

**COLORADO GENERAL ASSEMBLY
JOINT BUDGET COMMITTEE**



SUPPLEMENTAL REQUESTS FOR FY 2009-10

DEPARTMENT OF HUMAN SERVICES

**(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)**

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

**Prepared By:
Kevin Neimond, JBC Staff
January 22, 2010**

For Further Information Contact:

Joint Budget Committee Staff
200 E. 14th Avenue, 3rd Floor
Denver, Colorado 80203
Telephone: (303) 866-2061
TDD: (303) 866-3472

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

TABLE OF CONTENTS

	Narrative Page	Numbers Page
Prioritized Supplementals in Department-Assigned Order		
August Supplemental #1 - Information Technology Services - Personal Services FTE Reduction (see also HCPF Non-prioritized August Supplemental #1)	1	20
August Supplemental #2 - Information Technology Services - Colorado Trails Personal Services Reduction	3	20
August Supplemental #3 - Office of Operations Personal Services and Operating Reduction (see also HCPF Non-prioritized August Supplemental #4)	5	21
August Supplemental #12 - Close 59 Beds at the Colorado Mental Health Institute at Fort Logan (see also HCPF Non-prioritized August Supplemental #5)	7	23
Non-prioritized Supplementals		
January Non-prioritized Supplemental #3 - CBMS Client Correspondence Caseload Increase (see also HCPF January Supplemental #13)	13	29
January Non-prioritized Supplemental #2 - Refinance Colorado Benefit Management System Improvements (see also HCPF January Supplemental #11)	17	31
Statewide Common Policy Supplemental Requests	18	31
Totals for All Supplementals	N.A.	32

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

August Prioritized Supplementals in the Department of Human Services

August Supplemental Request, Department Priority #1
Information Technology Services - Personal Services FTE Reduction

	Request	Recommendation
Total	(\$450,000)	(\$450,000)
FTE	<u>(7.0)</u>	<u>(7.0)</u>
General Fund	(346,500)	(346,500)
Cash Funds	(9,000)	(9,000)
Reappropriated Funds	(36,000)	(36,000)
Federal Funds	(58,500)	(58,500)
<i>Medicaid</i> <i>Reappropriated Funds*</i>	<i>(18,000)</i>	<i>(18,000)</i>
<i>Medicaid</i> <i>General Fund therein*</i>	<i>(9,000)</i>	<i>(9,000)</i>
<i>Net General Fund*</i>	<i>(355,500)</i>	<i>(355,500)</i>

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.

Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria? [An emergency or act of God; a technical error in calculating the original appropriation; data that was not available when the original appropriation was made; or an unforeseen contingency.]	YES
JBC staff and the Department agree that this request is the result of <i>data that was not available when the original appropriation was made.</i>	

Department Request: The Department requests an ongoing reduction of \$450,000 in total funds and 7.0 FTE beginning in FY 2009-10 in the Office of Information Technology Services (OITS). The request includes a reduction of \$346,500 in General Fund moneys and an additional reduction of \$9,000 in Medicaid General Fund. The Medicaid General Fund reduction is subject to change as it does not include American Recovery and Reinvestment Act (ARRA) adjustments. All ARRA adjustments for FY 2009-10 are shown in one supplemental issue for the Department of Health Care Policy and Financing (HCPF). Medicaid General Fund adjustments to this supplemental request will be applied following the Committee's action on the HCPF ARRA adjustment supplemental.

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

Staff Analysis: OITS is responsible for developing and maintaining the major centralized computer systems for the Department, which includes systems that link to all counties in the state. The personal services line item in the Office was appropriated 75.2 FTE and \$5.8 million in FY 2009-10 to support the various Department systems, supply hardware technical support to 2,100 computers and over 200 servers Department-wide, and provide management, financial, and administrative support functions for the Office.

The seven positions proposed by the Department for elimination in FY 2009-10 are currently vacant. Four are technical operations support staff positions, one is a technical operations senior management position, one is a system developer position, and one is a financial support position. The table below illustrates the fiscal impact of the proposed reduction to the personal services line item within the OITS division.

Personal Services	FTE	FY 2009-10 Total Funds	FY 2010-11 Total Funds
IT Professional III	(4.0)	(\$211,100)	(\$211,100)
IT Professional VII	(1.0)	(72,361)	(72,361)
IT Professional V	(1.0)	(71,260)	(71,260)
General Professional II	(1.0)	(41,626)	(41,626)
PERA	N.A.	(47,126)	(47,126)
Medicare	N.A.	(6,527)	(6,527)
Total	(7.0)	(\$450,000)	(\$450,000)

A portion of the vacant positions proposed for elimination are assigned to help desk support for the Department's numerous systems. The Department indicates that help desk request responses will remain at FY 2007-08 levels without the FTE.

Staff Recommendation: Staff recommends that the Committee approve the Department's request to reduce OITS's personal services line item by a total of \$450,000 and 7.0 FTE in FY 2009-10, adjust the HCPF FY 2009-10 appropriation correspondingly, and make adjustments to letternotes in the FY 2009-10 Long Bill accordingly.

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

August Supplemental Request, Department Priority #2
Information Technology Services - Colorado Trails Personal Services Reduction

	Request	Recommendation
Total	(\$400,000)	(\$400,000)
FTE	<u>(3.0)</u>	<u>(3.0)</u>
General Fund	(216,000)	(216,000)
Federal Funds	(184,000)	(184,000)

Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria? [An emergency or act of God; a technical error in calculating the original appropriation; data that was not available when the original appropriation was made; or an unforeseen contingency.]	YES
JBC staff and the Department agree that this request is the result of <i>data that was not available when the original appropriation was made.</i>	

Department Request: The Department requests an ongoing reduction of \$400,000 in total funds (\$216,000 General Fund) and 3.0 FTE beginning in FY 2009-10. The reduction would occur in the support functions for the Colorado Trails statewide system in the Office of Information Technology Services (OITS).

Staff Analysis: The Colorado Trails statewide system, operational since 2002, supports activities in the Department's Division of Child Welfare and Division of Youth Corrections. Specifically, the system provides case management, case tracking, court reporting, case information sharing, and facility and placement tracking tools to end users. OITS is appropriated 48.0 FTE and \$9.3 million in FY 2009-10 to perform a variety of different functions for Trails, including system management and supervision, development, business analysis, testing, configuration management, training, and help desk support. OITS enlists contractors to perform some tasks associated with the delivery of the system.

The proposed elimination of 3.0 FTE in the Colorado Trails line item in the OITS division are vacant positions in the developer staff functional area. Developer staff are tasked with making changes, enhancements, and modifications to the Trails system based on requests from users, problem reports, or federal and state mandates that impact the Division of Child Welfare or the Division of Youth Corrections. The table below summarizes the fiscal impact of eliminating the 3.0 FTE.

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

Personal Services	FTE	FY 2009-10 Total Funds	FY 2010-11 Total Funds
IT Professional I	(1.0)	(\$46,155)	(\$46,155)
IT Professional II	(0.5)	(29,399)	(29,399)
IT Professional III	(1.0)	(52,261)	(52,261)
IT Professional IV	(0.5)	(36,307)	(36,307)
PERA	N.A.	(19,337)	(19,337)
Medicare	N.A.	(2,541)	(2,541)
Total	(3.0)	(\$186,000)	(\$186,000)

In addition to the ongoing elimination of 3.0 FTE beginning in FY 2009-10, the Department also proposes the elimination of two contract positions. The reduction of two contract staff results in a savings of \$214,000. The table below summarizes the contract staff reduction.

Contract Services	FY 2009-10 Total Funds	FY 2010-11 Total Funds
IT Business Analyst	(\$110,000)	(\$110,000)
IT Database Administrator	(104,000)	(104,000)
Total	(\$214,000)	(\$214,000)

The Department indicates that the responsibilities of the three vacant positions can be absorbed with existing resources. There are risks to downsizing the Trails support staff, however. All requests to change, enhance, or modify the system will be reprioritized based on criticality and resource availability. Additionally, system changes to address federal requirements could be delayed due to resource deficiencies.

Staff Recommendation: Staff recommends that the Committee approve the Department's request to reduce the Colorado Trails line item within the OITS division by \$400,000 in total funds (\$216,000 General Fund) and 3.0 FTE in FY 2009-10, and make letternote adjustments accordingly.

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

August Supplemental Request, Department Priority #3
Office of Operations Personal Services and Operating Reduction

	Request	Recommendation
Total	(\$267,462)	(\$267,462)
FTE	<u>(4.0)</u>	<u>(4.0)</u>
General Fund	(138,441)	(138,441)
Cash Funds	(16,336)	(16,336)
Reappropriated Funds	(94,081)	(94,081)
Federal Funds	(18,604)	(18,604)
<i>Medicaid</i>		
<i>Reappropriated Funds*</i>	(39,922)	(39,922)
<i>Medicaid</i>		
<i>General Fund therein*</i>	(19,960)	(19,960)
<i>Net General Fund*</i>	(158,401)	(158,401)

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.

Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria? [An emergency or act of God; a technical error in calculating the original appropriation; data that was not available when the original appropriation was made; or an unforeseen contingency.]	YES
JBC staff and the Department agree that this request is the result of <i>data that was not available when the original appropriation was made.</i>	

Department Request: The Department requests a reduction of \$267,462 in total funds and 4.0 FTE beginning in FY 2009-10 in the Office of Operations. The request includes a reduction of \$138,441 in General Fund moneys and an additional reduction of \$19,960 in Medicaid General Fund. The Medicaid General Fund reduction is subject to change as it does not include American Recovery and Reinvestment Act (ARRA) adjustments. All ARRA adjustments are shown for FY 2009-10 in one supplemental issue for the Department of Health Care Policy and Financing (HCPF). Medicaid General Fund adjustments to this supplemental request will be applied following the Committee's action on the HCPF ARRA adjustment supplemental.

The Department's proposal annualizes to a reduction of \$379,318 in total funds and 6.0 FTE in FY 2010-11. This includes a reduction of \$193,037 in General Fund moneys and an additional reduction

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

of \$28,520 in Medicaid General Fund. The Medicaid General Fund reduction for FY 2010-11 is subject to change as it does not include ARRA adjustments. ARRA adjustments for FY 2010-11 will be established during the figure setting process for HCPF. Medicaid General Fund adjustments to the Department of Human Services' FY 2010-11 budget request will be applied following the Committee's action on figure setting recommendations for HCPF.

Staff Analysis: The Office of Operations provides Department-wide facility maintenance and management, accounting, payroll, contracting, purchasing, and field audits. The Department conducted a review of all non-essential functions in the Office to identify areas that could be reduced to yield a savings in General Fund. As a result of the review, the Department is proposing a reduction of 4.0 FTE and \$223,712 in personal services and a reduction of \$43,750 in operating expenses. The reductions will not jeopardize the Office's delivery of direct care services.

The personal services reduction component of the proposal includes the elimination of planning and support staff in the Division of Facilities Management due to a decline in capital construction projects and controlled maintenance. The Department also proposes consolidating administrative and purchasing functions and increasing the ratio of custodial supervisors to staff for administrative and non-direct care areas. The table below indicates the fiscal impact of the proposed personal services reductions.

Personal Services	FTE	FY 2009-10 Total Funds
Project Manager (Engineer IV)	(0.66)	(\$71,129)
Electronics Specialist III	(0.66)	(35,060)
Supervisor (Custodian III)	(0.66)	(24,863)
Lead (Custodian II)	(0.66)	(15,205)
Structural Trades II	(0.66)	(23,054)
Purchasing Technician (GP-III)	(0.66)	(31,147)
PERA	N.A.	(20,347)
Medicare	N.A.	(2,907)
Total	(4.0)	(\$223,712)

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

The operating expenses reduction component of the proposal includes decreasing service contracts to include only emergency service for lawn care, tree care, and sidewalk and gutter maintenance. Additionally, the Department seeks to decrease solid waste removal services. The table below highlights the fiscal impact of the proposed operating expense reductions.

Operating Expenses	FY 2009-10 Total Funds
Grounds Fertilization	(\$12,750)
Pruning and Trimming	(10,000)
Curb and Gutter Repair	(14,500)
Solid Waste Removal	(6,500)
Total	(\$43,750)

Decreasing the funds spent on these services may result in a decline in the appearance of campus landscaping and intervals of excess waste accumulation at collection sites.

Staff Recommendation: Staff recommends that the Committee approve the Department's request to reduce personal services and operating expenses by a total of \$267,462 and 4.0 FTE in FY 2009-10, adjust the HCPF FY 2009-10 appropriation accordingly, and make adjustments to letternotes in the FY 2009-10 Long Bill correspondingly.

August Supplemental Request, Department Priority #12
Close 59 Beds at the Colorado Mental Health Institute at Fort Logan

	Request	Recommendation
Total	(\$3,933,751)	(\$3,933,751)
FTE	<u>(48.4)</u>	<u>(48.4)</u>
General Fund	(1,237,285)	(1,237,285)
Cash Funds	(837,963)	(837,963)
Reappropriated Funds	(1,858,503)	(1,858,503)
<i>Medicaid Reappropriated Funds*</i>	<i>(257,624)</i>	<i>(257,624)</i>

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

	Request	Recommendation
<i>Medicaid</i>		
<i>General Fund therein*</i>	(128,812)	(128,812)
<i>Net General Fund*</i>	(1,366,097)	(1,366,097)

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.

Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria? [An emergency or act of God; a technical error in calculating the original appropriation; data that was not available when the original appropriation was made; or an unforeseen contingency.]	YES
JBC staff and the Department agree that this request is the result of <i>data that was not available when the original appropriation was made.</i>	

Department Request: The Department of Human Services (DHS) requests a reduction in total appropriations by \$3,933,751 (\$1,366,097 Net General Fund) and 48.4 FTE in FY 2009-10, an adjustment to the Department of Health Care Policy and Financing (HCPF) FY 2009-10 appropriation correspondingly, and adjustments to lettersnotes in the FY 2009-10 Long Bill accordingly. The request annualizes to a reduction in the DHS budget of \$8,771,887 in total funds (\$3,636,582 Net General Fund) and 96.8 FTE in FY 2010-11.

All Medicaid related funds in FY 2009-10 are subject to change as they do not include American Recovery and Reinvestment Act (ARRA) adjustments. All ARRA adjustments are shown in one supplemental issue for HCPF. Medicaid General Fund adjustments to the DHS and HCPF components of this supplemental request will be applied following the Committee's action on the HCPF ARRA adjustment supplemental. Similarly, the Medicaid General Fund reduction for FY 2010-11 is subject to change as it does not include ARRA adjustments. ARRA adjustments for FY 2010-11 will be established during the figure setting process for HCPF. Medicaid General Fund adjustments to the Department of Human Services' FY 2010-11 budget request will be applied following the Committee's action on figure setting recommendations for HCPF.

Staff Analysis: As noted in the JBC staff briefing for the Mental Health and Alcohol and Drug Abuse Services Division on December 9, 2009, the Department operates two state mental health institutes providing inpatient hospitalization for individuals with serious mental illness. The Colorado Mental Health Institute at Fort Logan (Fort Logan), located in southwest Denver County, is organized into five treatment divisions (children's, adolescent, Therapeutic Residential Child Care Facility, adult, and geriatric) with 173 total beds. The Colorado Mental Health Institute at Pueblo

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

(CMHIP) is organized into six treatment divisions (adolescent, adult, geriatric, co-occurring mental illness and substance abuse disorders, special needs unit, and forensics) with 452 total beds.

In August 2009, the Department submitted a plan as part of the Governor's Budget Reduction Proposal to close the children's, adolescent, and geriatric treatment divisions at Fort Logan, effective January 1, 2010, resulting in the closure of 59 total beds in FY 2009-10. The treatment division closure proposal includes funding for Community Mental Health Centers (CMHCs) and Behavioral Health Organizations (BHOs) to provide services in the community for the patients currently served in the divisions selected by the Department for closure. Reducing the total number of beds at Fort Logan and increasing the funding for community-level service provision creates two offsetting (but not equal) budgeting actions within the DHS budget proposal.

First, funds are requested to be reduced in the FY 2009-10 appropriation by a total funds amount of \$4,023,841 (1,327,375 General Fund) and 48.4 FTE. These moneys represent funds appropriated to the Mental Health Institute Division for staffing and operating the children's, adolescent, and geriatric treatment divisions at Fort Logan. Staffing and operating costs include payroll, physicians, outside medical, pharmaceuticals, nutrition services, admissions, and many other expense items. The moneys also represent a proposed reduction in the staffing and operating expenses of the Office of Operations, which is responsible for providing a wide variety of support services (accounting, facilities management, procurement, and contract management) at Fort Logan.

Second, the request calls for an increase of \$52,994 in General Fund moneys to the FY 2009-10 DHS appropriation for services provided by alternative care facilities (ACFs) to geriatric patients transferred out to the facilities from Fort Logan as a result of the bed closures. General Fund moneys would be used to provide services for indigent geriatric patients who are excluded from receiving Medicaid due to age restrictions or exhaustion of the state's 45 days per year limit for inpatient psychiatric care. DHS's proposal indicates a need for General Fund moneys to support geriatric treatment services at an average daily attendance (ADA) of 0.85. The calculated daily rate for ACFs, based on FY 2007-08 provider rate audits inflated by 0.5 percent, is \$170.81.

Treatment Division	Placement Location	ADA	Daily Rate	Total Cost	General Fund
Geriatric	ACFs	0.85	\$170.81	\$52,994	\$52,994

Additionally, the proposal seeks to add \$37,096 in General Fund moneys to the DHS FY 2009-10 appropriation to provide services in the community for Fort Logan children and adolescent treatment division patients placed outside of the institute as a result of the bed closures. The funds would be

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

used to provide services for children and adolescents who are not eligible for Medicaid because their parents exceed Medicaid income and/or asset limits. DHS's request estimates a need for General Fund moneys to support children's treatment services at an ADA of 0.21 and an ADA of 0.385 for adolescent treatment services. The calculated daily rate for children and adolescents receiving treatment in the community, based on FY 2007-08 provider rate audits inflated by 0.5 percent, is \$170.81.

Treatment Division	Placement Location	ADA	Daily Rate	Total Cost	General Fund
Children's	CMHCs	0.21	\$170.81	\$13,093	\$13,093
Adolescent	CMHCs	0.385	\$170.81	\$24,003	\$24,003
Total				\$37,096	\$37,096

The table below describes the proposed fiscal impact to all offices and divisions within DHS in FY 2009-10 as a result of the treatment division closures. The table includes both requested reductions in personal services and operating expenses in the DHS FY 2009-10 Long Bill appropriation, as well as requested increases in General Fund moneys to support patients in the community.

FY 2009-10 DHS Long Bill Item	Total Funds (\$)	General Fund (\$)	Net General Fund*	FTE
(1) Executive Director's Office				
Health, Life, Dental	(303,484)	(303,484)	(303,484)	0.0
Short-term Disability	(3,174)	(3,174)	(3,174)	0.0
AED	(45,042)	(45,042)	(45,042)	0.0
SAED	(30,709)	(30,709)	(30,709)	0.0
Shift Differential	(71,099)	(71,099)	(71,099)	0.0
(3) Office of Operations				
Personal Services	(46,832)	993,016	993,016	(1.4)
Operating Expenses	(5,264)	82,911	82,911	0.0
Utilities	(14,602)	(14,602)	(14,602)	0.0
(8) Mental Health & Alcohol & Drug Services				
Alternatives to Inpatient Hospitalization	90,090	90,090	90,090	0.0
Mental Health Institute - Ft. Logan	(3,336,628)	(1,840,382)	(1,969,194)	(42.8)

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

Educational Programs	(167,007)	(94,810)	(94,810)	(4.2)
FY 2009-10 DHS Total	(\$3,933,751)	(\$1,237,285)	(\$1,366,097)	(48.4)

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request above is not adjusted for ARRA impacts.

It is important to note that two offsetting actions are requested to occur within the HCPF budget, as well. First, funds are requested to be reduced in the FY 2009-10 appropriation by a total funds amount of \$257,624 (\$128,812 General Fund). These moneys represent Medicaid funds reappropriated to Fort Logan for the provision of services for Medicaid eligible patients in the three treatment divisions that ceased operations on January 10, 2010. Second, the request calls for an increase of \$782,487 in total funds (\$391,244 General Fund) to the FY 2009-10 HCPF appropriation for services provided by skilled nursing facilities and acute treatment units to geriatric patients transferred out to the facilities from Fort Logan as a result of the bed closures.

DHS's request indicates that geriatric patients will require an additional 1.45 ADA at the inpatient psychiatric hospitalization service level. This level of care is billed at a daily rate of \$443.71.

Treatment Division	Placement Location	ADA	Daily Rate	Total Cost	General Fund*
Geriatric	Inpatient Psychiatric Hospitals	1.45	\$443.71	\$234,834	\$117,417

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request above is not adjusted for ARRA impacts.

Additionally, the proposal seeks to add \$347,586 in total funds to the HCPF FY 2009-10 appropriation to provide services in the community for Fort Logan geriatric treatment division patients placed outside of the institute in acute treatment units (ATU). DHS's request indicates that geriatric patients will require an additional 3.0 ADA at the ATU service level. This level of care is billed at a daily rate of \$317.43.

Treatment Division	Placement Location	ADA	Daily Rate	Total Cost	General Fund*
Geriatric	ATUs	3.0	\$317.43	\$347,586	\$173,793

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request above is not adjusted for ARRA impacts.

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

Furthermore, the request seeks to increase HCPF FY 2009-10 by an additional \$200,067 in total funds to provide services in the community for Fort Logan geriatric treatment division patients placed outside of the institute in skilled nursing facilities (SNF). DHS's proposal indicates that geriatric patients will require an additional 3.0 ADA at the SNF service level. This level of care is billed at a daily rate of \$182.71.

Treatment Division	Placement Location	ADA	Daily Rate	Total Cost	General Fund*
Geriatric	SNFs	3.0	\$182.71	\$200,067	\$100,034

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request above is not adjusted for ARRA impacts.

The table below describes the proposed fiscal impact to the FY 2009-10 HCPF budget as a result of the treatment division closures. The table includes both requested reductions in FY 2009-10 Long Bill appropriation, as well as requested funding increases to support geriatric patients in the community.

FY 2009-10 HCPF Long Bill Item	Total Funds (\$)	General Fund (\$)*
Medical Services Premiums	200,067	100,034
Mental Health Capitation	582,420	291,210
Mental Health Institutes	(257,624)	(128,812)
FY 2009-10 HCPF Total	\$524,863	\$262,432

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request above is not adjusted for ARRA impacts.

The proposed cumulative fiscal impact of closing the children's, adolescent, and geriatric treatment division at Fort Logan equates to a decrease in total funds of \$3,151,264 across DHS and HCPF in FY 2009-10. The request includes a total reduction of 48.4 FTE in FY 2009-10.

	Total Funds (\$)	General Fund (\$)**	FTE
FY 2009-10 Total DHS & HCPF*	(\$3,151,264)	(\$846,041)	(48.4)

*Totals do not include reductions made to Mental Health Institutes in the HCPF budget, as the moneys were accounted for in the Mental Health Institute - Ft. Logan line in the DHS budget.

**All ARRA adjustments are shown in one supplemental issue. Therefore, the request above is not adjusted for ARRA impacts.

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

The Department ceased admissions to the geriatric treatment division on October 1, 2009. The children's and adolescent treatment divisions ended admissions on December 1, 2009. As of January 1, 2010, the three divisions are closed. All patients receiving treatment services in the three divisions were placed as of the closure date.

Staff Recommendation: Staff recommends that the Committee approve the Department's proposal to reduce total DHS appropriations by \$3,933,751 and 48.4 FTE in FY 2009-10, increase the HCPF FY 2009-10 appropriation by \$524,863, and make adjustments to letternotes in the FY 2009-10 Long Bill correspondingly.

Non-Prioritized Supplementals

Non-Prioritized January Supplemental #3 (see also HCPF January Supplemental #13)
CBMS Client Correspondence Caseload Increase

	Request	Recommendation
Total	<u>\$488,702</u>	<u>\$488,702</u>
General Fund	120,550	120,550
Cash Funds	22,761	22,761
Reappropriated Funds	183,899	183,899
Federal Funds	161,492	161,492
<i>Medicaid</i>		
<i>Reappropriated Funds*</i>	<i>183,899</i>	<i>183,899</i>
<i>Medicaid</i>		
<i>General Fund therein*</i>	<i>91,192</i>	<i>91,192</i>
<i>Net General Fund*</i>	<i>211,742</i>	<i>211,742</i>

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.

Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria? [An emergency or act of God; a technical error in calculating the original appropriation; data that was not available when the original appropriation was made; or an unforeseen contingency.]	YES
JBC staff and the Department agree that this request is the result of <i>data that was not available when the original appropriation was made.</i>	

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

Department Request: The Department of Health Care Policy and Financing (HCPF) and the Department of Human Services (DHS) request an increase in total funds in the HCPF FY 2009-10 appropriation of \$184,275 (\$91,568 General Fund) and an increase in total funds in the DHS FY 2009-10 appropriation of \$488,702 (\$120,550 General Fund) to support the increased volume of client correspondence generated from the Colorado Benefits Management System (CBMS). DHS submitted a separate decision item for FY 2010-11 to increase appropriations by a total of \$1.2 million (\$229,803 Net General Fund) for FY 2010-11 and FY 2011-12 to support increases in client correspondence.

All Medicaid related funds in FY 2009-10 are subject to change as they do not include American Recovery and Reinvestment Act (ARRA) adjustments. All FY 2009-10 ARRA adjustments are shown in one supplemental issue for HCPF. Medicaid General Fund adjustments to the DHS and HCPF components of this supplemental request will be applied following the Committee's action on the HCPF ARRA adjustment supplemental. Similarly, the Medicaid General Fund reduction for FY 2010-11 is subject to change as it does not include ARRA adjustments. ARRA adjustments for FY 2010-11 will be established during the figure setting process for HCPF. Medicaid General Fund adjustments to the Department of Human Services' FY 2010-11 budget request will be applied following the Committee's action on figure setting recommendations for HCPF.

Staff Analysis: CBMS supports interactive interviews with clients, assesses the eligibility of applicants, calculates benefits for clients, and provides ongoing eligibility case management and history tracking for many state benefit programs, including Medicaid, Aid to the Needy Disabled, Old Age Pension, Temporary Assistance for Needy Families (TANF), and several others. As part of the benefits determination and participation process, CBMS generates a series of client correspondences to notify individuals of approval or denial, termination of benefits, reductions in benefits, and client redetermination information for programs.

The volume of client correspondence is largely driven by caseload for the programs supported by CBMS. As a result of the current economic climate, caseloads have increased as a higher number of individuals are now eligible for medical and financial assistance than prior to the downturn. As more individuals apply for and enroll in benefits programs, more pieces of correspondence must be sent out as triggered by CBMS. The table below describes caseload changes from FY 2006-07 to FY 2009-10 for major assistance programs serviced by CBMS.

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

Program	FY 2006-07 Caseload	FY 2007-08 Caseload	FY 2008-09 Caseload	FY 2009-10 Caseload*
TANF	11,555	9,093	8,938	10,037
Food Stamps	104,722	109,746	126,557	150,401
Title XIX Medicaid	392,228	391,962	436,812	511,411
Title XXI Children's Basic Health Plan	47,047	57,795	61,582	72,459
Total	555,552	568,596	633,889	744,308

*Estimated caseload figures.

As caseload figures have increased for benefits programs, so to have the costs of client correspondence. Client correspondence expenses include all costs associated with the printing and mailing of benefit notifications for programs serviced by CBMS. These costs include postage, paper, envelopes, printing, and insertion of notifications into envelopes. The process of printing, collating, inserting, and mailing client correspondences is a service provided by the Department of Personnel and Administration's Division of Central Services.

From FY 2006-07 to FY 2008-09, client correspondence costs grew 29.7 percent from a base budget of \$3.7 million to \$4.8 million. Costs in FY 2009-10 are estimated to rise to \$4.9 million. The table below summarizes the growth in client correspondence costs.

	FY 2006-07 Expenditures	FY 2007-08 Expenditures	FY 2008-09 Expenditures	FY 2009-10 Expenditures*
Client Correspondence	\$3,674,220	\$4,183,901	\$4,768,252	\$4,905,744

*Estimated expenditures.

The rising costs in client correspondence from FY 2006-07 to FY 2009-10 have increased the percentage of total CBMS expenditures consumed by client correspondence from 16.9 percent to 20.0 percent, as shown in the table below.

Percentage of Total CBMS Expenditures for Client Correspondence			
FY 2006-07	FY 2007-08	FY 2008-09	FY 2009-10*
16.9%	16.7%	18.3%	20.0%

*Based on client correspondence spending estimates.

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

As client correspondence costs have risen as a percentage of the overall CBMS budget, other system changes and enhancements that benefit CBMS users and clients have been delayed or eliminated. This has allowed DHS and HCPF to absorb the increased costs. Specifically, in FY 2007-08 the number of CBMS system changes were limited to critical only adjustments. In FY 2008-09, all system changes were deferred as part of the vendor contract transition process. The Departments, along with the Governor's Office of Information Technology (OIT), have also identified and implemented measures to decrease client correspondence costs, including eliminating unnecessary notices and verbiage and shortening the length of mandatory notices. The implementation of these measures has decreased client correspondence costs. However, these measures have not offset the costs of the increased volume of client correspondence due to caseload increases. As a result, the Departments are proposing an increase in total funds of \$488,702 (\$212,118 General Fund) in FY 2009-10 to meet the client correspondence demand caused by increases in program caseloads. DHS and HCPF indicate that not funding the request will place the state in danger of being able to effectively distribute all of the required client correspondence.

There are several consequences if the state does not effectively distribute all of the required client correspondence. First, the state risks potential litigation and federal sanctions related to the timeliness and legal sufficiency of the CBMS generated notices. In 2004, a lawsuit was filed against the state requesting a reversion to the pre-CBMS system because CBMS was not timely in processing the eligibility for initial applications and redeterminations for both medical and financial assistance programs. Faulty client correspondence was a key component of the plaintiff's allegation. As a condition of the settlement, DHS must now adhere to specific correspondence standards for the Food Stamp program.

Second, failure to send a correspondence in a timely manner may create a perceived "more restrictive eligibility process." By creating this perception, the state puts itself at risk of losing the enhanced Federal Medicaid Assistance Percentage (FMAP). HCPF estimates that the state will receive approximately \$402.1 million in FY 2009-10 as a result of the enhanced FMAP.

Third, not funding the Departments' request would require DHS and HCPF to absorb the costs using funds currently invested in system changes that will provide cost benefit in the future. For example, the system is currently undergoing an enhancement to allow clients to perform eligibility determination and application processes for benefits programs using the internet. The implementation of this online tool has the potential to decrease processing staff time needed at both the state and county level.

Staff Recommendation: Staff recommends that the Committee approve the Department's request to increase the DHS FY 2009-10 CBMS appropriation by a total of \$488,702, adjust the HCPF FY

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

2009-10 appropriation correspondingly, and make adjustments to letternotes in the FY 2009-10 Long Bill correspondingly.

Non-Prioritized January Supplemental #2 (see also HCPF January Supplemental #11)
Refinance Colorado Benefit Management System Improvements

	Request	Recommendation
Total	<u>\$3,302,100</u>	<u>N.A. **</u>
General Fund	814,545	
Cash Funds	153,795	
Reappropriated Funds	1,242,581	
Federal Funds	1,091,179	
<i>Medicaid</i>		
<i>Reappropriated Funds*</i>	<i>1,242,581</i>	
<i>Medicaid</i>		
<i>General Fund therein*</i>	<i>618,715</i>	
<i>Net General Fund*</i>	<i>1,433,260</i>	

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.

**Recommendation will be made to the Committee during the HCPF supplemental staff presentation.

Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria? [An emergency or act of God; a technical error in calculating the original appropriation; data that was not available when the original appropriation was made; or an unforeseen contingency.]	YES
JBC staff and the Department agree that this request is the result of <i>data that was not available when the original appropriation was made.</i>	

Department Request: The Department of Health Care Policy and Financing (HCPF) and the Department of Human Services (DHS) request that \$2,995,100 appropriated to HCPF in FY 2009-10 for the Colorado Benefits Management System (CBMS) Medical Assistance Project be refinanced and transferred to DHS in a new line item for the total amount of \$3,302,100 (\$1,433,260 Net General Fund) in FY 2009-10. Both Departments also request that \$2,995,100 included in the base

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

request for FY 2010-11 in the HCPF budget request be refinanced and transferred to DHS for a total of \$3,302,100 (\$1,433,260 Net General Fund) in FY 2010-11.

All Medicaid related funds requested in FY 2009-10 are subject to change as they do not include American Recovery and Reinvestment Act (ARRA) adjustments. All FY 2009-10 ARRA adjustments are shown in one supplemental issue for HCPF. Medicaid General Fund adjustments to the DHS and HCPF components of this supplemental request will be applied following the Committee's action on the HCPF ARRA adjustment supplemental. Similarly, the Medicaid General Fund proposed modifications for FY 2010-11 are subject to change as they do not include ARRA adjustments. ARRA adjustments for FY 2010-11 will be established during the figure setting process for HCPF. Medicaid General Fund adjustments to the DHS' FY 2010-11 budget request will be applied following the Committee's action on figure setting recommendations for HCPF.

Staff Recommendation: Staff recommends that the DHS FY 2009-10 Long Bill appropriation be changed in accordance with the Committee's action taken on January 21, 2009 following the presentation of HCPF January Supplemental #11 during consideration of HCPF submitted supplementals.

Statewide Common Policy Supplemental Requests

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

Department's Portion of Statewide Supplemental Request	Total	General Fund	Cash Funds	Reapprop. Funds	Federal Funds	Net General Fund
Capitol Complex Building Maintenance Reductions	(16,991)	(8,496)	0	0	(8,495)	(8,496)
State Fleet Rebates - One Time Refinance	(37,124)	(24,129)	(284)	(9,950)	(2,761)	(28,340)
Annual Fleet Vehicle Replacement True-up	(56,010)	(36,403)	(429)	(15,013)	(4,165)	(42,756)
OIT Personal Services Reduction Initiative	(148,224)	(64,684)	(201)	(101)	(83,238)	(64,684)

DEPARTMENT OF HUMAN SERVICES
(Office of Information Technology Services, Office of Operations,
Mental Health and Alcohol and Drug Abuse Services)
FY 2009-10 SUPPLEMENTAL RECOMMENDATIONS
JBC WORKING DOCUMENT - SUBJECT TO CHANGE

Department's Portion of Statewide Supplemental Request	Total	General Fund	Cash Funds	Reapprop. Funds	Federal Funds	Net General Fund
FY 2009-10 OIT Management and Administration One-time Adjustment	(132,251)	(101,926)	(2,984)	(10,390)	(16,951)	(104,769)
Department's Total Statewide Supplemental Requests	(390,600)	(235,638)	(3,898)	(35,454)	(115,610)	(249,045)

Staff Recommendation: The staff recommendation for these requests is pending Committee approval of common policy supplementals. Staff asks permission to include the corresponding appropriations in the Department's supplemental bill when the Committee approves this common policy supplemental. If staff believes there is reason to deviate from the common policy, staff will appear before the Committee later to present the relevant analysis.

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation

Department of Human Services
Executive Director - Karen L. Beye

August Supplemental #1 - Information Technology Services Personal Services FTE Reduction*

(2) Office of Information Technology Services

Personal Services	5,441,271	5,758,681	(450,000)	(450,000)	5,308,681
FTE	<u>66.5</u>	<u>75.2</u>	<u>(7.0)</u>	<u>(7.0)</u>	<u>68.2</u>
General Fund	4,222,420	4,446,041	(346,500)	(346,500)	4,099,541
Cash Funds	310,521	128,870	(9,000)	(9,000)	119,870
Reappropriated Funds	243,304	456,139	(36,000)	(36,000)	420,139
Federal Funds	665,026	727,631	(58,500)	(58,500)	669,131
<i>For Information Only</i>					
<i>Medicaid Reappropriated Funds</i>	185,103	229,708	(18,000)	(18,000)	211,708
<i>Medicaid - General Fund therein</i>	79,111	114,856	(9,000)	(9,000)	105,856
<i>Net General Fund</i>	4,301,531	4,560,897	(355,500)	(355,500)	4,205,397

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.

August Supplemental #2 - Information Technology Services Colorado Trails Personal Services Reduction

(2) Office of Information Technology Services

Personal Services	9,313,711	9,338,736	(400,000)	(400,000)	8,938,736
FTE	<u>42.9</u>	<u>48.0</u>	<u>(3.0)</u>	<u>(3.0)</u>	<u>45.0</u>
General Fund	5,303,627	5,081,539	(216,000)	(216,000)	4,865,539
Reappropriated Funds	59,447	0	0	0	0
Federal Funds	3,950,637	4,257,197	(184,000)	(184,000)	4,073,197

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
August Supplemental #3 - Office of Operations Personal Services and Operating Reduction*					
<i>(3) Office of Operations</i>					
<i>(A) Administration</i>					
Personal Services	22,819,214	23,605,442	(223,712)	(223,712)	23,381,730
FTE	<u>444.8</u>	<u>461.6</u>	<u>(4.0)</u>	<u>(4.0)</u>	<u>457.6</u>
General Fund	10,022,524	11,521,751	(109,194)	(109,194)	11,412,557
Cash Funds	2,516,710	1,706,650	(16,174)	(16,174)	1,690,476
Reappropriated Funds	7,535,727	8,665,294	(82,122)	(82,122)	8,583,172
Federal Funds	2,744,253	1,711,747	(16,222)	(16,222)	1,695,525
<i><u>For Information Only</u></i>					
Medicaid Reappropriated Funds	3,658,138	3,612,715	(34,238)	(34,238)	3,578,477
Medicaid - General Fund therein	1,529,526	1,636,358	(17,118)	(17,118)	1,619,240
Net General Fund	11,552,050	13,158,109	(126,312)	(126,312)	13,031,797
Operating Expenses	<u>3,435,663</u>	<u>3,720,857</u>	<u>(43,750)</u>	<u>(43,750)</u>	<u>3,677,107</u>
General Fund	2,380,047	2,487,407	(29,247)	(29,247)	2,458,160
Cash Funds	194,588	13,787	(162)	(162)	13,625
Reappropriated Funds	749,713	1,017,075	(11,959)	(11,959)	1,005,116
Federal Funds	111,315	202,588	(2,382)	(2,382)	200,206
<i><u>For Information Only</u></i>					
Medicaid Reappropriated Funds	482,605	483,396	(5,684)	(5,684)	477,712
Medicaid - General Fund therein	207,038	241,699	(2,842)	(2,842)	238,857
Net General Fund	2,587,085	2,729,106	(32,089)	(32,089)	2,697,017

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
Total for August Supplemental #3 - Office of Operations Personal Services and Operating Reduction	26,254,877	27,326,299	(267,462)	(267,462)	27,058,837
FTE	<u>444.8</u>	<u>461.6</u>	<u>(4.0)</u>	<u>(4.0)</u>	<u>457.6</u>
General Fund	12,402,571	14,009,158	(138,441)	(138,441)	13,870,717
Cash Funds	2,711,298	1,720,437	(16,336)	(16,336)	1,704,101
Reappropriated Funds	8,285,440	9,682,369	(94,081)	(94,081)	9,588,288
Federal Funds	2,855,568	1,914,335	(18,604)	(18,604)	1,895,731
<i>For Information Only</i>					
<i>Medicaid Reappropriated Funds</i>	<i>4,140,743</i>	<i>4,096,111</i>	<i>(39,922)</i>	<i>(39,922)</i>	<i>4,056,189</i>
<i>Medicaid - General Fund therein</i>	<i>1,736,564</i>	<i>1,878,057</i>	<i>(19,960)</i>	<i>(19,960)</i>	<i>1,858,097</i>
<i>Net General Fund</i>	<i>14,139,135</i>	<i>15,887,215</i>	<i>(158,401)</i>	<i>(158,401)</i>	<i>15,728,814</i>

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
August Supplemental #12 - Close 59 Beds at the Colorado Mental Health Institute at Fort Logan*					
<i>(1) Executive Director's Office</i>					
<i>(A) General Administration</i>					
Health, Life, and Dental	<u>21,523,421</u>	<u>25,385,525</u>	<u>(303,484)</u>	<u>(303,484)</u>	<u>25,082,041</u>
General Fund		14,869,072	(303,484)	(303,484)	14,565,588
Cash Funds		643,157	0	0	643,157
Reappropriated Funds		6,883,504	0	0	6,883,504
Federal Funds		2,989,792	0	0	2,989,792
<i><u>For Information Only</u></i>					
Medicaid Reappropriated Funds		5,822,263	0	0	5,822,263
Medicaid - General Fund therein		2,911,132	0	0	2,911,132
Net General Fund		17,780,204	(303,484)	(303,484)	17,476,720
Short-term Disability	<u>307,343</u>	<u>359,300</u>	<u>(3,174)</u>	<u>(3,174)</u>	<u>356,126</u>
General Fund		221,697	(3,174)	(3,174)	218,523
Cash Funds		6,245	0	0	6,245
Reappropriated Funds		78,192	0	0	78,192
Federal Funds		53,166	0	0	53,166
<i><u>For Information Only</u></i>					
Medicaid Reappropriated Funds		70,153	0	0	70,153
Medicaid - General Fund therein		35,097	0	0	35,097
Net General Fund		256,794	(3,174)	(3,174)	253,620

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
S.B. 04-257 Amortization Equalization					
Disbursement	<u>3,742,266</u>	<u>4,796,527</u>	(45,042)	(45,042)	<u>4,751,485</u>
General Fund		2,947,009	(45,042)	(45,042)	2,901,967
Cash Funds		83,630	0	0	83,630
Reappropriated Funds		1,042,779	0	0	1,042,779
Federal Funds		723,109	0	0	723,109
<i><u>For Information Only</u></i>					
<i>Medicaid Reappropriated Funds</i>		933,508	0	0	933,508
<i>Medicaid - General Fund therein</i>		467,012	0	0	467,012
<i>Net General Fund</i>		3,414,021	(45,042)	(45,042)	3,368,979
S.B. 06-235 Supplemental Amortization					
Equalization Disbursement	<u>1,706,467</u>	<u>2,956,721</u>	(30,709)	(30,709)	<u>2,926,012</u>
General Fund		1,810,662	(30,709)	(30,709)	1,779,953
Cash Funds		52,269	0	0	52,269
Reappropriated Funds		641,847	0	0	641,847
Federal Funds		451,943	0	0	451,943
<i><u>For Information Only</u></i>					
<i>Medicaid Reappropriated Funds</i>		573,553	0	0	573,553
<i>Medicaid - General Fund therein</i>		286,935	0	0	286,935
<i>Net General Fund</i>		2,097,597	(30,709)	(30,709)	2,066,888

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
Shift Differential	<u>3,958,334</u>	<u>3,536,438</u>	<u>(71,099)</u>	<u>(71,099)</u>	<u>3,465,339</u>
General Fund		2,257,117	(71,099)	(71,099)	2,186,018
Cash Funds		288	0	0	288
Reappropriated Funds		1,269,925	0	0	1,269,925
Federal Funds		9,108	0	0	9,108
<i>For Information Only</i>					
<i>Medicaid Reappropriated Funds</i>		1,265,693	0	0	1,265,693
<i>Medicaid - General Fund therein</i>		632,847	0	0	632,847
<i>Net General Fund</i>		2,889,964	(71,099)	(71,099)	2,818,865
<i>(3) Office of Operations</i>					
<i>(A) Administration</i>					
Personal Services	22,819,214	23,605,442	(46,832)	(46,832)	23,558,610
FTE	<u>444.8</u>	<u>461.6</u>	<u>(1.4)</u>	<u>(1.4)</u>	<u>460.2</u>
General Fund	10,022,524	11,521,751	993,016	993,016	12,514,767
Cash Funds	2,516,710	1,706,650	(92,160)	(92,160)	1,614,490
Reappropriated Funds	7,535,727	8,665,294	(947,688)	(947,688)	7,717,606
Federal Funds	2,744,253	1,711,747	0	0	1,711,747
<i>For Information Only</i>					
<i>Medicaid Reappropriated Funds</i>	3,658,138	3,612,715	0	0	3,612,715
<i>Medicaid - General Fund therein</i>	1,529,526	1,636,358	0	0	1,636,358
<i>Net General Fund</i>	11,552,050	13,158,109	993,016	993,016	14,151,125

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
Operating Expenses	<u>3,435,663</u>	<u>3,720,857</u>	<u>(5,264)</u>	<u>(5,264)</u>	<u>3,715,593</u>
General Fund	2,380,047	2,487,407	82,911	82,911	2,570,318
Cash Funds	194,588	13,787	(4,647)	(4,647)	9,140
Reappropriated Funds	749,713	1,017,075	(83,528)	(83,528)	933,547
Federal Funds	111,315	202,588	0	0	202,588
<i>For Information Only</i>					
<i>Medicaid Reappropriated Funds</i>	482,605	483,396	0	0	483,396
<i>Medicaid - General Fund therein</i>	207,038	241,699	0	0	241,699
<i>Net General Fund</i>	2,587,085	2,729,106	82,911	82,911	2,812,017
Utilities	<u>7,418,676</u>	<u>7,785,407</u>	<u>(14,602)</u>	<u>(14,602)</u>	<u>7,770,805</u>
General Fund	5,893,354	5,875,897	(14,602)	(14,602)	5,861,295
Cash Funds	0	0	0	0	0
Reappropriated Funds	1,525,322	1,909,510	0	0	1,909,510
Federal Funds	0	0	0	0	0
<i>For Information Only</i>					
<i>Medicaid Reappropriated Funds</i>	1,142,254	1,538,491	0	0	1,538,491
<i>Medicaid - General Fund therein</i>	490,027	769,245	0	0	769,245
<i>Net General Fund</i>	6,383,381	6,645,142	(14,602)	(14,602)	6,630,540
 (8) Mental Health and Alcohol and Drug Abuse Services					
(B) Mental Health Community Programs					
(1) Mental Health Services for the Medically Indigent					
Alternatives to Inpatient Hospitalization at					
a Mental Health Institute - GF					
	3,022,489	3,022,489	90,090	90,090	3,112,579

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
<i>(C) Mental Health Institutes</i>					
Mental Health Institute - Ft. Logan	N/A	27,212,895	(3,336,628)	(3,336,628)	23,876,267
FTE		<u>338.8</u>	<u>(42.8)</u>	<u>(42.8)</u>	<u>296.0</u>
General Fund		22,223,435	(1,840,382)	(1,840,382)	20,383,053
Cash Funds		2,683,404	(741,156)	(741,156)	1,942,248
Reappropriated Funds		2,306,056	(755,090)	(755,090)	1,550,966
<i><u>For Information Only</u></i>					
<i>Medicaid Reappropriated Funds</i>		515,248	(257,624)	(257,624)	257,624
<i>Medicaid - General Fund therein</i>		257,624	(128,812)	(128,812)	128,812
<i>Net General Fund</i>		22,481,059	(1,969,194)	(1,969,194)	20,511,865
Educational Programs	1,075,542	720,820	(167,007)	(167,007)	553,813
FTE	<u>13.4</u>	<u>15.0</u>	<u>(4.2)</u>	<u>(4.2)</u>	<u>10.8</u>
General Fund	105,785	240,332	(94,810)	(94,810)	145,522
Cash Funds	147,936	122,307	0	0	122,307
Reappropriated Funds	459,868	358,181	(72,197)	(72,197)	285,984
Federal Funds	361,953	0	0	0	0

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
Total for August Supplemental #12 - Close 59 Beds at the Colorado Mental Health Institute at Fort Logan		103,102,421	(3,933,751)	(3,933,751)	99,168,670
FTE		815.4	(48.4)	(48.4)	767.0
General Fund		67,476,868	(1,237,285)	(1,237,285)	66,239,583
Cash Funds		5,311,737	(837,963)	(837,963)	4,473,774
Reappropriated Funds		24,172,363	(1,858,503)	(1,858,503)	22,313,860
Federal Funds		6,141,453	0	0	6,141,453
<i>For Information Only</i>					
<i>Medicaid Reappropriated Funds</i>		14,815,020	(257,624)	(257,624)	14,557,396
<i>Medicaid - General Fund therein</i>		7,237,949	(128,812)	(128,812)	7,109,137
<i>Net General Fund</i>		74,714,817	(1,366,097)	(1,366,097)	73,348,720

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
Non-prioritized Supplemental #3 - CBMS Client Correspondence Caseload Increase*					
<i>(2) Office of Information Technology Services</i>					
Colorado Benefits Management System	25,393,124	23,740,937	488,702	488,702	24,229,639
FTE	<u>43.3</u>	<u>47.1</u>	<u>0.0</u>	<u>0.0</u>	<u>47.1</u>
General Fund	3,579,505	5,683,891	120,550	120,550	5,804,441
Cash Funds	3,118,668	996,712	22,761	22,761	1,019,473
Reappropriated Funds	9,698,561	9,080,723	183,899	183,899	9,264,622
Federal Funds	8,996,390	7,979,611	161,492	161,492	8,141,103
<i>For Information Only</i>					
Medicaid Reappropriated Funds	9,726,106	9,080,723	183,899	183,899	9,264,622
Medicaid - General Fund therein	3,709,527	4,489,094	91,192	91,192	4,580,286
Net General Fund	7,289,032	10,172,985	211,742	211,742	10,384,727
*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.					

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
Totals Excluding Pending Items*					
DEPARTMENT OF HUMAN SERVICES					
TOTALS for ALL Departmental line items	2,114,535,245	2,180,194,458	(4,562,511)	(4,562,511)	2,175,631,947
FTE	<u>5,431.5</u>	<u>5,578.5</u>	<u>(62.4)</u>	<u>(62.4)</u>	<u>5,516.1</u>
General Fund	684,028,055	670,638,807	(1,817,676)	(1,817,676)	668,821,131
Cash Funds	350,818,183	359,676,315	(840,538)	(840,538)	358,835,777
Reappropriated Funds	436,616,696	449,135,870	(1,804,685)	(1,804,685)	447,331,185
Federal Funds	643,072,311	700,743,466	(99,612)	(99,612)	700,643,854
<i>For Information Only</i>					
Medicaid Reappropriated Funds	407,638,432	423,478,391	(131,647)	(131,647)	423,346,744
Medicaid - General Fund therein	201,035,700	208,894,319	(66,580)	(66,580)	208,827,739
Net General Fund	885,063,755	879,533,126	(1,884,256)	(1,884,256)	877,648,870
*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.					

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation

Non-prioritized Supplemental #1 - Refinance Colorado Benefit Management System Improvements*

(2) Office of Information Technology Services

CBMS Client Services Improvement

Project (New Line)	<u>N.A.</u>	<u>N.A.</u>	3,302,100	<u>Pending</u>	<u>N.A.</u>
General Fund			814,545		
Cash Funds			153,795		
Reappropriated Funds			1,242,581		
Federal Funds			1,091,179		
<i>For Information Only</i>					
<i>Medicaid Reappropriated Funds</i>			1,242,581		
<i>Medicaid - General Fund therein</i>			618,715		
<i>Net General Fund</i>			1,433,260		

*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.

Statewide Common Policy Supplementals

(see narrative for more detail)	<u>N.A.</u>	<u>N.A.</u>	(390,600)	<u>Pending</u>	<u>N.A.</u>
General Fund			(235,638)		
Cash Funds			(3,898)		
Reappropriated Funds			(35,454)		
Federal Funds			(115,610)		
<i>For Information Only</i>					
<i>Medicaid Reappropriated Funds</i>			(26,815)		
<i>Medicaid - General Fund therein</i>			(13,407)		
<i>Net General Fund</i>			(249,045)		

	FY 2008-09	FY 2009-10	Fiscal Year 2009-10 Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total With Recommendation
Totals Including Pending Items*					
DEPARTMENT OF HUMAN SERVICES					
TOTALS for ALL Departmental line items	2,114,535,245	2,180,194,458	(1,651,011)	(4,562,511)	2,175,631,947
FTE	<u>5,431.5</u>	<u>5,578.5</u>	<u>(62.4)</u>	<u>(62.4)</u>	<u>5,516.1</u>
General Fund	684,028,055	670,638,807	(1,238,769)	(1,817,676)	668,821,131
Cash Funds	350,818,183	359,676,315	(690,641)	(840,538)	358,835,777
Reappropriated Funds	436,616,696	449,135,870	(597,558)	(1,804,685)	447,331,185
Federal Funds	643,072,311	700,743,466	875,957	(99,612)	700,643,854
<i>For Information Only</i>			0		
<i>Medicaid Reappropriated Funds</i>	<i>407,638,432</i>	<i>423,478,391</i>	<i>1,084,119</i>	<i>(131,647)</i>	<i>423,346,744</i>
<i>Medicaid - General Fund therein</i>	<i>201,035,700</i>	<i>208,894,319</i>	<i>538,728</i>	<i>(66,580)</i>	<i>208,827,739</i>
<i>Net General Fund</i>	<i>885,063,755</i>	<i>879,533,126</i>	<i>(700,041)</i>	<i>(1,884,256)</i>	<i>877,648,870</i>
*All ARRA adjustments are shown in one supplemental issue. Therefore, the request and recommendation above are not adjusted for ARRA impacts.					

Key: N.A = Not Applicable or Not Available