,725 is General Fund, and \$692,574 is Medicaid reappropriated funds, and 65.9 FTE. The request includes an increase for the annualization of FY 2015-16 salary survey and merit pay.

Recommendation: Staff recommends the Department's request for an appropriation of \$5,425,978 total funds of which \$2,102,725 is General Fund and \$692,574 is Medicaid reappropriated funds, and 65.9 FTE. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, Special Purpose, Employment and Regulatory Affairs						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$5,373,492</u>	<u>\$2,072,027</u>	<u>\$285,154</u>	<u>\$712,620</u>	<u>\$2,303,691</u>	<u>65.9</u>
TOTAL	\$5,373,492	\$2,072,027	\$285,154	\$712,620	\$2,303,691	65.9

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Executive Director's Office, Special Purpose, Employment and Regulatory Affairs						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$5,373,492	\$2,072,027	\$285,154	\$712,620	\$2,303,691	65.9
Annualize prior year budget action	<u>79,486</u>	<u>30,698</u>	<u>4,276</u>	<u>10,334</u>	<u>34,178</u>	<u>0.0</u>
TOTAL	\$5,452,978	\$2,102,725	\$289,430	\$722,954	\$2,337,869	65.9
Increase/(Decrease)	\$79,486	\$30,698	\$4,276	\$10,334	\$34,178	0.0
Percentage Change	1.5%	1.5%	1.5%	1.5%	1.5%	0.0%
FY 2016-17 Executive Request:	\$5,452,978	\$2,102,725	\$289,430	\$722,954	\$2,337,869	65.9
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Developmental Disabilities Council

This line item funds the Developmental Disabilities Council, which consists of twenty-four appointed representatives is responsible for providing advice and direction on public policy decisions regarding developmental disability services in Colorado.

Statutory Authority: Section 27-10.5-203, C.R.S.

Request: The Department requests an appropriation of \$908,013 federal funds and 6.0 FTE. The request includes an increase for the annualization of FY 2015-16 salary survey and merit pay.

Recommendation: Staff recommends the Department's request for an appropriation of \$908,013 federal funds and 6.0 FTE. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Executive Director's Office, Special Purpose, Developmental Disabilities Council				
	Total Funds	General Fund	Federal Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	<u>\$900,655</u>	<u>\$0</u>	<u>\$900,655</u>	<u>6.0</u>
TOTAL	\$900,655	\$0	\$900,655	6.0
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	\$900,655	\$0	\$900,655	6.0
Annualize prior year budget action	<u>7,358</u>	<u>0</u>	<u>7,358</u>	<u>0.0</u>
TOTAL	\$908,013	\$0	\$908,013	6.0
Increase/(Decrease)	\$7,358	\$0	\$7,358	0.0
Percentage Change	0.8%	0.0%	0.8%	0.0%

Executive Director's Office, Special Purpose, Developmental Disabilities Council				
	Total Funds	General Fund	Federal Funds	FTE
FY 2016-17 Executive Request:	\$908,013	\$0	\$908,013	6.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

Colorado Commission for Individuals Who Are Deaf and Hard of Hearing

This line item funds the Colorado Commission for the Deaf and Hard of Hearing, which was created in FY 2000-01. The Commission has the following four responsibilities:

- Distribution of assistive telecommunications equipment to individuals who are deaf and hard of hearing;
- Facilitation of the provision of general government services to persons who are deaf and hard of hearing;
- Provision of services to individuals who are deaf-blind; and
- Administration of the Legal Services Auxiliary Program which provides legal interpreters for individuals involved with the court system.

Statutory Authority: Sections 6-1-707 (1) (e), 13-90-201, and 26-21-101 through 108, C.R.S.

Request: The Department requests an appropriation of \$1,173,954 total funds, of which \$124,882 is General Fund and 6.3 FTE. The request includes the following changes from the FY 2015-16 appropriation:

- An increase for the annualization of FY 2015-16 salary survey and merit pay increases; and
- A reduction of \$11,778 General Fund for R19 Community Provider Rate Adjustment.

Recommendation: Staff recommends an appropriation of \$1,358,510 total funds, of which \$136,660 is General Fund and 8.3 FTE. The difference from the request includes:

- An increase of \$172,778 reappropriated funds and 2.0 FTE for services for individuals who are deaf-blind; and
- No change R19 Community Provider Rate Adjustment.

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

*JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision*

Executive Director's Office, Special Purpose, Colorado Commission for the Deaf and Hard of Hearing				
	Total Funds	General Fund	Reappropriated Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	<u>\$1,177,753</u>	<u>\$136,348</u>	<u>\$1,041,405</u>	<u>6.3</u>
TOTAL	\$1,177,753	\$136,348	\$1,041,405	6.3
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	\$1,177,753	\$136,348	\$1,041,405	6.3
Staff initiated deaf blind services	172,778	0	172,778	2.0
Annualize prior year budget action	7,979	312	7,667	0.0
R19 Community provider rate adjustment	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$1,358,510	\$136,660	\$1,221,850	8.3
Increase/(Decrease)	\$180,757	\$312	\$180,445	2.0
Percentage Change	15.3%	0.2%	17.3%	31.7%
FY 2016-17 Executive Request:	\$1,173,954	\$124,882	\$1,049,072	6.3
Request Above/(Below) Recommendation	(\$184,556)	(\$11,778)	(\$172,778)	(2.0)

Line Items Included in the Numbers Pages for Informational Purposes Only

This line was added in FY 2013-14 and provided one-time funding for an analysis of service gaps between behavioral health services and mental health services for individuals with intellectual and developmental disabilities. This line item appears in the numbers pages for informational purposes only and will not appear in the FY 2015-16 Long Bill.

Regional Center Taskforce and Utilization Study

This line item was added by H.B. 14-1338 (Regional Centers Task Force and Utilization Study) to provide funding for the Regional Center Task Force and utilization study of the Regional Centers.

(9) Services for People with Disabilities

(A) Regional Centers for People with Developmental Disabilities

Regional Centers are state operated facilities for individuals with intellectual and developmental disabilities. Regional Centers provide residential services, medical care, and active treatment programs based on individual assessments and habilitation plans. Services are provided in one of two settings: large congregate residential settings on the Regional Center campus or group homes which serve four to eight individuals in a community setting. The campuses are licensed as Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICF/IID). With the exception of the groups homes in Wheat Ridge, which are licensed as ICF/IID, group homes are licensed as comprehensive developmental disability waiver homes (waiver), which is the same license used for community run group homes.

Medicaid pays a daily rate based on the actual cost of services for individuals in ICF/IID beds. In community-based group homes, services are provided to individuals through the Adult Comprehensive waiver and the state is reimbursed for costs based on the individual's level of need and corresponding fee-for-service level as adjusted for actual costs of operating the group home. The array of services offered for individuals in ICF/IID beds is more extensive than services offered directly through the Medicaid waiver. Individuals served through state run waiver beds receive additional services through the State Medicaid Plan.

Only a portion of costs associated with the Regional Center are appropriated in the line items for Regional Centers. Costs associated the physical building and campus maintenance and housekeeping, among other components of the Regional Centers are distributed out through the centrally appropriated line items in the Office of Operations, Executive Director's Office, and the Office of Information Technology Services. Funding for the Regional Centers is primarily from Medicaid reappropriated funds and a small amount is from client cash funds.

(B) Work Therapy Program provides sheltered training and employment workshops for individuals receiving services at the Colorado Mental Health Institute at Fort Logan and the Regional Centers at Grand Junction and Wheat Ridge. The Work Therapy Cash Fund receives revenue from contracts with area businesses and organizations for custodial services, printing, packaging, mailing, and other types of manual processing that can be performed by program clients. Enrolled clients are paid from funds received in proportion to the work performed. Funding for the Work Therapy Program is from the Work Therapy Cash Fund.

(C) Older Blind Grants and Traumatic Brain Injury Trust Fund

Older Blind Grants assist individuals aged 55 and older who have recently experience visual impairment and require additional support services to adjust to living independently with their visual impairment.

The *Colorado Brain Injury Program* provides funding for direct services for individuals with a traumatic brain injury, research related to traumatic brain injuries, and education related to traumatic brain injuries. The funding for this subdivision is from cash funds including the Traumatic Brain Injury Trust Fund and federal funds.

(D) *The Veterans Community Living Centers* consist of four state owned veterans community living centers and one county run center that provide skilled nursing care primarily to honorably discharged veterans and their spouses, widows and in some instances, parents of deceased veterans. The five Centers are located throughout the state in Aurora (Fitzsimons), Florence (McCandless), Monte Vista (Homelake), Rifle, and Walsenburg. Each facility is Medicare and Medicaid certified and licensed by the Department of Public Health and Environment. Additionally, the Centers are certified by the U.S. Department of Veterans Affairs to receive federal funds in support of the care of veterans. The Veterans Community Living Centers are designated as enterprises as long as the Centers comply with the requirements of Section 26-12-110, C.R.S. The Centers offer the following services:

- Long-term care including skilled nursing care; speech, physical and occupational therapy; social activities; and assistance with bathing, dressing and other daily activities.
- Short-term rehabilitations services are provided to individuals seeking to return home following a qualifying hospital stay.
- Memory care services are provided to individuals with dementia available at the Fitzsimons, Florence, Rifle and Walsenburg Centers.
- Short-term respite care is available through short-term stays at the Florence, Homelake, Rifle and Walsenburg Centers.
- End-of-life/hospice services.

The Long Bill appropriation for the Veterans Community Living Centers is primarily informational because the Centers are funded by the Central Fund for Veterans Community Living Centers. Pursuant to Section 26-12-108 (1) (b) (I), C.R.S., the Fund is not subject to appropriation. The federal funds appropriated in the Long Bill are informational as well.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	\$157,991,010	\$8,283,849	\$39,601,546	\$57,713,341	\$52,392,274	1,663.8
Other legislation	<u>2,000,000</u>	<u>2,000,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
HB 16-1242 (Supplemental Bill)	(88,946)	(88,946)	0	0	0	(0.5)
TOTAL	\$159,902,064	\$10,194,903	\$39,601,546	\$57,713,341	\$52,392,274	1,663.3
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$159,902,064	\$10,194,903	\$39,601,546	\$57,713,341	\$52,392,274	1,663.3
Veterans Community Living Centers adjustment	<u>6,650,000</u>	<u>0</u>	<u>(1,087,100)</u>	<u>0</u>	<u>7,737,100</u>	<u>0.0</u>
Annualize prior year legislation	2,000,000	2,000,000	(169)	169	0	0.0
Annualize prior year budget action	1,036,855	59,690	6,570	739,301	231,294	0.0
R18 Grand Junction physician services	0		0	0	0	0.0
R19 Community provider rate adjustment	0	0	0	0	0	0.0
Annualize SB 15-239	(48,039,446)	(4,436,518)	(789,147)	(4,939,313)	(37,874,468)	(229.7)
SB 16-093 Transfer ILCs	(7,221,066)	(6,831,945)	(29,621)	0	(359,500)	0.0
Staff-initiated traumatic brain injury adjustment	(1,059,179)	0	(1,059,179)	0	0	0.0
JBC Staff-initiated federal funds update	(280,400)	0	0	0	(280,400)	0.0
Staff initiated regional center adjustments	(277,807)	0	0	(277,807)	0	0.0
TOTAL	\$112,711,021	\$986,130	\$36,642,900	\$53,235,691	\$21,846,300	1,433.6
Increase/(Decrease)	(\$47,191,043)	(\$9,208,773)	(\$2,958,646)	(\$4,477,650)	(\$30,545,974)	(229.7)
Percentage Change	(29.5%)	(90.3%)	(7.5%)	(7.8%)	(58.3%)	(13.8%)
FY 2016-17 Executive Request:	\$112,851,154	\$5,769,756	\$38,818,800	\$53,513,498	\$14,749,100	1,433.6
Request Above/(Below) Recommendation	\$140,133	\$4,783,626	\$2,175,900	\$277,807	(\$7,097,200)	(0.0)

DECISION ITEMS - SERVICES FOR PEOPLE WITH DISABILITIES

➔ R18 Grand Junction Physician Services

Request: The Department requests a reduction of \$88,946 General Fund to eliminate the funding for the Grand Junction Regional Center physician services. This request is a continuation of the supplemental request for the same purpose.

Recommendation: Staff recommends no appropriation for the Grand Junction Regional Center physician services.

Analysis:

Background - Prior to FY 2004-05 Regional Centers were able to pay for physician and mental health services through the Medicaid comprehensive home- and community-based services (HCBS) waiver for persons with intellectual and developmental disabilities, but now these services must be accessed through the Medicaid State Plan. Beginning in FY 2004-05, associated costs for physician services were carved out of the Regional Center HCBS budget and moved to the Medicaid State Plan, based on a Centers for Medicare and Medicaid Services (CMS) condition for renewal of the Medicaid HCBS-DD waiver. CMS had indicated that the requirement was based on ensuring freedom of choice for consumers, as well as rules that prohibit waivers from covering services available through the Medicaid State Plan.

Prior to FY 2014-15 the Regional Centers had been unable to secure physician services for the individuals at the Regional Centers from outside physicians who accepted Medicaid. As a result of the lack of willing Medicaid providers, in June 2006 (for FY 2007-08) the Department of Human Services requested and the Committee approved 1.5 FTE and associated General Fund dollars to provide physician services at the Wheat Ridge Regional Center and the Grand Junction Regional Center (1.0 FTE Physician II at Wheat Ridge Regional Center and 0.5 FTE Physician II at Grand Junction Regional Center).

In FY 2008-09 the Department received funding to convert the licensure for all the beds at the Wheat Ridge Regional Center to an Intermediate Care Facility for Individuals with Intellectual Disabilities. This meant the Department no longer required General Fund for physician services. Due to the time required to complete the licensure conversation the reduction to the General Fund Physician Services line item took two years.

Notwithstanding changes related to the annualization of salary survey and merit pay the funding for these physician services has remained constant since FY 2009-10. The following table summarizes the appropriations for General Fund physician services since FY 2007-08.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

General Fund Physician Services Line Item History			
Fiscal Year	General Fund	FTE	Explanation of Change
FY 2007-08	\$244,460	1.5	New funding provided to meet need for physician services for Regional Center waiver clients.
FY 2008-09	\$155,127	0.9	Reduction due to the conversation of all Wheat Ridge Regional Center beds to ICF/IID licensure
FY 09-10	\$88,009	0.5	Reduction due to the completion of Wheat Ridge Regional Center conversation to ICF/IIS licensure.
FY 2015-16	\$88,946	0.5	Most recent appropriation for Grand Junction Regional Center physician services.

The following is the brief summary of the major funding changes shown in the above table that have been made to the General Fund Physician Services line item since its creation in FY 2007-08:

- FY 2007-08: The General Fund Physician Services line item was created and included funding for 1.5 FTE (1.0 FTE for Wheat Ridge Regional Center and 0.5 FTE for the Grand Junction Regional Center);
- FY 2008-09: The appropriation for the General Fund Physician Services at the Wheat Ridge Regional Center were reduced by 0.6 FTE because of the Wheat Ridge Regional Center conversion to an ICF/IID facility;
- FY 2009-10: The appropriation was further reduced due to the second year annualization of the Wheat Ridge ICF/IID conversation by the remaining 0.4 FTE;
- FY 2015-16: The Department is requesting the 0.5 FTE and associated appropriation be eliminated because all clients are receiving services from community-based Medicaid physicians.

As a result of the audit findings from the 2013 Regional Center performance audit, "the Department evaluated the cost methodology more closely and discovered that the physician services paid for with General Fund was duplicating services paid for through the per resident per month payments made by the Medicaid Stata Plan to the community provider." The Department worked with the community provider to transition all clients who received services through the Regional Center waiver beds to community physicians by the end of FY 2014-15. Since all clients receiving services through the state run waiver beds are receiving services from community physicians the Department no longer requires this appropriation.



Staff Initiated - Potential Bill # 19 Grand Junction Regional Center Campus

Request: The Department did not request this change.

Recommendation: Staff recommends the Committee sponsor legislation that:

- Directs the Department of Human Services to vacate the Grand Junction Regional Center Campus by July 1, 2018, or as soon as current campus residents are transition to non-campus residences;
- If the Campus cannot be vacated by July 1, 2018, requires the Department to provide quarterly updates to the Joint Budget Committee and Capital Development Committee regarding projected timeline for vacating the campus;
- Creates a cash fund to transfer and retain \$2.0 million which is transferred from the Intellectual and Developmental Disabilities Cash Fund to pay for future costs related to adequate housing for current individuals receiving services on the campus;
- Requires the Department to submit to the Capital Development Committee by December 10, 2016 a plan and any associated budget requests for the acquisition, construction or renovation needs related to transitioning individuals off the Grand Junction Campus.

Analysis:

Capital Development Committee March 2, 2016 Letter

The Capital Development Committee (CDC) sent the Committee a letter on March 2, 2016 (Appendix C) which stated, "based on our understanding that a decision is pending regarding how and where to relocate Grand Junction Regional Center residents, and recognizing that the campus is costly to maintain because of its age and size, the CDC recommends that the campus be sold, in its entirety, as soon as possible." The Capital Development Committee also recommends that the "proceeds of the sale be used either to offset the cost to upgrade or develop housing in the region for the GJRC residents or to pay costs associated with deferred maintenance at the state's other regional centers." Lastly the Capital Development Committee would like to cosponsor the staff recommended legislation.

Department of Human Services Options and Recommendation

On February 22, 2016 the Department of Human Services provided four options for the future of the Grand Junction Regional Center Campus. The following two tables summarize the Department options. The Department did not make a specific recommendation on which option the Department supported.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Option A: Grand Junction Regional Center Continues to Operate ICF Beds.		
	Implementation and Resources Required	Projected Time Line
a.	<p><i>Upgrade and develop housing licensed as ICF Programs either in the community or on a small portion of the campus in Grand Junction.</i></p> <ul style="list-style-type: none"> • Upgrade and relicense the vacant waiver property as an ICF,000 Cost: \$125,000 • Buy or build 4, 6 bedroom homes and license them as ICF Programs. Cost: \$1.0 to \$1.5 M. • Office lease for administration Cost: \$300,000 annually. 	<p>If additional funding is needed to build additional homes, it could be requested as part of the FY 2017-18 budget. Therefore, if funding were provided for new homes in FY 2017-18, homes could likely be built and transfers completed by mid-way through FY 2018-19.</p> <p>Or, homes could be built one per year for 4 years, vacating the campus at Grand Junction by FY 2020-21.</p>
b.	<p><i>Consolidate the number of beds operated by Grand Junction Regional Center using existing capacity where possible, including across the three remaining Regional Centers.</i></p> <ul style="list-style-type: none"> • Realign capacity to serve people at the regional center closest to their families, with those with western slope connections staying in Grand Junction and those with connections to the Front Range moving to WWRC or PRC, according to their need and choice. This would free up space in 4 homes. • Relicense four waiver properties plus one home already vacant, vacated by moving residents to ICFs. Cost: \$125,000 each, for a total of \$500,000. • Office lease for administration: \$300,000 annually. 	<p>Moving people closer to their families would involve extensive engagement of those affected and their guardians. It is difficult to put a time line on this. However, expect 1 year.</p> <p>If funding to relicense all 5 homes is provided in FY 2016-17, homes could be relicensed as they are vacated, and individuals at the ICF moved as homes become ready. It is likely that the GJ campus could be vacated by December 2017.</p>

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Option B: Grand Junction Regional Center Discontinues Operation of ICF beds.		
	Implementation and Resources Required	Projected Time Line
a.	<p><i>Alternative A: Engage private providers to develop ICF homes to serve the remaining 28 ICF residents.</i></p> <p>Legislation directing the Department of Health Care Policy and Financing to engage private providers to develop 25-30 ICF beds on the western slope.</p> <p>The Departments, CDHS, and HCPF would coordinate together to submit a budget request to fund incentives to providers to build capacity.</p> <p>Legislative requirement declaring ICF beds developed by private providers have no eject clauses so long as individual continues to meet federal active treatment criteria and wishes to continue living in the facility.</p>	<p>Legislate that ICF beds will be developed, licensed, and ready to transition the Grand Junction Regional Center Residents by July 2017.</p>
b.	<p><i>Provide 28 current ICF residents and their guardians the choice of identifying a private provider or transferring to a bed in the GJRC waiver, PRC waiver, or WRRC ICF programs.</i></p> <p>Legislation recognizing that continuing ICF operations at the GJRC campus is not cost effective at this time and direct the Department to maximize the use of available capacity in the GJRC waiver, WRRC ICF, and PRC waiver homes by moving GJRC ICF residents to existing beds in the GJRC waiver, PRC waiver, and WRRC ICF programs.</p> <p>Office lease for administration cost: \$300,000 annually.</p>	<p>Legislate that the GJRC Campus will close by no later than July 2017 and all existing ICF residents are required to make a selection of a bed at a private provider, WRRC, PRC or Grand Junction Waiver.</p>

The Committee sent a follow-up letter to the Department specifically asking for the Department's recommendation on the options provided. On March 9, 2016 the Department provided the following information to the Committee on the future use of the Grand Junction Regional Center Campus. The Department recommendation varies slightly from the initial options, but is most in line with Option A.a in the first table.

The Department identified “Guiding Principles” to inform the options presented to vacate the GJRC campus. The advisory group (composed of representative parents from each of the three regional centers, Grand Junction Regional Center leadership team members, advocates, and managers from the Departments of Human Services and Health Care Policy and Financing) reviewed these principles, and offered a few additional principles. The full list of guiding principles the Departments used are listed in Appendix D. In order to implement this option in accordance with these guiding principles, CDHS would take the following staged approach.

Stage 1: Provide care and living options, with reasonable time to decide, to those living on the Grand Junction Campus. This includes:

- Holding admissions to the GJRC ICF.
- Providing formal notice to tenants of the campus of end of lease/non-renewal.
- Engaging the people served and their parents/guardians in a review of their options for services; including the regional center system (both type and location) and community-based providers.
- Offering person-centered choice within existing Regional Center capacity throughout the state.
- Supporting the person or their parent/guardian to consider services with any private providers in the state willing to provide services.
- Reviewing the Imposition of Legal Disability (ILD) to determine if a change to the ILD is needed in order to accommodate the location of choice for the resident. The Department will work with appropriate parties and the court(s) to initiate any changes needed.
- Licensing Regional Center homes according to the location and type of service needed.

Stage 2 of the recommendation will be deployed based on capacity needs identified as a result of the implementation of Stage 1. There will be initial and ongoing costs to execute this transition. The costs can only be fully calculated following the case management review of each individual resident. This review could be completed within 120 days following the passing of legislation directing the vacancy of the GJRC campus.

Stage 2: Once the resulting capacity need is identified, develop ICF services to be operated by the CDHS/Grand Junction Regional Center. The Departments will:

- Relicense the vacant waiver property in Grand Junction as an Intermediate Care Facility (ICF).
- Provide funding to upgrade to current code and relicense vacant waiver home(s) as ICF programs. Estimated cost: \$125,000 each.
- Acquire, build, or lease the number of homes needed based upon the assessment conducted in Stage 1. Each home will serve no more than six residents and each will be licensed as an ICF.
- This option assumes that facilities will be constructed over a period of 36 months following from approval of funding. The campus will not be completely vacated until new homes are available.
- The homes could be developed in the community or on a small retained portion of the current campus.
- Lease office space in the Grand Junction area to house administrative staff. Estimated cost: \$300,000 annually.

The Department's response notes that there are many operational details that will need to be determined and resolved over the course of implementation. Staff agrees with the Department that this approach right-sizes capacity for ICF services provided by the Grand Junction Regional Center, personal and guardian choice, and moves regional center services toward greater integration in the local community. The Department's response states that should the Legislature proceed with directing the Department of Human Services to vacate the GJRC campus the Departments are committed to doing this in the most thoughtful, person-centered way possible.

The discussions of the future of the Grand Junction Regional Center Campus has been a fairly constant topic of conversation in the General Assembly for some time, both from a budgetary perspective and a person-centered perspective. Now the General Assembly has a reasonable, considered plan from the Departments that can be put into action. Staff recommends the Committee sponsor legislation that directs the Department of Human Services to vacate the Grand Junction Regional Center Campus once all individuals have transitioned to residences off campus.

The recommendation will require an upfront expenditure to ensure that individuals are able to continue receiving the services they require, as well as have housing that meets their needs and wants. Staff is recommending that a portion of the funds in the Intellectual and Developmental Disabilities Cash Fund be transferred to a new cash fund (which would exist only for the time required to transition all individuals off the campus) to pay for the cost of ensuring adequate housing is available. Staff would recommend the cash fund be subject to appropriation, which

would require the Department to submit requests for funding based on the needs of the individuals and existing capacity within the other Regional Centers. This recommendation would ensure funds are available for housing without requiring additional General Fund appropriations in the next couple of fiscal years. The recommendation for \$2.0 million is based the estimate that the Department needed to obtain new group homes at a cost of \$1.0 to \$1.5 million, plus provides one-time funds for obtaining administrative offices and moving expenses. If the Department is able to convert existing group homes the cost would be lower. The following table summarizes potential long term cost savings if individuals are served in ICF/IID settings that are not on the Grand Junction campus.

Project Cost Savings of Not Serving Individuals on Grand Junction ICF/IID Campus	
Cost to Service Individuals Through Wheat Ridge ICF/IID	
Average Cost Per Client	\$256,686
Cost to service 26 additional individuals	\$6,673,836
Cost to Services Individuals Through Grand Junction ICF/IID	
Average Cost Per Client	\$397,000
Cost to Service 26 individuals	\$10,322,000
Cost Difference to service at Wheat Ridge Regional Center Costs	
	(\$3,648,164)

➔ Potential Bill #60 - Implement Regional Center Task Force Recommendations

Request: The Department of Human Services and the Department of Health Care Policy and Financing do not request any legislative changes during the 2016 Session to address Regional Center Task Force Recommendations.

Recommendation: Staff defers to the Department response provided on March 9, 2016 indicating that no legislative changes are needed at this time to address the Regional Center Task Force recommendations. Therefore, staff recommends the Committee not draft potential bill #60. Staff also recommends the following request for information asking for the implementation plan that will be completed by June 30, 2016.

Department of Health Care Policy and Financing, Office of Community Living; Department of Human Services, Services for People with Disabilities, Regional Centers; and Department of Public Health and Environment, Health Facilities and Emergency Medical Services Division, Health Facilities Division -- The Departments are requested to provide by July 15, 2016 the implementation plan for Regional Center Task Force Recommendations.

Analysis: The Department's March 9, 2016 response to the question for a detailed recommendation implementation plan stated that the Regional Center Task Force recommendations cross three different departments: Human Services, Health Care Policy and Financing, and Public Health and Environment. "A cross-agency group has been created, including each of these agencies, to develop an implementation plan that will be in place by June

30, 2016. The recommendations identify significant work that will need to be done across multiple systems of care, not only the Long Term Services and Supports system that offers residential care for adults with disabilities, but also in the community mental health system."

The Department was also requested to provide a cost summary of implementation for each of the Regional Center Task Force recommendations. The Department responded that "the implementation plan will contain specific strategies to implement the recommendations and will allow for stakeholder engagement that is necessary for accurate cost assessments. The Department of Health Care Policy and Financing and the Department of Human Services will develop budget requests for the FY 2017-18 budget cycle for recommendations that can be implemented during that time."

➔ Staff Initiated - Rename Subdivision (9) (C)

Request: The Department did not request this change.

Recommendation: Staff recommends subdivision (C) be renamed from Division of Vocational Rehabilitation to Older Blind Grants and Traumatic Brain Injury Trust Fund.

Analysis: Since the Division of Vocational Rehabilitation Programs and the Independent Living Centers are transferred to the Department of Labor and Employment on July 1, 2016, the subdivision title as requested by the Department does not reflect the programs in the subdivision. Therefore, in order that the subdivision title reflects the programs remaining in the subdivision, staff recommends the name change.

➔ Staff Initiated - Traumatic Brain Injury Trust Fund Adjustment

Request: The Department did not request this change.

Recommendation: Staff recommends a reduction of \$1,059,179 cash funds from the Traumatic Brain Injury Trust Fund based on revenue and expenditure amounts from recent years, as reported in the annual Colorado Brain Injury Program report required pursuant to Section 26-1-310, C.R.S.

Analysis: The Colorado Brain Injury Program is funded by the Traumatic Brain Injury Trust Fund, which receives revenue from a \$20.00 surcharge on DUI/DWAI convictions and a \$15.00 surcharge on speeding and helmet violation convictions. Funding for the Colorado Brain Injury Program is divided up as follows: 55.0 percent for direct services, 25.0 percent for research related to traumatic brain injuries, and 5.0 for education related to traumatic brain injuries. The remaining 15.0 percent is flexible so that the Program can determine which areas would benefit from additional funds each year. In FY 2014-15, 60.0 percent was for direct services, 35.0 went to research, and 5.0 percent went to education.

Individuals who are eligible for services must have exhausted all other health or rehabilitation benefits, but they are not required to exhaust all private funds in order to be eligible. Additional

individuals who are receiving Medicaid services may access these services if they are necessary and not covered by the Medicaid State Plan. Available services include:

- Community residential services;
- Supported employment;
- Respite care;
- Speech and occupational therapy;
- Physical therapy; and
- One-time home modifications.

These services are similar to those offered through the Medicaid Brain Injury waiver. The primary difference between the two sets of services is the eligibility requirements. The requirements for the Medicaid Brain Injury waiver include:

- The individual requires nursing home or hospital level of care;
- The individual must be at least 16 years or older and the diagnosis must fit within certain categories;
- Financial requirements including an income less than \$2,199 per month.

The following table summarizes the number of individuals and grants that have been awarded through the Colorado Brain Injury Program.

Summary of Grants Funded Through the Colorado Brain Injury Program		
	FY 2013-14	FY 2014-15
Direct Services		
Applied for services	211	242
Referred for case management	200	224
Received case management	898	1,084
Children/youth served	92	89
Completed research grants	2	2
Education grants	39 workshops	11 grant awards

The following table summarizes the actual cash fund expenditures from the line item from FY 2011-12 through FY 2014-15. The actual expenditures were used to inform the recommendation.

Traumatic Brain Injury Trust Fund				
	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15
Revenue	\$2,261,764	\$2,075,353	\$2,200,576	\$2,200,499
Expenditures	2,802,544	2,223,691	1,921,288	1,965,757
Fund Reserve	n/a	\$551,344	\$680,984	\$1,346,233

The expenditures for the Colorado Brain Injury Program have consistently been under the appropriation of approximately \$3.3 cash funds since FY 2010-11. Therefore, staff recommends the spending authority provided in the Long Bill be reduced based on the amount of available revenue and recent actual expenditures.

➔ Staff Initiated - Remove Veterans Community Living Centers Continuous Spending Authority

Request: The Department did not request this change.

Recommendation: Staff recommends the Committee sponsor legislation that requires the Central Fund for Veterans Community Living Centers be annually appropriated starting in FY 2017-18.

Analysis: There are three reasons staff is making the recommendation:

- There is a lack of transparency for how the Department is using indirect cost recoveries, including recoveries from the Veterans Community Living Centers;
- Recent audit findings include a lack of internal controls or an effective review process over account transactions and revenue reconciliations; and
- The General Assembly currently has delegated control for expenditures of the Veterans Community Living Centers to the Department of Human Services, but the Department has demonstrated they are unable to maintain census levels so that the recommendation from the Commission on Veterans Community Living Centers for the construction of new facilities is not feasible under current law.

Staff is recommending the Central Fund for Veterans Community Living Centers be subject to annual appropriation starting in FY 2017-18 so that the Department has time to work through accurately reflecting indirect cost assessments and recoveries in centrally appropriated line items prior to submission of the FY 2017-18 request.

Transparency and Indirect Costs

The Central Fund for Veterans Community Living Centers (Central Fund) is created in Section 26-12-108 (1) (a), C.R.S. The Central Fund receives revenue from patient payments, U.S. Veterans Administration operation and construction grants, various sources of other revenue, and a General Fund appropriation pursuant to Section 26-12-108 (1) (a.5), C.R.S. Appendix E contains charts which summarize the revenue from cash sources, including patient payments and federal sources, such as grants from the U.S. Veterans Administration that are deposited into the Central Fund. The Department does not require an appropriation to expend moneys out of the Central Fund pursuant to Section 26-12-108 (1) (b) (I), C.R.S. The lack of an appropriation of funds from the Central Fund, especially for indirect costs, only exacerbates the issues previously discussed with a lack of transparency regarding how much each program is paying for centrally appropriated services and how the Department is using indirect cost recoveries to pay for those costs. Since the funds from the Veterans Community Living Centers are not subject to annual appropriation their contribution to centrally appropriated costs is not reflected in budget requests

or the Long Bill appropriation. There is no method to ensure that the indirect cost recoveries from the Veterans Community Living Centers are paying for central services for the Veterans Community Living Centers.

Staff inquired why the Central Fund was continuously appropriated and the Department indicated that the flexibility is required because the Central Fund is an enterprise. Pursuant to Section 26-12-110, C.R.S., the Veterans Community Living Centers are designated as an enterprise as long as the Centers receive less than 10.0 percent of total annual revenues from the General Fund and local governments.

The Division of Parks and Wildlife in the Department of Natural Resources is designated as an enterprise pursuant to Section 33-9-104, C.R.S. but the cash funds which support the Division of Parks and Wildlife, including the Wildlife Cash Fund and Parks and Outdoor Recreations Cash Fund, are subject to annual appropriation. In addition, the State Fair is designated as an enterprise pursuant to Section 35-65-405 (1), C.R.S. but the State Fair Authority Cash Fund which supports the State Fair is subject to annual appropriation. Therefore, just because a division or program is designated as an enterprise does not mean the funding for that division or program must be continuously appropriated.

Audit Findings

The 2014 State Auditor's audit report of the Rifle Veterans Community Living Center found a material weakness that "the Center did not accurately record federal grant funds." Additionally, the 2014 statewide audit found:

"The Department [of Human Services] does not have adequate internal controls or an effective review process over accounting transactions and revenue reconciliations at the [Veterans Community] Living Centers. Specifically, the Department's central accounting staff does not review transactions entered by the Living Centers onto COFRS. The Department is not monitoring the Living Centers to ensure that revenue reconciliations are performed accurately and consistently and that Living Center staff maintain supporting documentation in accordance with the Department's policies. Living Center staff stated they do not research all discrepancies identified during their revenue reconciliation process if the amounts are "small" and they do not maintain all documentation to support the transactions posted on COFRS."

The October 2015 report on unimplemented audit recommendations included two unimplemented recommendations relating to the Veterans Community Living Centers:

- The recommendation that there be a process in place for adequate review of all revenue and expenditure transactions; and
- The recommendation the Department has a central monitoring process to ensure that the revenue reconciliations are accurate and consistent across the Living Centers and that adequate supporting documentation is maintained for all accounting transactions and in support of the revenue reconciliations performed by the Living Centers.

Long-Term Funding Considerations Commission on Veterans Community Living Centers

The annual report from the Commission on Veterans Community Living Centers made two recommendations:

- A statutory change expressing support for a Domiciliary and Transitional Housing Unit at the Fitzsimons Veterans Community Living Center and include funding for the planning process; and,
- A statutory exemption to the requirement that each Veteran's Center has at least 80.0 percent occupancy rate before construction can begin

Census Data

The report indicated that the occupancy rate for the four state veterans centers has tended to fluctuate between 85.0 and 87.0 percent over the last year. Fitzsimons occupancy rate was the highest at more than 90.0 percent on a consistent basis, while Rifle's occupancy rate is around 70.0 percent. Regarding the occupancy rate at Rifle, the report made the following comments: "Rifle is in a lightly populated area with Grand Junction, the closest city and the largest city on the Western Slope, being an hour's drive away. As one drawback with this location, the long distances make it difficult for families to visit loved ones at Rifle. The division is taking steps to improve the census at Rifle by increasing the marketing approaches with more effective outreach to physicians, hospitals and veteran's organizations. Even though there are empty beds at Rifle there is a waiting list of persons who would enter the center except for one caveat. The federal Veterans Administration requires that, for reimbursement, the Rifle must maintain a census of veterans at a minimum level of 75.0 percent. If the percentage is below that level, nonveterans, often spouses, could no longer be admitted until the required percent of veterans is attained."

Fitzsimons Recommendation⁸

The Commission recommends the planning for construction of a Domiciliary and Transitional Housing Unit at the Fitzsimons Centers. This Unit would provide assisted living quarters for veterans and their qualified family members, most commonly the spouse of the veteran, who need nearby access to medical care but who are able to live independently apart from the community living center. The proximity of the domiciliary to the skilled nursing home means that a resident could easily transfer to the higher level of care when the need arises or return to the domiciliary when well enough to again live independently. The transitional unit would serve veterans and qualified family members who are in need of temporary living quarters on a short term basis, perhaps a month or two, when an emergency occurs. Another example of its use could be for a veteran coming out of the hospital that needs further attention but not at the level of nursing home care.

The original plan in 1999 for the Fitzsimons Center was for three facilities: a community living center, a domiciliary, and a transitional home. Only the community living center was funded. The Department would apply for U.S. Veteran's Affairs funding for the domiciliary for 65.0 percent of the cost and the remaining 35.0 percent would be the state's responsibility. If the cost were to be, for example, \$45 to \$50 million, the state share would be between \$16 and \$17.5 million. Planning for a project as important to our veterans at the domiciliary and transitional

⁸ The following text is from the Commission on Veterans Community Living Centers FY 2014-15 Annual Report.

house unit will require significant effort and time before construction can begin. The Commission recommends that the state appropriate funding to get started with the project.

Statute requires all centers to have 80.0 percent or greater occupancy before building additional facilities. The Commission recommends an exemption may be needed for this project and supports an exemption from this requirement. The VA requires a firm commitment from the State before it will consider funding a project such as a new domiciliary and transitional housing unit. Making a statement of support in legislation would send the message that the State is taking some of the first steps in working for a project as described in this report and fully supports the concept envisioned for the Fitzsimons campus.

Conclusion

The Department has historically not included information in the annual budget request on the revenue and expenditures and FTE utilization of the Veterans Community Living Centers. Requiring the Central Fund be annually appropriated will ensure this information is provided to the Committee. In light of the Commission on Veterans Community Living Centers recommendations that new facilities be constructed despite the Department's inability to maintain census levels at all Veterans Centers, requiring the funding for Veterans Centers be subject to annual appropriation would improve the conversations the Committee is able to have about the Veterans Centers during the briefing and hearing process, as well as ensure that any additional funding provided to the Veterans Centers does not violate the enterprise status of the Centers. Since the funds are continuously appropriated, staff does not spend a significant amount of time on the line items during the figure setting process because the line items are informational and not binding. In the past this has lead staff to not ask questions which could have identified and brought to the Committee's attention in the past issues which are raised in the Commission's report. Census levels tie directly into expenditures and revenues so any issues or problems with census levels or changes to statute regarding census level requirements could have a budgetary impact. In order to ensure the General Assembly has adequate oversight and knowledge about the revenues and expenditures of the Veterans Centers, as well as the ability to address budget issues that may arise from decreased revenue or expansions of Centers, staff recommends the statutory change.

LINE ITEM DETAIL – SERVICES FOR PEOPLE WITH DISABILITIES

(A) Regional Centers for People with Developmental Disabilities

(1) Wheat Ridge Regional Center

Wheat Ridge Regional Center Intermediate Care Facility

This line item funds the costs of the Intermediate Care Facility for Individuals with Intellectual Disabilities (ICF/IID) at the Wheat Ridge Regional Center excluding the component of the ICF/IID provider fee attributable to the Wheat Ridge Regional Center. The cash funds are from two sources of client cash revenues: (1) room and board paid by clients, and (2) patient pay from ICF/IID clients who receive benefits and/or earn wages. Room and board rates reflect the SSI allocation less the monthly allowance for personal spending. Patient pay is any funds a client earns above \$50 per month.

Statutory Authority: Sections 25.5-6-101 through 1206, 25.5-10-224, 27-10.5-118, and 27-10.5-301 through 307, C.R.S.

Request: The Department requests an appropriation of \$24,859,219 total funds, of which \$24,079,630 is Medicaid reappropriated funds, and 373.0 FTE. The request includes the following changes from the FY 2015-16 appropriation:

- A net change, including a reduction of \$145 cash funds and an increase of \$145 Medicaid reappropriated funds for the third year impact of S.B. 14-130 (Increase Personal Care Allowance Nursing Facility); and
- An increase for the annualization of FY 2015-16 salary survey and merit pay.

Recommendation: Staff recommends an appropriation of \$25,037,293 total funds, of which \$24,257,704 is Medicaid reappropriated funds and 373.0 FTE. The difference from the request is that the recommendation is based on the most recent census and average cost per day data provided by the Department on January 15, 2016. Using the data provided by the Department in the January 15, 2016 request for information, the following table summarizes how staff calculated the appropriation for this line item. Two comments about the costs shown in the table:

- The total cost associated with this Regional Center is not appropriated in this line item or subdivision; and
- Pursuant to 24-75-302 (3.8) (a), C.R.S. funds appropriated to the Depreciation line item are transferred to the Regional Center Depreciation Account in the Capital Construction Fund to be used for capital construction, capital renewal, or controlled maintenance of the Regional Centers.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Wheat Ridge Regional Center Intermediate Care Facility	
Item	Amount
Census	124
Cost per Client	\$256,686
Step 3 - Total Regional Center Medicaid Cost	\$31,916,450
Step 4 - Cost Appropriated Else Where in the Long Bill	
Wheat Ridge Regional Center Provider Fee	(1,435,612)
Centrally Appropriated Line Items	(2,414,946)
Indirect Costs	(3,203,188)
Utilities	(455,000)
Depreciation*	(150,000)
Step 5 - Client Cash Funds	779,589
Recommendation for Wheat Ridge ICF line item	\$25,037,293
Medicaid Reappropriated Funds	\$24,257,704
Cash Funds	\$779,589

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Regional Centers for People with Developmental Disabilities, Wheat Ridge Regional Center Intermediate Care Facility					
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$24,622,042</u>	<u>\$0</u>	<u>\$779,734</u>	<u>\$23,842,308</u>	<u>373.0</u>
TOTAL	\$24,622,042	\$0	\$779,734	\$23,842,308	373.0
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$24,622,042	\$0	\$779,734	\$23,842,308	373.0
Annualize prior year budget action	237,177	0	0	237,177	0.0
Staff initiated regional center adjustments	178,074	0	0	178,074	0.0
Annualize prior year legislation	<u>0</u>	<u>0</u>	<u>(145)</u>	<u>145</u>	<u>0.0</u>
TOTAL	\$25,037,293	\$0	\$779,589	\$24,257,704	373.0
Increase/(Decrease)	\$415,251	\$0	(\$145)	\$415,396	0.0
Percentage Change	1.7%	0.0%	(0.0%)	1.7%	0.0%
FY 2016-17 Executive Request:	\$24,859,219	\$0	\$779,589	\$24,079,630	373.0
Request Above/(Below) Recommendation	(\$178,074)	\$0	\$0	(\$178,074)	0.0

Wheat Ridge Regional Center Provider Fee

This line item was created in the FY 2015-16 Long Bill and funds the Wheat Ridge Regional Center portion of the ICF/IID provider fee.

Statutory Authority: Section 25.5-6-204, C.R.S.

Request: The Department requests an appropriation of \$1,435,612 Medicaid reappropriated funds. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends the Department's request for an appropriation of \$1,435,612 Medicaid reappropriated funds. The recommendation is calculated in accordance with Committee policy.

Wheat Ridge Regional Center Depreciation

This line item was created in the FY 2015-16 and funds the allowable depreciation costs of the Wheat Ridge regional Center.

Statutory Authority: Section 24-75-302 (3.8) (a), C.R.S.

Request: The Department requests an appropriation of \$170,168 Medicaid reappropriated funds. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an appropriation of \$150,000 Medicaid reappropriated funds in accordance with the information provided in the response to request for information on depreciation costs. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Regional Centers for People with Developmental Disabilities, Wheat Ridge Regional Center Depreciation				
	Total Funds	General Fund	Reappropriated Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	<u>\$170,168</u>	<u>\$0</u>	<u>\$170,168</u>	<u>0.0</u>
TOTAL	\$170,168	\$0	\$170,168	0.0
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	\$170,168	\$0	\$170,168	0.0
Staff initiated regional center adjustments	<u>(20,168)</u>	<u>0</u>	<u>(20,168)</u>	<u>0.0</u>
TOTAL	\$150,000	\$0	\$150,000	0.0
Increase/(Decrease)	(\$20,168)	\$0	(\$20,168)	0.0
Percentage Change	(11.9%)	0.0%	(11.9%)	0.0%

Services for People with Disabilities, Regional Centers for People with Developmental Disabilities, Wheat Ridge Regional Center Depreciation				
	Total Funds	General Fund	Reappropriated Funds	FTE
FY 2016-17 Executive Request:	\$170,168	\$0	\$170,168	0.0
Request Above/(Below) Recommendation	\$20,168	\$0	\$20,168	0.0

Line Items Included in the Numbers Pages for Informational Purposes Only

Wheat Ridge Regional Center Personal Services

This line item was discontinued in FY 2015-16. Prior to the restructuring of Long Bill funding for the Regional Centers this line item funded the personal services costs of the ICF/IDD licensed beds at the Wheat Ridge Regional Center. The cash funds are from two sources of client cash revenues: (1) room and board paid by clients, and (2) patient pay from ICF/ID clients who receive benefits and/or earn wages. Room and board rates reflect the SSI allocation less the monthly allowance for personal spending. Patient pay is any funds a client earns above \$50 per month.

Wheat Ridge Regional Center Operating Expenses

This line item was discontinued in FY 2015-16. Prior to the restructuring of Long Bill funding for the Regional Centers this line item funded the operating expenses of the Wheat Ridge Regional Center.

Resident Incentive Allowance

This line item was discontinued in FY 2015-16. Prior to the restructuring of Long Bill funding for the Regional Centers this line item funded the resident incentive allowance and patient needs capital outlay for the Wheat Ridge Regional Center. The resident incentive allowance which is paid to clients for their work services which include washing vehicles, food preparation, and janitorial services.

(2) Grand Junction Regional Center

Grand Junction Regional Center Intermediate Care Facility

This line item was created in FY 2015-16 and funds the costs of the Grand Junction Regional Center which is licensed as an Intermediate Care Facility for Individuals with Intellectual Disabilities excluding the component of the ICF/IDD provider fee attributable to the Grand Junction Regional Center. The cash funds are from two sources of client cash revenues: (1) room and board paid by clients, and (2) patient pay from ICF/ID clients who receive benefits and/or earn wages. Room and board rates reflect the SSI allocation less the monthly allowance for personal spending. Patient pay is any funds a client earns above \$50 per month.

Statutory Authority: Sections 25.5-6-101 through 1206, 25.5-10-224, 27-10.5-118, and 27-10.5-301 through 307, C.R.S.

Request: The Department requests an appropriation of \$6,889,562 total funds, of which \$6,177,492 is Medicaid reappropriated funds, and 98.8 FTE. The request includes the following changes from the FY 2015-16 appropriation:

- A net change, including a reduction of \$24 cash funds and an increase of \$24 Medicaid reappropriated funds for the third year impact of S.B. 14-130 (Increase Personal Care Allowance Nursing Facility); and
- An increase for the annualization of FY 2015-16 salary survey and merit pay.

Recommendation: Staff recommends an appropriation of \$6,737,880 total funds, of which \$6,025,810 is Medicaid reappropriated funds and 98.8 FTE. The difference from the request is that the recommendation is based on the most recent census and average cost per day data provided by the Department on January 15, 2016. Using the data provided by the Department in the January 15, 2016 request for information, the following table summarizes how staff calculated the appropriation for this line item. Two comments about the costs shown in the table:

- The total cost associated with this Regional Center is not appropriated in this line item or subdivision; and
- Pursuant to 24-75-302 (3.8) (a), C.R.S. funds appropriated to the Depreciation line item are transferred to the Regional Center Depreciation Account in the Capital Construction Fund to be used for capital construction, capital renewal, or controlled maintenance of the Regional Centers.

JBC Staff Figure Setting: FY 2016-17
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Grand Junction Regional Center Intermediate Care Facility	
Item	FY 2016-17
Census	26
Cost per Client	\$397,000
Step 3 - Total Regional Center Medicaid Cost	\$10,350,298
Step 4 - Cost Appropriated Else Where in the Long Bill	
Grand Junction Regional Center Provider Fee	(453,291)
Centrally Appropriated Line Items	(2,019,290)
Indirect Costs	(1,406,679)
Utilities	(224,709)
Depreciation	(220,519)
Step 5 - Client Cash Funds	712,070
Recommendation for Grand Junction ICF line item	\$6,737,880
Medicaid Reappropriated Funds	6,025,810
Cash Funds	712,070

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Regional Centers for People with Developmental Disabilities, Grand Junction Regional Center Intermediate Care Facility					
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$6,743,420</u>	<u>\$0</u>	<u>\$712,094</u>	<u>\$6,031,326</u>	<u>98.8</u>
TOTAL	\$6,743,420	\$0	\$712,094	\$6,031,326	98.8
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$6,743,420	\$0	\$712,094	\$6,031,326	98.8
Annualize prior year budget action	146,142	0	0	146,142	0.0
Annualize prior year legislation	0	0	(24)	24	0.0
Staff initiated Regional center adjustments	<u>(151,682)</u>	<u>0</u>	<u>0</u>	<u>(151,682)</u>	<u>0.0</u>
TOTAL	\$6,737,880	\$0	\$712,070	\$6,025,810	98.8
Increase/(Decrease)	(\$5,540)	\$0	(\$24)	(\$5,516)	0.0
Percentage Change	(0.1%)	0.0%	(0.0%)	(0.1%)	0.0%
FY 2016-17 Executive Request:	\$6,889,562	\$0	\$712,070	\$6,177,492	98.8
Request Above/(Below) Recommendation	\$151,682	\$0	\$0	\$151,682	0.0

General Fund Physician Services

***RECOMMENDED TO BE DISCONTINUED IN FY 2016-17**

This line item funds the costs of employing physicians who have specific areas of expertise to treat rare and/or complicated diseases. This line item was added to the FY 2006-07 Long Bill due to the difficulty in finding physicians who are willing to treat these individuals at Medicaid rates.

Statutory Authority: Sections 25.5-6-101 through 1206, 25.5-10-224, 27-10.5-118, and 27-10.5-301 through 307, C.R.S.

Request: The Department requests no appropriation for this line item. The request includes a reduction of \$88,946 General Fund and 0.5 FTE for R18 Grand Junction Regional Center Physician Services.

Recommendation: Staff recommends no appropriation for this line item. The recommendation is calculated in accordance with Committee policy.

Grand Junction Regional Center Provider Fee

This line item was created in the FY 2015-16 Long Bill and funds the Grand Junction Regional Center portion of the ICF/IID provider fee.

Statutory Authority: Section 24-75-302 (3.8) (a), C.R.S.

Request: The Department requests an appropriation of \$453,291 Medicaid reappropriated funds. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends the Department's request for an appropriation of \$453,291 Medicaid reappropriated funds. The recommendation is calculated in accordance with Committee policy.

Grand Junction Regional Center Waiver Services

This line item was created in the FY 2015-16 and funds the HCBS-DD licensed beds at the Grand Junction Regional Center. The cash funds are from two sources of client cash revenues: (1) room and board paid by clients. Room and board rates reflect the SSI allocation less the monthly allowance for personal spending.

Statutory Authority: Sections 25.5-6-101 through 1206, 25.5-10-224, 27-10.5-118, and 27-10.5-301 through 307, C.R.S.

Request: The Department requests an appropriation of \$11,111,627 total funds, of which \$10,713,363 is Medicaid reappropriated funds and 174.2 FTE. The request includes an increase for the annualization of FY 2015-16 salary survey and merit pay.

Recommendation: Staff recommends an appropriation of \$10,051,713 total funds, of which \$9,653,449 is Medicaid reappropriated funds and 174.2 FTE. The difference from the request is that the recommendation is based on the most recent census and average cost per day data

JBC Staff Figure Setting: FY 2016-17
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provided by the Department on January 15, 2016. Using the data provided by the Department in the January 15, 2016 request for information, the following table summarizes how staff calculated the appropriation for this line item. Two comments about the costs shown in the table:

- The total cost associated with this Regional Center is not appropriated in this line item or subdivision; and
- Pursuant to 24-75-302 (3.8) (a), C.R.S. funds appropriated to the Depreciation line item are transferred to the Regional Center Depreciation Account in the Capital Construction Fund to be used for capital construction, capital renewal, or controlled maintenance of the Regional Centers.

Grand Junction Regional Center Waiver Services	
Item	FY 2016-17
Census	56
Cost per Client	\$246,977
Step 3 - Total Regional Center Medicaid Cost	\$13,868,535
Step 4 - Cost Appropriated Else Where in the Long Bill	
Centrally Appropriated Line Items	(1,733,685)
Indirect Costs	(1,884,832)
Utilities	(301,091)
Depreciation	(295,478)
Step 5 - Client Cash Funds	398,264
Recommendation for Grand Junction Waiver Services	\$10,051,713
Medicaid Reappropriated Funds	9,653,449
Cash Funds	398,264

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Regional Centers for People with Developmental Disabilities, Grand Junction Regional Center Waiver Funding					
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	\$10,955,640	\$0	\$398,264	\$10,557,376	174.2
TOTAL	\$10,955,640	\$0	\$398,264	\$10,557,376	174.2

*JBC Staff Figure Setting: FY 2016-17
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Services for People with Disabilities, Regional Centers for People with Developmental Disabilities, Grand Junction Regional Center Waiver Funding					
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	FTE
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$10,955,640	\$0	\$398,264	\$10,557,376	174.2
Annualize prior year budget action	155,987	0	0	155,987	0.0
Staff initiated regional center adjustments	<u>(1,059,914)</u>	<u>0</u>	<u>0</u>	<u>(1,059,914)</u>	<u>0.0</u>
TOTAL	\$10,051,713	\$0	\$398,264	\$9,653,449	174.2
Increase/(Decrease)	(\$903,927)	\$0	\$0	(\$903,927)	0.0
Percentage Change	(8.3%)	0.0%	0.0%	(8.6%)	0.0%
FY 2016-17 Executive Request:	\$11,111,627	\$0	\$398,264	\$10,713,363	174.2
Request Above/(Below) Recommendation	\$1,059,914	\$0	\$0	\$1,059,914	0.0

Grand Junction Regional Center Depreciation

This line item was created in the FY 2015-16 Long Bill and funds the allowable depreciation costs of the Wheat Ridge regional Center.

Statutory Authority: Section 24-75-302 (3.8) (a), C.R.S.

Request: The Department requests an appropriation of \$515,997 Medicaid reappropriated funds. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an appropriation of \$515,997 Medicaid reappropriated funds based on the census and cost information provided in the January 15 request for information. The recommendation is calculated in accordance with Committee policy.

Line Items Included in the Numbers Pages for Informational Purposes Only

Grand Junction Regional Center Personal Services

This line item was discontinued in FY 2015-16 in accordance with the restricting of the Long Bill appropriation for the Grand Junction Regional Center. Prior to FY 2015-16 this line item funded the personal services costs of the Grand Junction Regional Center. The cash funds are from two sources of client cash revenues: (1) room and board paid by clients, and (2) patient pay from ICF/IID clients who receive benefits and/or earn wages. Room and board rates reflect the SSI allocation less the monthly allowance for personal spending. Patient pay is any funds a client earns above \$50 per month.

Grand Junction Regional Center Operating Expenses

This line item was discontinued in FY 2015-16 in accordance with the restricting of the Long Bill appropriation for the Grand Junction Regional Center. Prior to FY 2015-16 this line item funded the operating expenses of the Grand Junction Regional Center.

Resident Incentive Allowance

This line item was discontinued in FY 2015-16 in accordance with the restricting of the Long Bill appropriation for the Grand Junction Regional Center. Prior to FY 2015-16 this line item funded the resident incentive allowance which is paid to clients for their work services which include washing vehicles, food preparation, and janitorial services.

(3) Pueblo Regional Center

Pueblo Regional Center Waiver Services

This line item was created in FY 2015-16 and funds the cost of the home- and community-based licensed beds at the Pueblo Regional Center. The cash funds are from room and board paid by clients. Room and board rates reflect the SSI allocation less the monthly allowance for personal spending.

Statutory Authority: Sections 25.5-6-101 through 1206, 25.5-10-224, 27-10.5-118, and 27-10.5-301 through 307, C.R.S.

Request: The Department requests an appropriation of \$10,149,422 total funds, of which \$9,609,556 is Medicaid reappropriated funds and 181.8 FTE. The request includes an increase for the annualization of FY 2015-16 salary survey and merit pay.

Recommendation: Staff recommends an appropriation of \$10,847,648 total funds, of which \$10,307,792 is Medicaid reappropriated funds and 181.8 FTE. The difference from the request is that the recommendation is based on the most recent census and average cost per day data provided by the Department on January 15, 2016. Using the data provided by the Department in the January 15, 2016 request for information, the following table summarizes how staff calculated the appropriation for this line item. Two comments about the costs shown in the table:

- The total cost associated with this Regional Center is not appropriated in this line item or subdivision; and
- Pursuant to 24-75-302 (3.8) (a), C.R.S. funds appropriated to the Depreciation line item are transferred to the Regional Center Depreciation Account in the Capital Construction Fund to be used for capital construction or renewal, or controlled maintenance of Regional Centers.

Pueblo Regional Center Waiver Services	
Item	Amount
Census	64
Cost per Client	\$219,573
Step 3 - Total Regional Center Medicaid Cost	\$14,087,918
Step 4 - Cost Appropriated Else Where in the Long Bill	
Centrally Appropriated Line Items	(1,653,271)
Indirect Costs	(1,445,573)
Utilities	(245,246)
Depreciation	(436,036)
Step 5 - Client Cash Funds	539,856
Recommendation for Pueblo Waiver Services line item	\$10,847,648
Medicaid Reappropriated Funds	10,307,792
Cash Funds	539,856

*JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision*

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Regional Centers for People with Developmental Disabilities, Pueblo Regional Center Waiver Funding					
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$9,949,427</u>	<u>\$0</u>	<u>\$539,856</u>	<u>\$9,409,571</u>	<u>181.8</u>
TOTAL	\$9,949,427	\$0	\$539,856	\$9,409,571	181.8
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$9,949,427	\$0	\$539,856	\$9,409,571	181.8
Staff initiated regional center adjustments	698,226	0	0	698,226	0.0
Annualize prior year budget action	<u>199,995</u>	<u>0</u>	<u>0</u>	<u>199,995</u>	<u>0.0</u>
TOTAL	\$10,847,648	\$0	\$539,856	\$10,307,792	181.8
Increase/(Decrease)	\$898,221	\$0	\$0	\$898,221	0.0
Percentage Change	9.0%	0.0%	0.0%	9.5%	0.0%
FY 2016-17 Executive Request:	\$10,149,422	\$0	\$539,856	\$9,609,566	181.8
Request Above/(Below) Recommendation	(\$698,226)	\$0	\$0	(\$698,226)	0.0

Pueblo Regional Center Depreciation

This line item was created in FY 2015-16 and funds the allowable depreciation costs of the Pueblo Regional Center.

Statutory Authority: Section 24-75-302 (3.8) (a), C.R.S.

Request: The Department requests an appropriation of \$358,379 Medicaid reappropriated funds. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an appropriation of \$436,036 Medicaid reappropriated funds based on the census and cost information provided in the January 15 request for information. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Regional Centers for People with Developmental Disabilities, Pueblo Regional Center Depreciation				
	Total Funds	General Fund	Reappropriated Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	\$358,379	\$0	\$358,379	0.0
TOTAL	\$358,379	\$0	\$358,379	0.0
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	358,379	\$0	358,379	0.0
Staff initiated Regional center adjustments	77,657	0	77,657	0.0
TOTAL	\$436,036	\$0	\$436,036	0.0
Increase/(Decrease)	\$77,657	\$0	\$77,657	0.0
Percentage Change	21.7%	0.0%	21.7%	0.0%
FY 2016-17 Executive Request:	\$358,379	\$0	\$358,379	0.0
Request Above/(Below) Recommendation	(\$77,657)	\$0	(\$77,657)	0.0

Line Items Included in the Numbers Pages for Informational Purposes Only

Pueblo Regional Center Personal Services

This line item was discontinued in FY 2015-16 in accordance with Long Bill restructure of how funds are appropriated for the Pueblo Regional Center. Prior to FY 2015-16 these funds were appropriated for the personal services costs of the Pueblo Regional Center. The cash funds are from room and board paid by clients. Room and board rates reflect the SSI allocation less the monthly allowance for personal spending.

Pueblo Regional Center Operating Expenses

This line item was discontinued in FY 2015-16 in accordance with Long Bill restructure of how funds are appropriated for the Pueblo Regional Center. Prior to FY 2015-16 these funds were appropriated for the operating expenses of the Pueblo Regional Center.

Resident Incentive Allowance

This line item was discontinued in FY 2015-16 in accordance with Long Bill restructure of how funds are appropriated for the Pueblo Regional Center. Prior to FY 2015-16 these funds were for the resident incentive allowance which is paid to Wheat Ridge Regional Center clients for their work services which include washing vehicles, food preparation, and janitorial services.

Leased Space

This line item was discontinued in FY 2015-16 in accordance with Long Bill restructure of how funds are appropriated for the Pueblo Regional Center. Prior to FY 2015-16 these funds were for leased space for regional center administration, maintenance shop, and the program at Pueblo West.

(B) Work Therapy Program

Program Costs

This line item funds the Work Therapy Program which provides sheltered training and employment workshops for individuals receiving services at the Colorado Mental Health Institute at Fort Logan and the Regional Centers at Grand Junction and Wheat Ridge. The Work Therapy Cash Fund receives revenue from contracts with area businesses and organizations for custodial services, printing, packaging, mailing, and other types of manual processing that can be performed by program clients. Enrolled clients are paid from funds received in proportion to the work performed.

Statutory Authority: Section 26-8-107, C.R.S.

Request: The Department requests an appropriation of \$570,421 cash funds and 1.5 FTE. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends the Department's request for an appropriation of \$570,421 cash funds and 1.5 FTE. The appropriation was increased in FY 2014-15 to increase wages, new contracts, and new canteens at the Mental Health Institutes. The recommendation is calculated in accordance with Committee policy.

(C) Older Blind Grants and Traumatic Brain Injury Trust Fund

***RECOMMENDED TO BE RENAMED FOR FY 2016-17**

Vocational Rehabilitation Personal Services

***DISCONTINUED AND MOVED TO THE DEPARTMENT OF LABOR AND EMPLOYMENT**

This line item funds the personnel costs of programmatic and administrative staff including the vocational rehabilitation counselors responsible for the provision of client services.

Statutory Authority: Sections 8-84-101 through 108 [formerly Sections 26-8-105 through 106] 26-8.5-107, and 24-1-121 C.R.S.

Request: The Department requests no appropriation for this line item. The request includes the following changes from the FY 2015-16 appropriation:

- An increase of for the annualization of FY 2015-16 salary survey and merit pay; and
- A reduction of \$15,939,624 total funds, of which \$3,392,568 is General Fund and 223.7 FTE for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends no appropriation for this line in accordance with the statutory transfer of the Vocational Rehabilitation Programs to the Department of Labor and Employment on July 1, 2016. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Division of Vocational Rehabilitation, Vocational Rehabilitation Personnel Services					
	Total Funds	General Fund	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$15,657,319</u>	<u>\$3,332,878</u>	<u>\$0</u>	<u>\$12,324,441</u>	<u>223.7</u>
TOTAL	\$15,657,319	\$3,332,878	\$0	\$12,324,441	223.7
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	15,657,319	3,332,878	\$0	\$12,324,441	223.7
Annualize prior year budget action	282,305	59,690	0	222,615	0.0
Annualize SB 15-239	<u>(15,939,624)</u>	<u>(3,392,568)</u>	<u>0</u>	<u>(12,547,056)</u>	<u>(223.7)</u>
TOTAL	\$0	\$0	\$0	\$0	0.0
Increase/(Decrease)	(\$15,657,319)	(\$3,332,878)	\$0	(\$12,324,441)	(223.7)
Percentage Change	(100.0%)	(100.0%)	0.0%	(100.0%)	(100.0%)
FY 2016-17 Executive Request:	\$0	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	0.0

Vocational Rehabilitation Operating Expenses

***DISCONTINUED AND MOVED TO THE DEPARTMENT OF LABOR AND EMPLOYMENT**

This line item funds the operating expenses of the Vocational Rehabilitation program.

Statutory Authority: Sections 8-84-101 through 108 [formerly Sections 26-8-105 through 106] 26-8.5-107, and 24-1-121 C.R.S.

Request: The Department requests no appropriation for this line item. The request includes a reduction of \$2,539,404 total funds for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends no appropriation for this line in accordance with the statutory transfer of the Vocational Rehabilitation Programs to the Department of Labor and Employment on July 1, 2016. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Division of Vocational Rehabilitation, Vocational Rehabilitation Operating Expenses					
	Total Funds	General Fund	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$2,539,404</u>	<u>\$0</u>	<u>\$540,893</u>	<u>\$1,998,511</u>	<u>0.0</u>
TOTAL	\$2,539,404	\$0	\$540,893	\$1,998,511	0.0
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$2,539,404	\$0	\$540,893	\$1,998,511	0.0
Annualize SB 15-239	<u>(2,539,404)</u>	<u>0</u>	<u>(540,893)</u>	<u>(1,998,511)</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	0.0
Increase/(Decrease)	(\$2,539,404)	\$0	(\$540,893)	(\$1,998,511)	0.0
Percentage Change	(100.0%)	0.0%	(100.0%)	(100.0%)	0.0%
FY 2016-17 Executive Request:	\$0	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	0.0

Vocational Rehabilitation Services

***DISCONTINUED AND MOVED TO THE DEPARTMENT OF LABOR AND EMPLOYMENT**

This line item funds direct client services provided by the Vocational Rehabilitation Programs for individuals whose disability results in barriers to employment of independent living. These services provide individuals with the skills to obtain and maintain employment and live independently in the community. Services include:

- Vocational rehabilitation assessments, counseling and guidance;
- Vocational and academic training, personal and vocational adjustment training, job coaching, on-the-job training, job-seeking skills training
- Placement services provided to assist an individual with a disability to find adequate and suitable employment in his/her chosen career;
- Supportive services including transportation, personal assistance services and services to family members may also be provided if necessary for the individual to utilize the services identified above; and
- Post-employment services may be provided to previously rehabilitated individuals to maintain or regain suitable employment.

Statutory Authority: Sections 8-84-101 through 108 [formerly Sections 26-8-105 through 106] 26-8.5-107, and 24-1-121 C.R.S.

Request: The Department requests no appropriation for this line item. The request includes a reduction of \$14,831,622 total funds, of which \$1,043,950 is General Fund for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends no appropriation for this line in accordance with the statutory transfer of the Vocational Rehabilitation Programs to the Department of Labor and Employment on July 1, 2016. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Division of Vocational Rehabilitation, Vocational Rehabilitation Services						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$14,831,622</u>	<u>\$1,043,950</u>	<u>\$0</u>	<u>\$2,115,185</u>	<u>\$11,672,487</u>	<u>0.0</u>
TOTAL	\$14,831,622	\$1,043,950	\$0	\$2,115,185	\$11,672,487	0.0

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Division of Vocational Rehabilitation, Vocational Rehabilitation Services						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$14,831,622	\$1,043,950	\$0	\$2,115,185	\$11,672,487	0.0
Annualize SB 15-239	<u>(14,831,622)</u>	<u>(1,043,950)</u>	<u>0</u>	<u>(2,115,185)</u>	<u>(11,672,487)</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
Increase/(Decrease)	(\$14,831,622)	(\$1,043,950)	\$0	(\$2,115,185)	(\$11,672,487)	0.0
Percentage Change	(100.0%)	(100.0%)	0.0%	(100.0%)	(100.0%)	0.0%
FY 2016-17 Executive Request:	\$0	\$0	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

School to Work Alliance Program

***DISCONTINUED AND MOVED TO THE DEPARTMENT OF LABOR AND EMPLOYMENT**

This line item funds the School to Work Alliance Program (SWAP) Contracts. SWAP is a collaborative program between Vocational Rehabilitation and the Colorado Department of Education (CDE). Vocational Rehabilitation contracts with School Districts and Boards of Cooperative Education Services (BOCES) to provide services to youth with mild to moderate disabilities that are transitioning from school into the workforce.

Statutory Authority: Sections 8-84-101 through 108 [formerly Sections 26-8-105 through 106], 22-54-115, 22-54.5-408, 26-8.5-107, and 24-1-121 C.R.S.

Request: The Department requests no appropriation for this line item. The request includes a reduction of \$9,133,891 total funds for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends no appropriation for this line in accordance with the statutory transfer of the Vocational Rehabilitation Programs to the Department of Labor and Employment on July 1, 2016. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Division of Vocational Rehabilitation, School to Work Alliance Program						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$9,133,891</u>	<u>\$0</u>	<u>\$34,647</u>	<u>\$1,910,872</u>	<u>\$7,188,372</u>	<u>0.0</u>
TOTAL	\$9,133,891	\$0	\$34,647	\$1,910,872	\$7,188,372	0.0

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Division of Vocational Rehabilitation, School to Work Alliance Program						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$9,133,891	\$0	\$34,647	\$1,910,872	\$7,188,372	0.0
Annualize SB 15-239	<u>(9,133,891)</u>	<u>0</u>	<u>(34,647)</u>	<u>(1,910,872)</u>	<u>(7,188,372)</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
Increase/(Decrease)	(\$9,133,891)	\$0	(\$34,647)	(\$1,910,872)	(\$7,188,372)	0.0
Percentage Change	(100.0%)	0.0%	(100.0%)	(100.0%)	(100.0%)	0.0%
FY 2016-17 Executive Request:	\$0	\$0	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

Vocational Rehabilitation Mental Health Services

***DISCONTINUED AND MOVED TO THE DEPARTMENT OF LABOR AND EMPLOYMENT**

This line item funds the provision of mental health services to eligible individuals who are receiving vocational rehabilitation services. The Vocational Rehabilitation Program contracts with mental health providers for these services.

Statutory Authority: Sections 8-84-101 through 108 [formerly Sections 26-8-105 through 106] 26-8.5-107, and 24-1-121 C.R.S.

Request: The Department requests no appropriation for this line item. The request includes a reduction of \$1,185,924 total funds for the annualization of S.B. 15-239 (Transfer Vocational Rehab from DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends no appropriation for this line in accordance with the statutory transfer of the Vocational Rehabilitation Programs to the Department of Labor and Employment on July 1, 2016. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Division of Vocational Rehabilitation, Vocational Rehabilitation Mental Health Services					
	Total Funds	General Fund	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$1,748,180</u>	<u>\$0</u>	<u>\$372,363</u>	<u>\$1,375,817</u>	<u>0.0</u>
TOTAL	\$1,748,180	\$0	\$372,363	\$1,375,817	0.0

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Division of Vocational Rehabilitation, Vocational Rehabilitation Mental Health Services					
	Total Funds	General Fund	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$1,748,180	\$0	\$372,363	\$1,375,817	0.0
Annualize SB 15-239	<u>(1,748,180)</u>	<u>0</u>	<u>(372,363)</u>	<u>(1,375,817)</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	\$0	0.0
Increase/(Decrease)	(\$1,748,180)	\$0	(\$372,363)	(\$1,375,817)	0.0
Percentage Change	(100.0%)	0.0%	(100.0%)	(100.0%)	0.0%
FY 2016-17 Executive Request:	\$0	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	0.0

Business Enterprise Program for People who are Blind

***DISCONTINUED AND MOVED TO THE DEPARTMENT OF LABOR AND EMPLOYMENT**

The Business Enterprise Program assists blind or visually-impaired individuals in operation of vending and food service businesses in approximately forty-five state and federal buildings. The Program is the result of the federal Randolph-Sheppard Vending Facility, which give priority to blind and visually impaired individuals who wish to operate and manage food and vending services in federal and state government office buildings and facilities. The Program utilizes funding from this line item to support site development, initial merchandise and supply inventory, purchasing equipment, and providing technical support to vendors. After initial set-up is established, managers operate the facility with revenue from food sales. All operators pay a certain percentage of their profits, up to 13.0 percent, to support the Program. This revenue is deposited into the Business Enterprise Cash Fund. Moneys in the Fund are used to match federal funds, which cover most associated Program expenditures at a rate of \$1 cash funds to \$3.69 federal funds (78.7 percent federal match rate).

Statutory Authority: Sections 8-84-201 through 208 [formerly Sections 26-8.5-100.1 through 107], 17-24-126, 24-1-121, and 43-1-1202, C.R.S.

Request: The Department requests no appropriation for this line item. The request includes the following changes from the FY 2015-16 appropriation:

- An increase of for the annualization of FY 2015-16 salary survey and merit pay; and
- A reduction of \$1,532,125 total funds and 6.0 FTE for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends no appropriation for this line in accordance with the statutory transfer of the Business Enterprise Program to the Department of Labor and Employment on July 1, 2016. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Division of Vocational Rehabilitation, Business Enterprise Program for People who are Blind					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$1,521,122</u>	<u>\$0</u>	<u>\$323,176</u>	<u>\$1,197,946</u>	<u>6.0</u>
TOTAL	\$1,521,122	\$0	\$323,176	\$1,197,946	6.0
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$1,521,122	\$0	\$323,176	\$1,197,946	6.0
Annualize prior year budget action	11,003	0	2,324	8,679	0.0
Annualize SB 15-239	<u>(1,532,125)</u>	<u>0</u>	<u>(325,500)</u>	<u>(1,206,625)</u>	<u>(6.0)</u>
TOTAL	\$0	\$0	\$0	\$0	0.0
Increase/(Decrease)	(\$1,521,122)	\$0	(\$323,176)	(\$1,197,946)	(6.0)
Percentage Change	(100.0%)	0.0%	(100.0%)	(100.0%)	(100.0%)
FY 2016-17 Executive Request:	\$0	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	0.0

Business Enterprise Program - Program Operated Stands, Repair Costs, and Operator Benefits

***DISCONTINUED AND MOVED TO THE DEPARTMENT OF LABOR AND EMPLOYMENT**

This line item pays for costs associated with the Business Enterprise Program that are not eligible for the federal match including: costs associated with temporary state operation of vending facilities when a vendor leaves the program; equipment maintenance and repair during this interim period; and payments to operators to support their health insurance, IRA contributions, and vacation pay (operators are not state employees). Revenues from the operation of the vending stands and payments by the vendors support this program. Expenses and revenues in this line item are highly unpredictable, as they are dependent upon whether one or more operators abandon sites during the year.

Statutory Authority: Sections 8-84-201 through 208 [Formerly Sections 26-8.5-100.1 through 107], 17-24-126, 24-1-121, and 43-1-1202, C.R.S.

Request: The Department requests no appropriation for this line item. The request includes a reduction of \$429,000 cash funds for the annualization of S.B. 15-239 (Transfer Vocational Rehab From DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends no appropriation for this line in accordance with the statutory transfer of the Business Enterprise Program to the Department of Labor and Employment on July 1, 2016. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Division of Vocational Rehabilitation, Business Enterprise Program - Program Operated Stands, Repair Costs, and Operator Benefits				
	Total Funds	General Fund	Cash Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	\$429,000	\$0	\$429,000	0.0
TOTAL	\$429,000	\$0	\$429,000	0.0
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	\$429,000	\$0	\$429,000	0.0
Annualize SB 15-239	(429,000)	0	(429,000)	0.0
TOTAL	\$0	\$0	\$0	0.0
Increase/(Decrease)	(\$429,000)	\$0	(\$429,000)	0.0
Percentage Change	(100.0%)	0.0%	(100.0%)	0.0%
FY 2016-17 Executive Request:	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

Independent Living Centers and State Independent Living Council

***DISCONTINUED AND MOVED TO THE DEPARTMENT OF LABOR AND EMPLOYMENT**

Description: This line item funds the Independent Living Council, grants, and contracts with independent living centers. The Division contracts with the ten independent living centers that provide services to individuals with disabilities that enable these individuals to live independently. Grants are used to assist individuals with significant disabilities in living independently outside of institutions.

Statutory Authority: Sections 26-8.1-101 through 107, C.R.S.

Request: The Department requests an appropriation of \$5,172,747 total funds of which \$4,783,626 is General Fund. The request includes a reduction of \$48,319 General Fund for the statewide provider rate decrease of 1.0 percent.

Recommendation: Staff recommends no appropriation for this line in accordance with the statutory transfer of the Independent Living Centers to the Department of Labor and Employment on July 1, 2016. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

*JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision*

Services for People with Disabilities, Division of Vocational Rehabilitation, Independent Living Centers and State Independent Living Council					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	\$3,221,066	\$2,831,945	\$29,621	\$359,500	0.0
Other legislation	<u>2,000,000</u>	<u>2,000,000</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$5,221,066	\$4,831,945	\$29,621	\$359,500	0.0
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$5,221,066	\$4,831,945	\$29,621	\$359,500	0.0
R19 Community provider rate adjustment	<u>(48,319)</u>	<u>(48,319)</u>	<u>0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$5,172,747	\$4,783,626	\$29,621	\$359,500	0.0
Increase/(Decrease)	(\$48,319)	(\$48,319)	\$0	\$0	0.0
Percentage Change	(0.9%)	(1.0%)	0.0%	0.0%	0.0%
FY 2016-17 Executive Request:	\$5,172,747	\$4,783,626	\$29,621	\$359,500	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	0.0

Older Blind Grants

This line item provides independent living services to persons age 55 or older who are blind or visually impaired, independent living centers and community agencies. Most of the individuals served through these grants have become blind older in life, and are provided assistance in learning new strategies for accomplishing daily tasks and participating in community and family activities.

Statutory Authority: Section 26-8.1-108, C.R.S.

Request: The Department requests an appropriation of \$739,900 total funds. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an appropriation of \$459,500 total funds, of which \$45,000 is cash funds. The recommendation includes a reduction of \$280,400 federal funds to align the FY 2016-17 Long Bill with the most recent actual expenditures. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

*JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision*

Services for People with Disabilities, Division of Vocational Rehabilitation, Older Blind Grants					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$739,900</u>	<u>\$0</u>	<u>\$45,000</u>	<u>\$694,900</u>	<u>0.0</u>
TOTAL	\$739,900	\$0	\$45,000	\$694,900	0.0
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$739,900	\$0	\$45,000	\$694,900	0.0
JBC Staff-initiated federal funds update	<u>(280,400)</u>	<u>0</u>	<u>0</u>	<u>(280,400)</u>	<u>0.0</u>
TOTAL	\$459,500	\$0	\$45,000	\$414,500	0.0
Increase/(Decrease)	(\$280,400)	\$0	\$0	(\$280,400)	0.0
Percentage Change	(37.9%)	0.0%	0.0%	(40.4%)	0.0%
FY 2016-17 Executive Request:					
Request Above/(Below) Recommendation	\$280,400	\$0	\$0	\$280,400	0.0

Traumatic Brain Injury Trust Fund

The Traumatic Brain Injury Trust Fund receives revenue from a \$20 surcharge for DUI and related convictions, a \$15 surcharge for speeding violations, and a \$10 surcharge for helmet convictions. The Traumatic Brain Injury Board may also accept gifts, grants, and donations, although none have been forthcoming. At least 55.0 percent of the money must be spent for direct services for people with traumatic brain injuries, at least 25.0 percent for research, and at least 5.0 percent for education. The Board has discretion over the remaining 10.0 percent.

Statutory Authority: Section 26-1-301 through 310, C.R.S.

Request: The Department requests an appropriation of \$3,309,179 cash funds and 1.5 FTE. The request includes an increase for the annualization on FY 2015-16 salary survey and merit pay.

Recommendation: Staff recommends an appropriation of \$2,250,000 cash funds and 1.5 FTE. The difference from the request is that the recommendation includes a reduction of \$1,059,179 cash funds based on historical expenditures of the line item and revenue into the Traumatic Brain Injury Trust Fund. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Division of Vocational Rehabilitation, Traumatic Brain Injury Trust Fund				
	Total Funds	General Fund	Cash Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	<u>\$3,304,933</u>	<u>\$0</u>	<u>\$3,304,933</u>	<u>1.5</u>
TOTAL	\$3,304,933	\$0	\$3,304,933	1.5
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	\$3,304,933	\$0	\$3,304,933	1.5
Annualize prior year budget action	4,246	0	4,246	0.0
Staff-initiated traumatic brain injury adjustment	<u>(1,059,179)</u>	<u>0</u>	<u>(1,059,179)</u>	<u>0.0</u>
TOTAL	\$2,250,000	\$0	\$2,250,000	1.5
Increase/(Decrease)	(\$1,054,933)	\$0	(\$1,054,933)	0.0
Percentage Change	(31.9%)	0.0%	(31.9%)	0.0%
FY 2016-17 Executive Request:	\$3,309,179	\$0	\$3,309,179	1.5
Request Above/(Below) Recommendation	\$1,059,179	\$0	\$1,059,179	0.0

Federal Social Security Reimbursement

***DISCONTINUED AND MOVED TO THE DEPARTMENT OF LABOR AND EMPLOYMENT**

This line item funds the purchase of services outlined in a consumer's individualized plan for employment including training and assistive technology. The federal funds in this line item represent incentive payments from the federal Supplemental Security Income Program (SSI Program) when vocational rehabilitation programs successfully remove people from the SSI Program.

Request: The Department requests no appropriation for this line item. The request includes a reduction of \$1,885,600 federal funds for the annualization of S.B. 15-239 (Transfer Vocational Rehab from DHS to CDLE) which transferred the Vocational Rehabilitation Programs to the Department of Labor and Employment.

Recommendation: Staff recommends no appropriation for this line in accordance with the statutory transfer of the Vocational Rehabilitation Programs to the Department of Labor and Employment on July 1, 2016. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Division of Vocational Rehabilitation, Federal Social Security Reimbursements				
	Total Funds	General Fund	Federal Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	<u>\$1,885,600</u>	<u>\$0</u>	<u>\$1,885,600</u>	<u>0.0</u>
TOTAL	\$1,885,600	\$0	\$1,885,600	0.0
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	\$1,885,600	\$0	\$1,885,600	0.0
Annualize SB 15-239	<u>(1,885,600)</u>	<u>0</u>	<u>(1,885,600)</u>	<u>0.0</u>
TOTAL	\$0	\$0	\$0	0.0
Increase/(Decrease)	(\$1,885,600)	\$0	(\$1,885,600)	0.0
Percentage Change	(100.0%)	0.0%	(100.0%)	0.0%
FY 2016-17 Executive Request:	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	0.0

Line Items Included in the Numbers Pages for Informational Purposes Only

Rehabilitation Programs - General Fund Match

This line item was discontinued in FY 2014-15 in accordance with the revised Long Bill appropriation structure for the Vocational Rehabilitation programs. Prior to FY 2014-15 this line item appropriated the General Fund Match portion of the federal vocational rehabilitation grant. This line item is included in the numbers pages for informational purposes only and will not appear in the FY 2015-16 Long Bill.

Rehabilitation Programs - Local Match

This line item was discontinued in FY 2014-15 in accordance with the revised Long Bill appropriation structure for the Vocational Rehabilitation programs. Prior to FY 2014-15 this line item contains matching funds for the federal funds from non-General Fund sources including reappropriated funds transferred from the Department of Education on behalf of school districts participating in the School-to-Work Alliance Program. This line item is included in the numbers pages for informational purposes only and will not appear in the FY 2015-16 Long Bill.

(D) Veterans Community Living Centers

Administration

This line item funds the Division's administrative costs of the state veteran's nursing homes.

Statutory Authority: Sections 26-12-103 through 119, 26-12-201, and 26-12-402, C.R.S.

Request: The Department requests an appropriation of \$1,049,300 cash funds and 5.0 FTE. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an informational appropriation of \$2,034,500 cash funds and 5.0 FTE. The recommendation includes an informational adjustment to the cash funds to align the FY 2016-17 Long Bill with the projected expenditures for this line item. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Homelake Domiciliary and State and Veterans Nursing Homes, Administration				
	Total Funds	General Fund	Cash Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	<u>\$1,049,300</u>	<u>\$0</u>	<u>\$1,049,300</u>	<u>5.0</u>
TOTAL	\$1,049,300	\$0	\$1,049,300	5.0
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	\$1,049,300	\$0	\$1,049,300	5.0
Veterans Community Living Centers adjustment	<u>985,200</u>	<u>0</u>	<u>985,200</u>	<u>0.0</u>
TOTAL	\$2,034,500	\$0	\$2,034,500	5.0
Increase/(Decrease)	\$985,200	\$0	\$985,200	0.0
Percentage Change	93.9%	0.0%	93.9%	0.0%
FY 2016-17 Executive Request:	\$1,049,300	\$0	\$1,049,300	5.0
Request Above/(Below) Recommendation	(\$985,200)	\$0	(\$985,200)	0.0

Fitzsimons State Veterans Nursing Home

This line item appropriates for informational purposes, the personnel and operating costs of the Fitzsimons State Veterans Nursing Home. .

Statutory Authority: Section 26-12-101 through 201.5, 26-12-206 and 207, and 26-12-402, C.R.S.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Request: The Department requests an appropriation of \$19,778,900 total funds and 238.4 FTE. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an informational appropriation of \$22,144,700 total funds, of which \$10,627,500 is cash funds and 238.4 FTE. The recommendation includes an informational adjustment to the cash funds to align the FY 2016-17 Long Bill with the projected expenditures for this line item. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Homelake Domiciliary and State and Veterans Nursing Homes, Fitzsimmons Veterans Community Living Center					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$19,778,900</u>	<u>\$0</u>	<u>\$13,444,700</u>	<u>\$6,334,200</u>	<u>238.4</u>
TOTAL	\$19,778,900	\$0	\$13,444,700	\$6,334,200	238.4
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$19,778,900	\$0	\$13,444,700	\$6,334,200	238.4
Veterans Community Living Centers adjustment	<u>2,361,800</u>	<u>0</u>	<u>(2,817,200)</u>	<u>5,179,000</u>	<u>0.0</u>
TOTAL	\$22,140,700	\$0	\$10,627,500	\$11,513,200	238.4
Increase/(Decrease)	\$2,361,800	\$0	(\$2,817,200)	\$5,179,000	0.0
Percentage Change	11.9%	0.0%	(21.0%)	81.8%	0.0%
FY 2016-17 Executive Request:	\$19,778,900	\$0	\$13,444,700	\$6,334,200	238.4
Request Above/(Below) Recommendation	(\$2,361,800)	\$0	\$2,817,200	(\$5,179,000)	0.0

Florence State Veterans Nursing Home

This line item appropriates for informational purposes, the personnel and operating costs of the Florence State Veterans Nursing Home.

Statutory Authority: Sections 26-12-101 through 201, 26-12-206 and 207, and 26-12-402, C.R.S.

Request: The Department requests an appropriation of \$10,376,300 total funds and 140.0 FTE. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an informational appropriation of \$11,502,900 total funds, of which \$7,131,800 is cash funds and 140.0 FTE. The recommendation includes an informational adjustment to the cash funds to align the FY 2016-17 Long Bill with the projected expenditures for this line item. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Homelake Domiciliary and State and Veterans Nursing Homes, Florence Veterans Community Living Center					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$10,376,300</u>	<u>\$0</u>	<u>\$7,355,800</u>	<u>\$3,020,500</u>	<u>140.0</u>
TOTAL	\$10,376,300	\$0	\$7,355,800	\$3,020,500	140.0
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	10,376,300	\$0	\$7,355,800	\$3,020,500	140.0
Veterans Community Living Centers adjustment	<u>1,126,600</u>	<u>0</u>	<u>(224,000)</u>	<u>1,350,600</u>	<u>0.0</u>
TOTAL	\$11,502,900	\$0	\$7,131,800	\$4,371,100	140.0
Increase/(Decrease)	\$1,126,600	\$0	(\$224,000)	\$1,350,600	0.0
Percentage Change	10.9%	0.0%	(3.0%)	44.7%	0.0%
FY 2016-17 Executive Request:	\$10,376,300	\$0	\$7,355,800	\$3,020,500	140.0
Request Above/(Below) Recommendation	(\$1,126,600)	\$0	\$224,000	(\$1,350,600)	0.0

Homelake State Veterans Community Living Center

This line item funds all costs of the Homelake State Veterans Community Living Center. The Center the Homelake Domiciliary which is a 46-bed facility in Monte Vista that serves residents who do not require continuous nursing or medical care, but may need assistance with meals, housekeeping, personal care, laundry, and access to a physician. Residents, who are veterans or their relatives, pay rental fees that are subsidized by U.S. Veteran's Administration per diem payments. The General Fund is used to subsidize resident fees at the Homelake Domiciliary.

Statutory Authority: Sections 26-12-101 through 201, 26-12-203, 26-12-206 and 207, 26-12-402, C.R.S.

Request: The Department requests an appropriation of \$6,805,930 total funds, of which \$186,130 is General Fund and 102.8 FTE. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an informational appropriation of \$7,924,230 total funds, of which \$186,130 is General Fund and 102.8 FTE. The recommendation includes an informational adjustment to the cash funds to align the FY 2016-17 Long Bill with the projected expenditures for this line item. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Homelake Domiciliary and State and Veterans Nursing Homes, Homelake Veterans Community Living Center					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$6,805,930</u>	<u>\$186,130</u>	<u>\$4,350,200</u>	<u>\$2,269,600</u>	<u>102.8</u>
TOTAL	\$6,805,930	\$186,130	\$4,350,200	\$2,269,600	102.8
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$6,805,930	\$186,130	\$4,350,200	\$2,269,600	102.8
Veterans Community Living Centers adjustment	<u>1,118,300</u>	<u>0</u>	<u>447,400</u>	<u>670,900</u>	<u>0.0</u>
TOTAL	\$7,924,230	\$186,130	\$4,797,600	\$2,940,500	102.8
Increase/(Decrease)	\$1,118,300	\$0	\$447,400	\$670,900	0.0
Percentage Change	16.4%	0.0%	10.3%	29.6%	0.0%
FY 2016-17 Executive Request:	\$6,805,930	\$186,130	\$4,350,200	\$2,269,600	102.8
Request Above/(Below) Recommendation	(\$1,118,300)	\$0	(\$447,400)	(\$670,900)	0.0

Rifle State Veterans Nursing Home

This line item appropriates for informational purposes, the personnel and operating costs of the Rifle State Veterans Nursing Home.

Statutory Authority: Sections 26-12-101 through 201, 26-12-206 and 207, and 26-12-402, C.R.S.

Request: The Department requests an appropriation of \$8,146,600 total funds and 115.6 FTE. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an informational appropriation of \$8,989,700 total funds and 115.6 FTE. The recommendation includes an informational adjustment to the cash funds to align the FY 2016-17 Long Bill with the projected expenditures for this line item. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Homelake Domiciliary and State and Veterans Nursing Homes, Rifle Veterans Community Living Center					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2015-16 Appropriation					
SB 15-234 (Long Bill)	<u>\$8,146,600</u>	<u>\$0</u>	<u>\$6,076,200</u>	<u>\$2,070,400</u>	<u>115.6</u>
TOTAL	\$8,146,600	\$0	\$6,076,200	\$2,070,400	115.6

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Services for People with Disabilities, Homelake Domiciliary and State and Veterans Nursing Homes, Rifle Veterans Community Living Center					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
FY 2016-17 Recommended Appropriation					
FY 2015-16 Appropriation	\$8,146,600	\$0	\$6,076,200	\$2,070,400	115.6
Veterans Community Living Centers adjustment	<u>843,100</u>	<u>0</u>	<u>306,500</u>	<u>536,600</u>	<u>0.0</u>
TOTAL	\$8,989,700	\$0	\$6,382,700	\$2,607,000	115.6
Increase/(Decrease)	\$843,100	\$0	\$306,500	\$536,600	0.0
Percentage Change	10.3%	0.0%	5.0%	25.9%	0.0%
FY 2016-17 Executive Request:	\$8,146,600	\$0	\$6,076,200	\$2,070,400	115.6
Request Above/(Below) Recommendation	(\$843,100)	\$0	(\$306,500)	(\$536,600)	0.0

Walsenburg State Veterans Nursing Home

This line item appropriates for informational purposes, the state administrative costs of the Walsenburg State Veterans Nursing Home.

Statutory Authority: Sections 26-12-101 through 202, and 26-12-402, C.R.S.

Request: The Department requests an appropriation of \$158,600 cash funds and 1.0 FTE. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends an informational appropriation of \$373,600 total funds and 1.0 FTE. The recommendation includes an informational adjustment to the cash funds to align the FY 2016-17 Long Bill with the projected expenditures for this line item. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Services for People with Disabilities, Homelake Domiciliary and State and Veterans Nursing Homes, Walsenburg Veterans Community Living Center				
	Total Funds	General Fund	Cash Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	<u>\$158,600</u>	<u>\$0</u>	<u>\$158,600</u>	<u>1.0</u>
TOTAL	\$158,600	\$0	\$158,600	1.0
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	\$158,600	\$0	\$158,600	1.0
Veterans Community Living Centers adjustment	<u>215,000</u>	<u>0</u>	<u>215,000</u>	<u>0.0</u>
TOTAL	\$373,600	\$0	\$373,600	1.0

*JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision*

Services for People with Disabilities, Homelake Domiciliary and State and Veterans Nursing Homes, Walsenburg Veterans Community Living Center				
	Total Funds	General Fund	Cash Funds	FTE
Increase/(Decrease)	\$215,000	\$0	\$215,000	0.0
Percentage Change	135.6%	0.0%	135.6%	0.0%
FY 2016-17 Executive Request:	\$158,600	\$0	\$158,600	1.0
Request Above/(Below) Recommendation	(\$215,000)	\$0	(\$215,000)	0.0

Transfer to the Central Fund pursuant to Section 26-12-108 (1) (a.5), C.R.S.

This line item was added to the FY 2007-08 Long Bill to comply with Section 26-12-108 (1) (a.5), C.R.S. which requires the General Assembly to appropriate General Fund to the Central Fund for Veterans Community Living Centers in an amount not to exceed 10.0 percent of total gross revenue accrued by the Central Fund during the preceding fiscal year. The appropriation is reappropriated to the Office of Operations and covers a portion of the indirect costs associated with Department services to the Veterans Community Living Centers.

Statutory Authority: Section 26-12-108 (1) (a.5), C.R.S.

Request: The Department requests an appropriation of \$800,000 General Fund. The request does not include any changes from the FY 2015-16 appropriation.

Recommendation: Staff recommends the Department's request for an appropriation of \$800,000 General Fund. Statute limits the amount of General Fund appropriated to the Central Fund to 10.0 percent of the total gross revenue accrued by the Central Fund in the preceding fiscal year. The Department projects total gross revenue of \$54,772,424 in FY 2015-16, therefore the \$800,000 falls under the 10.0 percent statutory limit.

Line Items Included in the Numbers Pages for Informational Purposes Only

Homelake Military Veterans Cemetery

This line item was added by S.B. 13-040 (Complete Cemetery Expansion at Homelake Center) to fund the two year project to fund the expansion of the Homelake Military Veterans Cemetery.

HCPF (7) Department of Human Services Medicaid Funded Programs

This division reflects the amount of Medicaid funds appropriated for programs administered by the Department of Human Services that are covered in this document

(A) EXECUTIVE DIRECTOR'S OFFICE - MEDICAID FUNDING

Executive Director's Office-Medicaid Funding

This line item reflects the amount of Medicaid funds appropriated for centrally appropriated line items for employees and operating expenses funded by Medicaid dollars in the Department of Human Services.

Statutory Authority: Sections 26-1-105 and 26-1-201, C.R.S.

Request: The Department requests \$16,340,182 total funds, of which \$8,189,536 is General Fund. The request includes a reduction of \$1,463,011 total funds, of which \$647,418 is General Fund for adjustments to the centrally appropriated line items.

Recommendation: **Staff recommends an appropriation of \$16,099,539 total funds of which \$8,049,770 is General Fund.** The following table summarizes the recommended amount of Medicaid funds by Department of Human Services line item.

Staff Recommendations for Medicaid Funds in Department of Human Services Executive Director's Office			
Line Item	Total Medicaid	Medicaid General Fund	Medicaid Federal Funds
(1) (A) General Administration			
Personal Services	\$193,073	\$96,537	\$96,536
Health, Life and Dental	6,585,648	3,292,824	3,292,824
Short-term Disability	65,634	32,817	32,817
Amortization Equalization Disbursement	1,791,572	895,786	895,786
Supp. Amortization Equalization Disbursement	1,776,931	888,465	888,466
Salary Survey	140,012	70,006	70,006
Shift Differential	1,855,670	927,835	927,835
Workers Compensation	2,557,448	1,278,724	1,278,724
Operating Expenses	106,183	53,092	53,091
Payments to Risk Management	178,070	89,035	89,035
Injury Prevention	76,417	38,208	38,209
(1) (B) Special Purpose			
Employment and Regulatory Affairs	712,620	356,310	356,310
Security Remediation	60,261	30,131	30,130
Total for HCPF Division (7) Line Item	\$16,099,539	\$8,049,770	\$8,049,769

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Department of Human Services Medicaid-Funded Programs, Executive Director's Office - Medicaid Funding, Executive Director's Office - Medicaid Funding				
	Total Funds	General Fund	Federal Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	\$16,709,224	\$8,223,190	\$8,486,034	0.0
HB 16-1240 (Supplemental)	<u>713,260</u>	<u>356,630</u>	<u>356,630</u>	<u>0.0</u>
TOTAL	\$17,422,484	\$8,579,820	\$8,842,664	0.0
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	\$17,422,484	\$8,579,820	\$8,842,664	0.0
R11/BA16 Standard federal match	0	76,068	(76,068)	0.0
Human Services programs	<u>(1,322,945)</u>	<u>(606,118)</u>	<u>(716,827)</u>	<u>0.0</u>
TOTAL	\$16,099,539	\$8,049,770	\$8,049,769	0.0
Increase/(Decrease)	(\$1,322,945)	(\$530,050)	(\$792,895)	0.0
Percentage Change	(7.6%)	(6.2%)	(9.0%)	0.0%
FY 2016-17 Executive Request:	\$16,340,182	\$8,189,536	\$8,150,646	0.0
Request Above/(Below) Recommendation	\$240,643	\$139,766	\$100,877	0.0

(H) SERVICES FOR PEOPLE WITH DISABILITIES - MEDICAID FUNDING

Regional Centers

This line item reflects the amount of Medicaid funds appropriated for the three Regional Centers excluding Medicaid funds appropriated for centrally appropriated line items, utilities and depreciation.

Statutory Authority: Sections 25.5-6-101 through 1206, 25.5-10-224, 27-10.5-118, and 27-10.5-301 through 307, C.R.S.

Request: The Department requests \$53,513,498 total funds, of which \$24,781,955 is General Fund. The request includes the following changes from the FY 2015-16 appropriation:

- An increase for the annualization of FY 2015-16 salary survey and merit pay; and
- A net zero change for the FMAP adjustment.

Recommendation: **Staff recommends an appropriation of \$53,699,657 total funds, of which \$24,876,287 is General Fund.** The difference from the request is that the recommendation is based on the most recent census and average cost per day data provided by the Department on

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

January 15, 2016. The following table summarizes the recommended amount of Medicaid funds by Department of Human Services line item.

Regional Center Medicaid Funds	
Regional Center Line Items	Medicaid Amounts
Wheat Ridge Regional Center ICF	\$25,693,316
Grand Junction Regional Center ICF	8,045,100
Grand Junction Regional Center Waiver Services	9,653,449
Pueblo Regional Center Waiver Services	10,307,792
Total	\$53,699,657
General Fund	24,415,642
Cash Fund	1,866,142
Federal Funds	27,417,873

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

Department of Human Services Medicaid-Funded Programs, Services for People with Disabilities - Medicaid Funding, Regional Centers						
	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2015-16 Appropriation						
SB 15-234 (Long Bill)	<u>\$52,774,028</u>	<u>\$24,029,264</u>	<u>\$1,866,142</u>	<u>\$0</u>	<u>\$26,878,622</u>	<u>0.0</u>
TOTAL	\$52,774,028	\$24,029,264	\$1,866,142	\$0	\$26,878,622	0.0
FY 2016-17 Recommended Appropriation						
FY 2015-16 Appropriation	\$52,774,028	\$24,029,264	\$1,866,142	\$0	\$26,878,622	0.0
Human Services programs	739,470	366,631	0	0	372,839	0.0
HUM Regional Center adjustments	186,159	143,818	0	0	42,341	0.0
R11/BA16 Standard federal match	<u>0</u>	<u>336,574</u>	<u>0</u>	<u>0</u>	<u>(336,574)</u>	<u>0.0</u>
TOTAL	\$53,699,657	\$24,876,287	\$1,866,142	\$0	\$26,957,228	0.0
Increase/(Decrease)	\$925,629	\$847,023	\$0	\$0	\$78,606	0.0
Percentage Change	1.8%	3.5%	0.0%	0.0%	0.3%	0.0%
FY 2016-17 Executive Request:	\$53,513,498	\$24,781,955	\$1,866,142	\$0	\$26,865,401	0.0
Request Above/(Below) Recommendation	(\$186,159)	(\$94,332)	\$0	\$0	(\$91,827)	0.0

Regional Center Depreciation

Federal rules allow states to draw Medicaid for some capital costs related to facilities for people with developmental disabilities using a depreciation method. Depreciation amounts are included in the daily rates the Department of Human Services charges to the Department of Health Care Policy and Financing for regional center consumers. However, because depreciation is associated with a past expenditure, it is not an operating expense that is included in the Department of Human Services operating budget.

This line item enables the State to capture depreciation payments from federal authorities associated with regional centers of the Department of Human Services (DHS). The line item was added through the FY 2003-04 Supplemental Bill (HB 04-1320) to reflect historic department practice. DHS is required to conduct annual depreciation calculations as part of its federal cost reporting. Depreciation amounts, allowed by federal authorities, have been included in the daily rates DHS charges to the Department for regional center consumers (all of whom are Medicaid eligible).

Statutory Authority: Section 24-75-302 (3.8) (a), C.R.S.

Request: The Department requests \$1,044,544 total funds, of which \$520,183 is General Fund. The request includes a net zero change for the FMAP adjustment.

Recommendation: **Staff recommends an appropriation of \$1,102,033 total funds, of which \$553,221 is General Fund.** The difference from the request is that the recommendation is based on the most recent census and average cost per day data provided by the Department on January 15, 2016. The following table summarizes the recommended amount of Medicaid funds by line item in the Department of Human Services.

Regional Center Depreciation Medicaid Funds	
Regional Center Line Items	Medicaid Amounts
Wheat Ridge Regional Center ICF	\$150,000
Grand Junction Regional Center ICF	220,519
Grand Junction Regional Center Waiver Services	295,478
Pueblo Regional Center Waiver Services	436,036
Total	\$1,102,033
General Fund	553,221
Federal Funds	548,812

The recommendation is calculated in accordance with Committee policy and outlined in the following table.

JBC Staff Figure Setting: FY 2016-17
Staff Working Document – Does Not Represent Committee Decision

Department of Human Services Medicaid-Funded Programs, Services for People with Disabilities - Medicaid Funding, Regional Center Depreciation				
	Total Funds	General Fund	Federal Funds	FTE
FY 2015-16 Appropriation				
SB 15-234 (Long Bill)	<u>\$1,044,544</u>	<u>\$514,020</u>	<u>\$530,524</u>	<u>0.0</u>
TOTAL	\$1,044,544	\$514,020	\$530,524	0.0
FY 2016-17 Recommended Appropriation				
FY 2015-16 Appropriation	\$1,044,544	\$514,020	\$530,524	0.0
HUM Regional Center adjustments	57,489	27,606	29,883	0.0
R11/BA16 Standard federal match	<u>0</u>	<u>11,595</u>	<u>(11,595)</u>	<u>0.0</u>
TOTAL	\$1,102,033	\$553,221	\$548,812	0.0
Increase/(Decrease)	\$57,489	\$39,201	\$18,288	0.0
Percentage Change	5.5%	7.6%	3.4%	0.0%
FY 2016-17 Executive Request:	\$1,044,544	\$520,183	\$524,361	0.0
Request Above/(Below) Recommendation	(\$57,489)	(\$33,038)	(\$24,451)	0.0

Long Bill Footnotes and Requests for Information

LONG BILL FOOTNOTES

Staff recommends **continuing** the following footnotes, with modifications in struck type and small caps:

- 1 Department of Human Services, Services for People with Disabilities, Regional Centers for People with Developmental Disabilities, Wheat Ridge Regional Center, Wheat Ridge Regional Center Intermediate Care Facility; and Grand Junction Regional Center, Grand Junction Regional Center Intermediate Care Facility -- In addition to the transfer authority provided in Section 24-75-108, C.R.S., the Department may transfer up to 5.0 percent of the total appropriation for Intermediate Care Facilities between the Wheat Ridge Regional Center and the Grand Junction Regional Center.

Comment: This footnote provides the Department flexibility to move funds between the two Intermediate Care Facilities for Individuals with Intellectual Disabilities to account for individuals who may move between facilities.

- 2 Department of Human Services, Services for People with Disabilities, Regional Centers for People with Developmental Disabilities, Grand Junction Regional Center, Grand Junction Regional Center Waiver Services; and Pueblo Regional Center, Pueblo Regional Center Waiver Services -- In addition to the transfer authority provided in Section 24-75-108, C.R.S., the Department may transfer up to 5.0 percent of the total appropriation for Regional Center waiver services between the Grand Junction Regional Center and the Pueblo Regional Center.

Comment: This footnote provides the Department flexibility to move funds between the two waiver licensed Regional Centers to account for individuals who may move between facilities.

Staff recommends **discontinuing** the following footnotes:

- 3 Department of Human Services, Services for People with Disabilities, Division of Vocational Rehabilitation -- In addition to the transfer authority provided in Section 24-75-108, C.R.S., the Department may transfer up to 5.0 percent of the total appropriation between the Vocational Rehabilitation Personal Services, Vocational Rehabilitation Operating Expenses, Vocational Rehabilitation Services, and School to Work Alliance Program.

Comment: Since the Vocational Rehabilitation Programs are transferring to the Department of Labor and Employment on July 1, 2016, this footnote will not be relevant to the Department of Human Services. Staff is recommending the footnote be added to the Department of Labor and Employment

REQUESTS FOR INFORMATION

Staff recommends the following **new** requests for information:

- 1 Department of Health Care Policy and Financing, Office of Community Living; Department of Human Services, Services for People with Disabilities, Regional Centers; and Department of Public Health and Environment, Health Facilities and Emergency Medical Services Division, Health Facilities Division -- The Departments are requested to provide by July 15, 2016 the implementation plan for Regional Center Task Force Recommendations.

Comment: Staff recommends adding the above request for information so the Committee is kept informed of the three department's work on implementation of Regional Center Task Force recommendations.

Staff recommends **continuing** the following requests for information, with modifications in struck type and small caps:

Department of Human Services, Services for People with Disabilities, Regional Centers for People with Developmental Disabilities -- The Department is requested to provide by January 15, ~~2016~~, 2017, the monthly census for each Regional Center by licensure type since the beginning of the fiscal year, and annual cost per capita for each Regional Center by licensure type, including the Regional Center costs for utilities, depreciation, indirect costs, and centrally appropriated personnel items.

Comment: This request for information provides the census and per person per day rate that is used to set the line items for each Regional Center.

Department of Human Services, Services for People with Disabilities, Regional Centers for People with Developmental Disabilities -- The Department is requested to provide by November 1, ~~2015~~ 2016 information regarding transitions and readmissions to the Regional Centers for each of the past eighteen months. As part of the response, the Department should include: the number of individuals that have been transitioned from each Regional Center and the setting to which they were transitioned for each month, how many of these individuals have been readmitted to a Regional Center and when, the number of monthly admissions to each Regional Center, the definition of a successful transition, and the monthly number of successful transitions.

Comment: This request for information provides the transitions and readmissions data the Committee has historically asked for in a manner that can be presented during briefings.

Staff recommends **discontinuing** the following requests for information:

Department of Human Services, Services for People with Disabilities, Division of Vocational Rehabilitation -- The Department is requested to provide quarterly reports on the number of individuals receiving vocational rehabilitation services including: a breakdown by category of the number of individuals receiving services; the average cost by

category of services; the projected fiscal year expenditures, and the projected balance of the State's federal vocational rehabilitation account.

Comment: Since the Vocational Rehabilitation Programs are transferring to the Department of Labor and Employment on July 1, 2016, this request for information will not be relevant to the Department of Human Services. Staff is recommending the request for information be added to the Department of Labor and Employment.

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

Appendix A: Number Pages

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
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DEPARTMENT OF LABOR AND EMPLOYMENT
Ellen Golombek, Executive Director

(7) DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES

Vocational Rehabilitation Programs

Personal Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>15,939,624</u>	<u>15,939,624</u>
FTE	0.0	0.0	0.0	223.7	223.7
General Fund	0	0	0	3,392,568	3,392,568
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	12,547,056	12,547,056
Operating Expenses	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,539,404</u>	<u>2,539,404</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	540,893	540,893
Federal Funds	0	0	0	1,998,511	1,998,511
Administrative Law Judge Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>29,038</u>
FTE	0.0	0.0	0.0	0.0	0.0
General Fund	0	0	0	0	6,185
Federal Funds	0	0	0	0	22,853

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Voc Rehab Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>14,831,622</u>	<u>14,831,622</u>
General Fund	0	0	0	1,043,950	1,043,950
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	2,115,185	2,115,185
Federal Funds	0	0	0	11,672,487	11,672,487
School to Work Alliance Program	<u>0</u>	<u>0</u>	<u>0</u>	<u>9,133,891</u>	<u>9,133,891</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	34,647	34,647
Reappropriated Funds	0	0	0	1,910,872	1,910,872
Federal Funds	0	0	0	7,188,372	7,188,372
Voc Rehab Mental Health Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,748,180</u>	<u>1,748,180</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	372,363	372,363
Federal Funds	0	0	0	1,375,817	1,375,817
Business Enterprises Program for People Who Are Blind	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,532,125</u>	<u>1,532,125</u>
FTE	0.0	0.0	0.0	6.0	6.0
General Fund	0	0	0	0	0
Cash Funds	0	0	0	325,500	325,500
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	1,206,625	1,206,625

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Business Enterprises Program	0	0	0	<u>429,000</u>	<u>429,000</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	429,000	429,000
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Federal Social Security Reimbursements	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,885,600</u>	<u>1,885,600</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	1,885,600	1,885,600
SUBTOTAL - Vocational Rehabilitation					
Programs	0	0	0	48,039,446	48,068,484
<i>FTE</i>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>229.7</u>	<u>229.7</u>
General Fund	0	0	0	4,436,518	4,442,703
Cash Funds	0	0	0	789,147	789,147
Reappropriated Funds	0	0	0	4,939,313	4,939,313
Federal Funds	0	0	0	37,874,468	37,897,321
Office of Independent Living Services					
Program Costs	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>206,065</u>
FTE	0.0	0.0	0.0	0.0	4.0
General Fund	0	0	0	0	206,065
Cash Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Independent Living Services	0	0	0	0	6,363,800
General Fund	0	0	0	0	5,974,679
Cash Funds	0	0	0	0	29,621
Federal Funds	0	0	0	0	359,500
SUBTOTAL - Office of Independent Living Services	0	0	0	0	6,569,865
<i>FTE</i>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>4.0</u>
General Fund	0	0	0	0	6,180,744
Cash Funds	0	0	0	0	29,621
Federal Funds	0	0	0	0	359,500
TOTAL - (7) Division of Vocational Rehabilitation and Independent Living Services	0	0	0	48,039,446	54,638,349
<i>FTE</i>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>229.7</u>	<u>233.7</u>
General Fund	0	0	0	4,436,518	10,623,447
Cash Funds	0	0	0	789,147	818,768
Reappropriated Funds	0	0	0	4,939,313	4,939,313
Federal Funds	0	0	0	37,874,468	38,256,821
TOTAL - Department of Labor and Employment	0	0	0	48,039,446	54,638,349
<i>FTE</i>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>229.7</u>	<u>233.7</u>
General Fund	0	0	0	4,436,518	10,623,447
Cash Funds	0	0	0	789,147	818,768
Reappropriated Funds	0	0	0	4,939,313	4,939,313
Federal Funds	0	0	0	37,874,468	38,256,821

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

Appendix A: Number Pages

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
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DEPARTMENT OF HUMAN SERVICES
Reggie Bicha, Executive Director

(1) EXECUTIVE DIRECTOR'S OFFICE

(A) General Administration

Personal Services	<u>1,887,283</u>	<u>2,419,054</u>	<u>2,002,142</u>	<u>2,059,810</u>	<u>2,059,810</u>
FTE	19.3	19.3	15.3	15.3	15.3
General Fund	936,972	994,107	670,955	708,366	708,366
Cash Funds	654,920	114,421	108,802	115,072	115,072
Reappropriated Funds	64,683	376,558	310,734	319,416	319,416
Federal Funds	230,708	933,968	911,651	916,956	916,956
Health, Life, and Dental	<u>26,540,652</u>	<u>29,877,921</u>	<u>34,041,641</u>	<u>33,117,798</u>	<u>32,736,387</u> *
General Fund	16,089,254	16,715,817	21,642,287	22,503,937	22,142,423
Cash Funds	64,365	656,675	647,045	559,034	543,180
Reappropriated Funds	6,909,571	8,651,612	7,515,685	6,909,927	6,909,927
Federal Funds	3,477,462	3,853,817	4,236,624	3,144,900	3,140,857
Short-term Disability	<u>382,605</u>	<u>482,212</u>	<u>492,884</u>	<u>407,717</u>	<u>404,087</u> *
General Fund	259,563	308,434	319,516	277,453	273,968
Cash Funds	9,412	9,749	11,054	8,368	8,271
Reappropriated Funds	56,815	91,502	92,824	74,665	74,665
Federal Funds	56,815	72,527	69,490	47,231	47,183

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
S.B. 04-257 Amortization Equalization					
Disbursement	<u>7,211,504</u>	<u>9,025,063</u>	<u>10,168,601</u>	<u>10,618,714</u>	<u>10,526,999</u> *
General Fund	4,512,450	5,782,949	6,600,971	7,226,953	7,138,906
Cash Funds	179,431	178,449	222,977	213,261	210,806
Reappropriated Funds	1,511,774	1,735,859	1,941,356	1,978,665	1,978,665
Federal Funds	1,007,849	1,327,806	1,403,297	1,199,835	1,198,622
S.B. 06-235 Supplemental Amortization					
Equalization Disbursement	<u>6,466,112</u>	<u>8,462,750</u>	<u>9,812,994</u>	<u>10,508,101</u>	<u>10,417,342</u> *
General Fund	4,250,101	5,423,268	6,366,987	7,151,673	7,064,543
Cash Funds	161,986	167,296	215,376	211,039	208,610
Reappropriated Funds	2,054,025	1,627,368	1,875,174	1,958,054	1,958,054
Federal Funds	0	1,244,818	1,355,457	1,187,335	1,186,135
Salary Survey					
General Fund	<u>5,950,587</u>	<u>5,906,568</u>	<u>2,443,776</u>	<u>895,560</u>	<u>895,560</u>
Cash Funds	3,521,881	3,771,882	1,571,453	640,505	640,505
Reappropriated Funds	158,634	120,276	56,428	28,372	28,372
Federal Funds	1,330,200	1,126,559	466,303	155,379	155,379
Federal Funds	939,872	887,851	349,592	71,304	71,304
Merit Pay					
General Fund	<u>3,339,994</u>	<u>2,315,460</u>	<u>2,380,606</u>	<u>0</u>	<u>0</u>
Cash Funds	1,945,332	1,457,382	1,494,087	0	0
Reappropriated Funds	83,797	41,289	51,234	0	0
Federal Funds	753,376	443,366	467,204	0	0
Federal Funds	557,489	373,423	368,081	0	0

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Shift Differential	<u>4,566,588</u>	<u>5,211,427</u>	<u>5,311,304</u>	<u>5,792,948</u>	<u>5,792,948</u>
General Fund	3,010,588	3,462,404	3,590,643	3,934,215	3,934,215
Cash Funds	0	8,486	0	0	0
Reappropriated Funds	1,531,572	1,728,870	1,720,661	1,858,733	1,858,733
Federal Funds	24,428	11,667	0	0	0
Workers' Compensation	<u>12,469,196</u>	<u>11,940,848</u>	<u>9,502,479</u>	<u>10,330,733</u>	<u>8,707,316</u> *
General Fund	7,779,924	6,740,544	5,076,950	5,019,785	3,736,257
Cash Funds	1,173,234	1,104,845	1,007,507	1,384,856	1,320,306
Reappropriated Funds	3,290,999	3,479,330	2,816,284	2,801,541	2,626,263
Federal Funds	225,039	616,129	601,738	1,124,551	1,024,490
Operating Expenses	<u>511,276</u>	<u>470,369</u>	<u>499,761</u>	<u>499,761</u>	<u>490,689</u>
General Fund	215,181	108,983	143,372	143,372	141,440
Cash Funds	119,393	119,569	119,570	119,570	119,570
Reappropriated Funds	118,365	160,504	160,504	160,504	160,504
Federal Funds	58,337	81,313	76,315	76,315	69,175
Legal Services	<u>1,616,065</u>	<u>1,823,962</u>	<u>1,751,889</u>	<u>1,772,910</u>	<u>1,772,910</u>
General Fund	1,485,148	1,672,032	1,672,032	1,692,095	1,692,095
Cash Funds	130,917	151,930	79,857	80,815	80,815
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Administrative Law Judge Services	<u>723,531</u>	<u>579,719</u>	<u>615,792</u>	<u>600,594</u>	<u>580,181</u> *
General Fund	438,068	358,537	380,847	371,502	370,647
Cash Funds	43,760	16,258	17,270	16,913	17,163
Federal Funds	241,703	204,924	217,675	212,179	192,371

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Payment to Risk Management and Property Funds	<u>1,463,119</u>	<u>1,475,475</u>	<u>1,642,372</u>	<u>1,960,331</u>	<u>1,871,071</u>
General Fund	1,170,321	786,797	875,554	1,045,059	999,272
Cash Funds	26,091	118,998	132,422	158,059	151,365
Reappropriated Funds	187,900	232,135	258,773	308,871	297,184
Federal Funds	78,807	337,545	375,623	448,342	423,250
Staff Training	<u>545</u>	<u>0</u>	<u>13,799</u>	<u>13,799</u>	<u>13,799</u>
Cash Funds	545	0	13,799	13,799	13,799
Injury Prevention Program	<u>78,044</u>	<u>89,813</u>	<u>105,970</u>	<u>105,970</u>	<u>105,970</u>
Reappropriated Funds	78,044	89,813	105,970	105,970	105,970
SUBTOTAL - (A) General Administration	73,207,101	80,080,641	80,786,010	78,684,746	76,375,069
<i>FTE</i>	<u>19.3</u>	<u>19.3</u>	<u>15.3</u>	<u>15.3</u>	<u>15.3</u>
General Fund	45,614,783	47,583,136	50,405,654	50,714,915	48,842,637
Cash Funds	2,806,485	2,808,241	2,683,341	2,909,158	2,817,329
Reappropriated Funds	17,887,324	19,743,476	17,731,472	16,631,725	16,444,760
Federal Funds	6,898,509	9,945,788	9,965,543	8,428,948	8,270,343

(B) Special Purpose

Employment and Regulatory Affairs	<u>4,908,372</u>	<u>5,224,124</u>	<u>5,373,492</u>	<u>5,452,978</u>	<u>5,452,978</u>
FTE	63.8	63.8	65.9	65.9	65.9
General Fund	1,813,846	2,012,863	2,072,027	2,102,725	2,102,725
Cash Funds	243,882	277,995	285,154	289,430	289,430
Reappropriated Funds	676,381	692,574	712,620	722,954	722,954
Federal Funds	2,174,263	2,240,692	2,303,691	2,337,869	2,337,869

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Administrative Review Unit	<u>2,177,677</u>	<u>2,006,561</u>	<u>2,399,953</u>	<u>2,439,709</u>	<u>2,439,709</u>
FTE	22.6	22.6	26.2	26.2	26.2
General Fund	1,501,185	1,581,513	1,635,462	1,669,254	1,669,254
Federal Funds	676,492	425,048	764,491	770,455	770,455
Records and Reports of Child Abuse or Neglect	<u>527,381</u>	<u>479,270</u>	<u>611,534</u>	<u>618,817</u>	<u>618,817</u>
FTE	7.6	7.6	7.5	7.5	7.5
Cash Funds	527,381	479,270	611,534	618,817	618,817
Child Protection Ombudsman Program	<u>734,130</u>	<u>897,694</u>	<u>242,450</u>	0	0
General Fund	368,565	448,847	242,450	0	0
Cash Funds	365,565	448,847	0	0	0
Juvenile Parole Board	<u>278,314</u>	<u>217,342</u>	<u>292,317</u>	<u>295,654</u>	<u>263,019</u>
FTE	3.2	3.2	3.2	3.2	3.2
General Fund	202,200	150,342	213,463	216,800	184,165
Reappropriated Funds	76,114	67,000	78,854	78,854	78,854
Developmental Disabilities Council	<u>739,769</u>	<u>687,086</u>	<u>900,655</u>	<u>908,013</u>	<u>908,013</u>
FTE	5.0	5.0	6.0	6.0	6.0
Federal Funds	739,769	687,086	900,655	908,013	908,013
Colorado Commission for the Deaf and Hard of Hearing	<u>1,209,786</u>	<u>1,137,785</u>	<u>1,177,753</u>	<u>1,173,954</u>	<u>1,358,510</u> *
FTE	5.4	5.4	6.3	6.3	8.3
General Fund	101,378	132,807	136,348	124,882	136,660
Reappropriated Funds	936,927	1,004,978	1,041,405	1,049,072	1,221,850
Federal Funds	171,481	0	0	0	0

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Health Insurance Portability and Accountability Act of 1996 - Security Remediation	<u>343,924</u>	<u>279,316</u>	<u>380,739</u>	<u>380,739</u>	<u>318,538</u>
FTE	1.0	1.0	1.0	1.0	1.0
General Fund	257,031	231,851	280,296	280,296	244,441
Cash Funds	0	298	334	334	298
Reappropriated Funds	73,355	47,167	73,998	73,998	60,261
Federal Funds	13,538	0	26,111	26,111	13,538
CBMS Emergency Processing Unit	<u>124,067</u>	<u>115,001</u>	<u>222,137</u>	<u>223,416</u>	<u>206,066</u>
FTE	2.0	2.0	4.0	4.0	4.0
General Fund	63,410	52,445	75,820	76,268	76,268
Cash Funds	0	0	17,350	17,350	0
Federal Funds	60,657	62,556	128,967	129,798	129,798
Children's Savings Accounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>100,000</u>	<u>0</u> *
General Fund	0	0	0	100,000	0
Developmental Disabilities and Behavioral Health Services Gap Analysis	<u>50,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	50,000	0	0	0	0
Regional Center Taskforce and Utilization Study	<u>0</u>	<u>227,823</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	0	227,823	0	0	0
SUBTOTAL - (B) Special Purpose	11,093,420	11,272,002	11,601,030	11,593,280	11,565,650
FTE	<u>110.6</u>	<u>110.6</u>	<u>120.1</u>	<u>120.1</u>	<u>122.1</u>
General Fund	4,357,615	4,838,491	4,655,866	4,570,225	4,413,513
Cash Funds	1,136,828	1,206,410	914,372	925,931	908,545
Reappropriated Funds	1,762,777	1,811,719	1,906,877	1,924,878	2,083,919
Federal Funds	3,836,200	3,415,382	4,123,915	4,172,246	4,159,673

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
TOTAL - (1) Executive Director's Office	84,300,521	91,352,643	92,387,040	90,278,026	87,940,719
<i>FTE</i>	<u>129.9</u>	<u>129.9</u>	<u>135.4</u>	<u>135.4</u>	<u>137.4</u>
General Fund	49,972,398	52,421,627	55,061,520	55,285,140	53,256,150
Cash Funds	3,943,313	4,014,651	3,597,713	3,835,089	3,725,874
Reappropriated Funds	19,650,101	21,555,195	19,638,349	18,556,603	18,528,679
Federal Funds	10,734,709	13,361,170	14,089,458	12,601,194	12,430,016

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
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(9) SERVICES FOR PEOPLE WITH DISABILITIES

abilitation, and Homelake Domiciliary and the State and Veterans Nursing Homes.

(B) Regional Centers for People with Developmental Disabilities

(1) Wheat Ridge Regional Center

Wheat Ridge Regional Center Intermediate Care

Facility	<u>0</u>	<u>0</u>	<u>24,622,042</u>	<u>24,859,219</u>	<u>25,037,293</u>
FTE	0.0	0.0	373.0	373.0	373.0
Cash Funds	0	0	779,734	779,589	779,589
Reappropriated Funds	0	0	23,842,308	24,079,630	24,257,704
 Wheat Ridge Regional Center Provider Fee	 <u>1,422,365</u>	 <u>1,436,603</u>	 <u>1,435,612</u>	 <u>1,435,612</u>	 <u>1,435,612</u>
Reappropriated Funds	1,422,365	1,436,603	1,435,612	1,435,612	1,435,612
 Wheat Ridge Regional Center Depreciation	 <u>0</u>	 <u>0</u>	 <u>170,168</u>	 <u>170,168</u>	 <u>150,000</u>
Reappropriated Funds	0	0	170,168	170,168	150,000
 Wheat Ridge Regional Center Personal Services	 <u>20,419,342</u>	 <u>18,735,491</u>	 <u>0</u>	 <u>0</u>	 <u>0</u>
FTE	379.7	427.3	0.0	0.0	0.0
General Fund	0	1,003,464	0	0	0
Cash Funds	726,110	701,847	0	0	0
Reappropriated Funds	19,693,232	17,030,180	0	0	0
 Wheat Ridge Regional Center Operating Expenses	 <u>1,315,908</u>	 <u>1,488,668</u>	 <u>0</u>	 <u>0</u>	 <u>0</u>
General Fund	0	0	0	0	0
Reappropriated Funds	1,315,908	1,488,668	0	0	0
 Resident Incentive Allowance	 <u>31,630</u>	 <u>30,221</u>	 <u>0</u>	 <u>0</u>	 <u>0</u>
Reappropriated Funds	31,630	30,221	0	0	0

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
SUBTOTAL - (1) Wheat Ridge Regional Center	23,189,245	21,690,983	26,227,822	26,464,999	26,622,905
<i>FTE</i>	<u>379.7</u>	<u>427.3</u>	<u>373.0</u>	<u>373.0</u>	<u>373.0</u>
General Fund	0	1,003,464	0	0	0
Cash Funds	726,110	701,847	779,734	779,589	779,589
Reappropriated Funds	22,463,135	19,985,672	25,448,088	25,685,410	25,843,316

(2) Grand Junction Regional Center

Grand Junction Regional Center Intermediate Care

Facility	<u>0</u>	<u>0</u>	<u>6,743,420</u>	<u>6,889,562</u>	<u>6,737,880</u>
<i>FTE</i>	0.0	0.0	98.8	98.8	98.8
Cash Funds	0	0	712,094	712,070	712,070
Reappropriated Funds	0	0	6,031,326	6,177,492	6,025,810

Physician Services	<u>85,808</u>	<u>18,755</u>	<u>0</u>	<u>0</u>	<u>0</u> *
<i>FTE</i>	0.0	0.0	0.0	0.0	0.0
General Fund	85,808	18,755	0	0	0

Grand Junction Regional Center Provider Fee	<u>445,344</u>	<u>453,291</u>	<u>453,291</u>	<u>453,291</u>	<u>453,291</u>
Reappropriated Funds	445,344	453,291	453,291	453,291	453,291

Grand Junction Regional Center Waiver Funding	<u>0</u>	<u>0</u>	<u>10,955,640</u>	<u>11,111,627</u>	<u>10,051,713</u>
<i>FTE</i>	0.0	0.0	174.2	174.2	174.2
Cash Funds	0	0	398,264	398,264	398,264
Reappropriated Funds	0	0	10,557,376	10,713,363	9,653,449

Grand Junction Regional Center Depreciation	<u>0</u>	<u>0</u>	<u>515,997</u>	<u>515,997</u>	<u>515,997</u>
Reappropriated Funds	0	0	515,997	515,997	515,997

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Grand Junction Regional Center Personal Services	<u>15,349,182</u>	<u>11,778,501</u>	0	0	0
FTE	270.0	303.9	0.0	0.0	0.0
General Fund	0	0	0	0	0
Cash Funds	70,957	580,139	0	0	0
Reappropriated Funds	15,278,225	11,198,362	0	0	0
Resident Incentive Allowance	<u>32,543</u>	<u>23,083</u>	0	0	0
Reappropriated Funds	32,543	23,083	0	0	0
Grand Junction Regional Center Operating Expenses	<u>1,127,604</u>	<u>1,019,878</u>	0	0	0
General Fund	0	0	0	0	0
Cash Funds	520,884	280,629	0	0	0
Reappropriated Funds	606,720	739,249	0	0	0
SUBTOTAL - (2) Grand Junction Regional Center	17,040,481	13,293,508	18,668,348	18,970,477	17,758,881
FTE	<u>270.0</u>	<u>303.9</u>	<u>273.0</u>	<u>273.0</u>	<u>273.0</u>
General Fund	85,808	18,755	0	0	0
Cash Funds	591,841	860,768	1,110,358	1,110,334	1,110,334
Reappropriated Funds	16,362,832	12,413,985	17,557,990	17,860,143	16,648,547
(3) Pueblo Regional Center					
Pueblo Regional Center Waiver Funding	0	0	<u>9,949,427</u>	<u>10,149,422</u>	<u>10,847,648</u>
FTE	0.0	0.0	181.8	181.8	181.8
Cash Funds	0	0	539,856	539,856	539,856
Reappropriated Funds	0	0	9,409,571	9,609,566	10,307,792

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Pueblo Regional Center Depreciation	0	0	358,379	358,379	436,036
Reappropriated Funds	0	0	358,379	358,379	436,036
Pueblo Regional Center Personal Services	<u>7,699,763</u>	<u>5,791,013</u>	0	0	0
FTE	0.0	205.4	0.0	0.0	0.0
General Fund	0	0	0	0	0
Cash Funds	210,316	499,567	0	0	0
Reappropriated Funds	7,489,447	5,291,446	0	0	0
Pueblo Regional Center Operating Expenses	<u>462,616</u>	0	0	0	0
General Fund	0	0	0	0	0
Reappropriated Funds	462,616	0	0	0	0
Leased Space	<u>42,807</u>	<u>8,248</u>	0	0	0
Reappropriated Funds	42,807	8,248	0	0	0
Resident Incentive Allowance	<u>19,944</u>	<u>20,368</u>	0	0	0
Reappropriated Funds	19,944	20,368	0	0	0
SUBTOTAL - (3) Pueblo Regional Center	8,225,130	5,819,629	10,307,806	10,507,801	11,283,684
FTE	<u>0.0</u>	<u>205.4</u>	<u>181.8</u>	<u>181.8</u>	<u>181.8</u>
General Fund	0	0	0	0	0
Cash Funds	210,316	499,567	539,856	539,856	539,856
Reappropriated Funds	8,014,814	5,320,062	9,767,950	9,967,945	10,743,828

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
SUBTOTAL - (B) Regional Centers for People with Developmental Disabilities	48,454,856	40,804,120	55,203,976	55,943,277	55,665,470
<i>FTE</i>	<u>649.7</u>	<u>936.6</u>	<u>827.8</u>	<u>827.8</u>	<u>827.8</u>
General Fund	85,808	1,022,219	0	0	0
Cash Funds	1,528,267	2,062,182	2,429,948	2,429,779	2,429,779
Reappropriated Funds	46,840,781	37,719,719	52,774,028	53,513,498	53,235,691

(C) Work Therapy Program

Program Costs	<u>459,748</u>	<u>414,487</u>	<u>570,421</u>	<u>570,421</u>	<u>570,421</u>
<i>FTE</i>	<u>1.3</u>	<u>1.3</u>	<u>1.5</u>	<u>1.5</u>	<u>1.5</u>
Cash Funds	459,748	414,487	570,421	570,421	570,421
SUBTOTAL - (C) Work Therapy Program	459,748	414,487	570,421	570,421	570,421
<i>FTE</i>	<u>1.3</u>	<u>1.3</u>	<u>1.5</u>	<u>1.5</u>	<u>1.5</u>
Cash Funds	459,748	414,487	570,421	570,421	570,421

(D) Division of Vocational Rehabilitation

Vocational Rehabilitation Personnel Services	<u>0</u>	<u>15,056,593</u>	<u>15,657,319</u>	<u>0</u>	<u>0</u>
<i>FTE</i>	<u>0.0</u>	<u>222.4</u>	<u>223.7</u>	<u>0.0</u>	<u>0.0</u>
General Fund	0	3,097,572	3,332,878	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	11,959,021	12,324,441	0	0
Vocational Rehabilitation Operating Expenses	<u>0</u>	<u>1,860,642</u>	<u>2,539,404</u>	<u>0</u>	<u>0</u>
General Fund	0	0	0	0	0
Reappropriated Funds	0	395,123	540,893	0	0
Federal Funds	0	1,465,519	1,998,511	0	0

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Vocational Rehabilitation Services	<u>0</u>	<u>10,190,255</u>	<u>14,831,622</u>	<u>0</u>	<u>0</u>
General Fund	0	1,173,303	1,043,950	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	997,208	2,115,185	0	0
Federal Funds	0	8,019,744	11,672,487	0	0
School to Work Alliance Program	<u>0</u>	<u>8,570,592</u>	<u>9,133,891</u>	<u>0</u>	<u>0</u>
Cash Funds	0	0	34,647	0	0
Reappropriated Funds	0	1,825,110	1,910,872	0	0
Federal Funds	0	6,745,482	7,188,372	0	0
Vocational Rehabilitation Mental Health Services	<u>0</u>	<u>1,185,924</u>	<u>1,748,180</u>	<u>0</u>	<u>0</u>
Reappropriated Funds	0	252,602	372,363	0	0
Federal Funds	0	933,322	1,375,817	0	0
Business Enterprise Program for People who are Blind	<u>1,078,339</u>	<u>1,095,074</u>	<u>1,521,122</u>	<u>0</u>	<u>0</u>
FTE	6.0	6.0	6.0	0.0	0.0
Cash Funds	162,464	249,648	323,176	0	0
Reappropriated Funds	67,221	0	0	0	0
Federal Funds	848,654	845,426	1,197,946	0	0
Business Enterprise Program - Program Operated Stands, Repair Costs, and Operator Benefits	<u>110,229</u>	<u>202,025</u>	<u>429,000</u>	<u>0</u>	<u>0</u>
Cash Funds	110,229	202,025	429,000	0	0

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Independent Living Centers and State Independent Living Council	<u>2,366,785</u>	<u>3,158,570</u>	<u>5,221,066</u>	<u>5,172,747</u>	<u>0</u> *
General Fund	2,007,288	2,783,161	4,831,945	4,783,626	0
Cash Funds	0	0	29,621	29,621	0
Federal Funds	359,497	375,409	359,500	359,500	0
Older Blind Grants	<u>694,857</u>	<u>414,477</u>	<u>739,900</u>	<u>739,900</u>	<u>459,500</u>
Cash Funds	0	0	45,000	45,000	45,000
Federal Funds	694,857	414,477	694,900	694,900	414,500
Traumatic Brain Injury Trust Fund	<u>1,906,082</u>	<u>1,718,534</u>	<u>3,304,933</u>	<u>3,309,179</u>	<u>2,250,000</u>
FTE	1.8	1.8	1.5	1.5	1.5
Cash Funds	1,906,082	1,718,534	3,304,933	3,309,179	2,250,000
Federal Social Security Reimbursements	<u>1,885,575</u>	<u>969,778</u>	<u>1,885,600</u>	<u>0</u>	<u>0</u>
Federal Funds	1,885,575	969,778	1,885,600	0	0
Rehabilitation Programs - General Fund Match	<u>19,045,448</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	212.1	0.0	0.0	0.0	0.0
General Fund	4,100,019	0	0	0	0
Federal Funds	14,945,429	0	0	0	0
Rehabilitation Programs - Local Funds Match	<u>15,766,688</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	10.3	0.0	0.0	0.0	0.0
Cash Funds	22,963	0	0	0	0
Reappropriated Funds	3,353,413	0	0	0	0
Federal Funds	12,390,312	0	0	0	0

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
SUBTOTAL - (D) Division of Vocational					
Rehabilitation	42,854,003	44,422,464	57,012,037	9,221,826	2,709,500
<i>FTE</i>	<u>230.2</u>	<u>230.2</u>	<u>231.2</u>	<u>1.5</u>	<u>1.5</u>
General Fund	6,107,307	7,054,036	9,208,773	4,783,626	0
Cash Funds	2,201,738	2,170,207	4,166,377	3,383,800	2,295,000
Reappropriated Funds	3,420,634	3,470,043	4,939,313	0	0
Federal Funds	31,124,324	31,728,178	38,697,574	1,054,400	414,500

(E) Homelake Domiciliary and State and Veterans Nursing Homes

Administration	<u>1,049,279</u>	<u>1,222,733</u>	<u>1,049,300</u>	<u>1,049,300</u>	<u>2,034,500</u>
FTE	5.0	8.6	5.0	5.0	5.0
Cash Funds	1,049,279	1,222,733	1,049,300	1,049,300	2,034,500
Federal Funds	0	0	0	0	0
Fitzsimmons Veterans Community Living Center	<u>19,778,901</u>	<u>20,950,621</u>	<u>19,778,900</u>	<u>19,778,900</u>	<u>22,140,700</u>
FTE	249.0	228.7	238.4	238.4	238.4
Cash Funds	13,444,700	10,056,298	13,444,700	13,444,700	10,627,500
Federal Funds	6,334,201	10,894,323	6,334,200	6,334,200	11,513,200
Florence Veterans Community Living Center	<u>10,376,302</u>	<u>11,374,837</u>	<u>10,376,300</u>	<u>10,376,300</u>	<u>11,502,900</u>
FTE	112.0	138.6	140.0	140.0	140.0
Cash Funds	7,355,802	7,052,399	7,355,800	7,355,800	7,131,800
Federal Funds	3,020,500	4,322,438	3,020,500	3,020,500	4,371,100

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
Homelake Veterans Community Living Center	<u>6,805,938</u>	<u>7,444,904</u>	<u>6,805,930</u>	<u>6,805,930</u>	<u>7,924,230</u>
FTE	70.5	70.6	102.8	102.8	102.8
General Fund	186,130	186,130	186,130	186,130	186,130
Cash Funds	4,350,208	4,500,440	4,350,200	4,350,200	4,797,600
Federal Funds	2,269,600	2,758,334	2,269,600	2,269,600	2,940,500
Rifle Veterans Community Living Center	<u>8,146,568</u>	<u>8,435,362</u>	<u>8,146,600</u>	<u>8,146,600</u>	<u>8,989,700</u>
FTE	121.0	101.9	115.6	115.6	115.6
Cash Funds	6,076,200	5,989,107	6,076,200	6,076,200	6,382,700
Federal Funds	2,070,368	2,446,255	2,070,400	2,070,400	2,607,000
Walsenburg Veterans Community Living Center	<u>158,628</u>	<u>358,840</u>	<u>158,600</u>	<u>158,600</u>	<u>373,600</u>
FTE	1.0	1.0	1.0	1.0	1.0
Cash Funds	158,628	358,840	158,600	158,600	373,600
Transfer to the Central Fund pursuant to Section 26-12-108 (1) (a.5), C.R.S.	<u>1,600,000</u>	<u>1,600,000</u>	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>
General Fund	800,000	800,000	800,000	800,000	800,000
Cash Funds	800,000	800,000	0	0	0
Homelake Military Veterans Cemetery	<u>98,460</u>	<u>546,526</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	0.0	0.0	0.0	0.0	0.0
General Fund	98,460	273,263	0	0	0
Cash Funds	0	273,263	0	0	0

JBC Staff Staff Figure Setting - FY 2016-17
Staff Working Document - Does Not Represent Committee Decision

	FY 2013-14 Actual	FY 2014-15 Actual	FY 2015-16 Appropriation	FY 2016-17 Request	FY 2016-17 Recommendation
SUBTOTAL - (E) Homelake Domiciliary and State and Veterans Nursing Homes	48,014,076	51,933,823	47,115,630	47,115,630	53,765,630
<i>FTE</i>	<u>558.5</u>	<u>549.4</u>	<u>602.8</u>	<u>602.8</u>	<u>602.8</u>
General Fund	1,084,590	1,259,393	986,130	986,130	986,130
Cash Funds	33,234,817	30,253,080	32,434,800	32,434,800	31,347,700
Federal Funds	13,694,669	20,421,350	13,694,700	13,694,700	21,431,800
TOTAL - (9) Services for People with Disabilities	139,782,683	137,574,894	159,902,064	112,851,154	112,711,021
<i>FTE</i>	<u>1,439.7</u>	<u>1,717.5</u>	<u>1,663.3</u>	<u>1,433.6</u>	<u>1,433.6</u>
General Fund	7,277,705	9,335,648	10,194,903	5,769,756	986,130
Cash Funds	37,424,570	34,899,956	39,601,546	38,818,800	36,642,900
Reappropriated Funds	50,261,415	41,189,762	57,713,341	53,513,498	53,235,691
Federal Funds	44,818,993	52,149,528	52,392,274	14,749,100	21,846,300
TOTAL - Department of Human Services	224,083,204	228,927,537	252,289,104	203,129,180	200,651,740
<i>FTE</i>	<u>1,569.6</u>	<u>1,847.4</u>	<u>1,798.7</u>	<u>1,569.0</u>	<u>1,571.0</u>
General Fund	57,250,103	61,757,275	65,256,423	61,054,896	54,242,280
Cash Funds	41,367,883	38,914,607	43,199,259	42,653,889	40,368,774
Reappropriated Funds	69,911,516	62,744,957	77,351,690	72,070,101	71,764,370
Federal Funds	55,553,702	65,510,698	66,481,732	27,350,294	34,276,316

Appendix B - DVR Technical Statutory Changes

The following are the recommended technical statutory changes to the statute governing the Vocational Rehabilitation Programs.

- Legislative declaration, (a) – “self-care” should be changed to “self-sufficiency” to align with federal language and intent.
- Section 8-84-105 (a) – language directs the department to adopt rules governing “the establishment and operation of rehabilitation facilities and workshops” – this is outdated language and federal regulations no longer allow for public VR agencies to operate workshops. Further, Colorado DVR does not operate any rehabilitation facilities. The remaining language in this section references “other rules a necessary to carry out the purposes of this article” and would seem sufficient to cover all else – recommend removal of “establishment and operation of rehabilitation facilities and workshops”.
- Section 8-84-106 (2) (c) – “Establish and operate rehabilitation facilities and workshops and make grants to public and other nonprofit organization for those purposes” – similar concern as above; this language directs the department to establish both rehabilitation facilities and workshops as well as make grants to non-profit organizations. Recommend removal of this section.
- Section 8-84-106 (2) (g) - change “self-care” to “self-sufficiency” to align with federal language and intent.
- Section 8-84-106 (3) (a) (II) (B) – the federal regulations do not contain a provision for “presumptive” eligibility for an individual who is eligible in another state; the local (Colorado) DSU is responsible for determining if the individual meets the federally established eligibility criteria – recommend removal.
- Section 8-84-106 (3) (c) (II) – the list of services referenced here that are exempt from financial need consideration is not complete and should include (per 34 CFR 361.54):
 - (D) Personal assistance training – should read personal assistance *services* (these are two different things and are treated differently in federal regulation.)
- Section 8-84-104 (a) – this is outdated language, there has not been a “board of vocational education” in many years – recommend removal.
- Section 8-84-105 (c) – to allow for DVR programs to effectively partner with other Department programs external to CDLE from a fiscal perspective, add the following language: “ Accept and expend moneys from governmental and nongovernmental entities for the purposes for which the division is authorized.”

- Section 8-84-106 (2) (b) – while RSA has issued technical guidance regarding two states collaboratively serving the same client (see RSA-TAC-12-04), the regulations do not provide for reciprocal agreements for Colorado DVR to provide services to residents of other states. Recommend altering this language to reflect content from technical guidance.
- Section 8-84-106 (2) (e) – provision of training and instruction, research fellowships & traineeships in “matters relating to vocational rehabilitation” – this is outdated language and is not something Colorado does (this language is not intended to address the provision of training to clients, but to others in the industry. Recommend removal.
- Section 8-84-106 (3) (I) – federal regulations do not have a residency or duration of residence requirement, rather reference that an individual has to be present and available for the designated state unit (DSU) to conduct an assessment to determine eligibility. This language should more appropriately read: “Is residing *present* in the state at the time of filing an application for the services”
- Section 8-84-104 (d) – outdated language; the state no longer has a dedicated program under VR that provides “home teaching” of the blind. DVR does, when appropriate, provide teaching services in an individual’s home within a vocational context under the general VR service delivery process. – recommend removal.
- Section 8-84-106 (3) – the federal regulations discuss “services” as inclusive of assessments provided to applicants to determine eligibility. The end of this paragraph would better read “to or for the benefit of an *applicant or* eligible person with a disability who.”
- Section 8-84-106 (3) (c) (II) – the list of services referenced here that are exempt from financial need consideration is not complete and should include (per 34 CFR 361.54):
 - (B) Vocational rehabilitation *counseling* and guidance;
 - (E) Interpreter services – should read: Any auxiliary aid or service such as interpreter or reader services
 - (F) Job Placement – should read: job search and placement assistance
 - (G) Job retention – recommend adding “services” for clarity and alignment

Appendix C - Capital Development Committee Grand Junction Letter

Sen. Randy Baumgardner, Chair
Sen. John Kefalas
Sen. Jerry Sonnenberg

Rep. Edward Vigil, Vice-Chair
Rep. KC Becker
Rep. J. Paul Brown



Capital Development Committee
State Capitol Building, Room 029
Denver, Colorado 80203-1784
(303) 866-3521



March 2, 2016

Representative Millie Hamner
Chair, Joint Budget Committee
200 East 14th Avenue, Third Floor
Denver, Colorado 80203

Dear Representative Hamner:

The Capital Development Committee (CDC) has followed the discussion about the Grand Junction Regional Center (GJRC) campus with great interest over the course of the last year. It is our understanding that the Joint Budget Committee (JBC) is actively exploring the possibility of relocating the current GJRC residents to more suitable care facilities. The CDC believes that the wellbeing of the GJRC residents is the most important factor to consider when discussing the future of the GJRC campus. It further believes that the quality of resident care will be improved if residents are relocated from the GJRC campus to more modern facilities better equipped to meet their unique medical and behavioral needs. *Based on our understanding that a decision is pending regarding how and where to relocate GJRC residents, and recognizing that the campus is costly to maintain because of its age and size, the CDC recommends that the campus be sold, in its entirety, as soon as possible.* This should not be interpreted as a recommendation to discontinue regional center services in the Grand Junction community.

The CDC is supportive of whatever is determined to be the best approach for ensuring proper care and placement of the GJRC campus residents. During a February 18 presentation to the CDC, the Department of Human Services (department) presented several options for relocating GJRC campus residents, including: (1) upgrading or developing additional housing in the Grand Junction community; (2) licensing private-care ICF bed facilities in the region; and (3) relocating residents to other regional care facilities. The CDC suggests that the department be directed to conduct a case management evaluation to determine the best placement for each of the GJRC campus residents as soon as possible and no later than September 1, 2016. Following the case management evaluations, the department can begin to transition residents to new homes. Only after the campus residents are transitioned should the state initiate sale proceedings.

Estimates vary about the potential resale value of the GJRC campus. The sale of the campus may be complicated by its location relative to other parts of the city, the neighboring state functions, surrounding properties for sale, and the historic use of the property. Once the

Representative Millie Hamner
March 2, 2016
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GJRC campus is sold, the CDC recommends that the proceeds of the sale be used either to offset the cost to upgrade or develop housing in the region for the GJRC residents or to pay costs associated with deferred maintenance at the state's other regional centers. Even if the sale of the campus is delayed by the aforementioned factors, the closure of the GJRC campus will result in immediate savings in the daily rate paid for residents since the current rate of about \$1,100 offsets the relatively high cost of maintaining the aging campus. As a point of comparison, the FY 2014-15 daily rate paid for residents of the Wheat Ridge Regional Center is \$694, or \$441 less than the FY 2014-15 GJRC daily rate of \$1,135, which equates to an annual difference in cost (for 28 residents) of about \$4.5 million.

The CDC recommends that the JBC pursue legislation directing the closure of the GJRC campus, and members of the CDC will co-sponsor such legislation. The CDC suggests that such legislation require that the current residents of the campus be adequately transitioned to other care facilities no later than July 1, 2017. Additionally, the CDC expects that the department would work with the Office of the State Architect within the Department of Personnel and Administration to prepare the GJRC campus for sale in a timely manner, pursuant to Section 24-82-102, C.R.S. Any potential legislation should also consider requiring that a state audit to measure the success of the disposition of the GJRC and the transition of the GJRC residents to alternative care facilities be completed no later than July 1, 2019. The CDC suggests that any legislation directing the closure of the GJRC campus also address the issue of employee retention.

If you have any questions or concerns about the CDC's recommendations, please call Kori Donaldson, Legislative Council Staff, at 303-866-4976.

Sincerely,



Senator Randy Baumgardner
Chair, Capital Development Committee

c: Capital Development Committee Members
Joint Budget Committee Members
Representative Dan Thurlow
Representative Yeulin Willet
Senator Ray Scott
Reggie Bicha, Department of Human Services
Nikki Hatch, Department of Human Services
Erick Scheminske, Office of State Planning and Budgeting
John Ziegler, Joint Budget Committee Director
Alfredo Kemm, Joint Budget Committee Staff
Megan Davisson, Joint Budget Committee Staff
Kori Donaldson, Capital Development Committee Staff

Appendix D - Grand Junction Regional Center Campus Guiding Principles

Guiding Principles for Clients and Services

- Emphasize person-centered services that support the person's well-being and choice;
- Ensure meaningful parent/guardian engagement and choice of both the type of service and the available community in which they receive services;
- Foster community integration and involvement;
- Any solution should be programmatically and fiscally sustainable;
- Ensure the recommendation preserves capacity for Regional Center Services provided by the Grand Junction Regional Center and does not compromise capacity at the other two regional centers;
- Utilize home-like settings serving no more than 6 persons per residence; and
- Relocate day services and utilize this opportunity to enhance the quality and experience of day programming.

Guiding Principles for Employees

- Assure the ongoing success and security of our staff members;
- Administrative offices will be moved to leased office location to house accounting, and support functions currently on campus;
- Division of Facility Management (DFM) employees will be included in the relocation of office and workspace;
- DFM resources will be redirected to meet the needs of existing CDHS facilities and operation in the Grand Junction area; and
- Options must be explored to determine the future of the Laundry Services.

Tenants on the Campus

- Current tenants renting property on the campus will need to be given reasonable notice, consistent with the terms of their lease that their lease agreements are ending and will not be extended.

Appendix E - Veterans Community Living Centers Revenue and Expenditures

The table summarizes the revenue from each Veterans Community Living Center.

Veterans Community Living Centers Revenue							
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
	Actual	Actual	Actual	Actual	Actual	Projected	Projected
Fitzsimons	\$21,182,646	\$21,195,306	\$22,720,573	\$24,103,195	\$23,706,411	\$24,921,871	\$25,046,480
Florence	10,460,023	10,691,407	10,929,609	11,352,326	11,755,555	12,434,444	12,496,617
Homelake	12,132,275	6,199,267	7,055,355	8,039,475	7,381,775	7,944,517	8,253,500
Rifle	8,629,110	8,231,753	9,290,900	8,611,438	8,048,798	9,223,709	9,304,675
Walsenburg	446,585	2,026,755	265,300	269,270	229,203	247,883	247,883
Total	\$52,850,639	\$48,344,488	\$50,261,737	\$52,375,704	\$51,121,742	\$54,772,424	\$55,349,155

The following table summarizes the expenditures from the Central Fund by Center, including the Department administrative costs.

Veterans Community Living Cash Funds and Federal Funds Expenditures							
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
	Actual	Actual	Actual	Actual	Actual	Projected	Projected
Administration	\$2,361,270	\$1,010,801	\$1,036,009	\$1,049,279	\$1,222,733	\$1,975,180	\$2,034,436
Fitzsimons	19,412,916	19,374,525	19,387,178	20,431,217	20,950,621	21,707,410	22,140,713
Florence	9,261,995	9,369,459	9,908,355	10,657,351	11,374,837	11,518,152	11,502,873
Homelake	5,114,800	5,271,185	5,931,077	6,921,355	7,258,775	7,676,965	7,738,142
Rifle	8,421,977	7,977,579	7,714,896	8,251,249	8,435,362	8,813,783	8,989,701
Walsenburg	146,372	284,081	124,361	125,628	358,840	375,699	373,609
Total	\$44,719,330	\$43,287,630	\$44,101,876	\$47,436,079	\$49,601,168	\$52,067,189	\$52,779,474

Appendix F - FY 2014-15 and FY 2015-16 Regional Center Census and Cost Data

Wheat Ridge Regional Center Intermediate Care Facility		
Item	FY 2014-15 Est.	FY 2015-16 Est
Census	124	124
Cost per Client	\$253,153	\$256,686
Total Regional Center Medicaid Cost	\$31,390,978	\$31,916,298
Medicaid Cost Components		
Direct Costs	\$26,257,257	\$26,672,650
Provider Fee	1,435,612	1,435,612
Indirect Costs	3,171,473	3,203,188
Utilities	391,371	455,000
Depreciation	135,268	150,000

Grand Junction Regional Center Intermediate Care Facility		
Item	FY 2014-15 Est.	FY 2015-16 Est
Census	25	26
Cost per Client	\$414,395	\$397,000
Total Regional Center Medicaid Cost	\$10,216,835	\$10,350,268
Medicaid Cost Components		
Direct Costs	6,484,636	6,479,101
Provider Fee	2,019,290	2,019,290
Indirect Costs	1,308,282	1,406,679
Utilities	208,991	224,709
Depreciation	192,655	220,519

Grand Junction Regional Center Waiver Services		
Item	FY 2014-15 Est.	FY 2015-16 Est
Census	56	56
Cost per Client	\$234,633	\$246,977
Total Regional Center Medicaid Cost	\$13,151,016	\$13,868,618
Medicaid Cost Components		
Direct Costs	10,946,125	11,387,134
Indirect Costs	1,684,000	1,884,832
Utilities	269,009	301,091
Depreciation	251,845	295,478

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Pueblo Regional Center Waiver Services		
Item	FY 2014-15 Est.	FY 2015-16 Est
Census	63	63
Cost per Client	\$219,555	\$223,008
Total Regional Center Medicaid Cost	\$13,831,952	\$14,087,977
Medicaid Cost Components		
Direct Costs	11,769,223	11,961,062
Indirect Costs	1,422,388	1,445,573
Utilities	204,311	245,246
Depreciation	436,036	436,036