

**COLORADO GENERAL ASSEMBLY
JOINT BUDGET COMMITTEE**



INTERIM SUPPLEMENTAL REQUEST FOR FY 2012-13

**DEPARTMENT OF PUBLIC HEALTH AND
ENVIRONMENT**

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

**Prepared By:
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Prioritized Interim Supplemental Requests

INTERIM SUPPLEMENTAL REQUEST, DEPARTMENT PRIORITY #1 OIT FUND SPLIT ADJUSTMENT

	Request	Recommendation
Total	<u>\$775,289</u>	<u>\$775,289</u>
Cash Funds	519,531	519,531
Reappropriated Funds	775,289	775,289
Federal Funds	(519,531)	(519,531)

<p>Does JBC staff believe the request satisfies the interim supplemental criteria of Section 24-75-111, C.R.S.? [The Controller may authorize an overexpenditure of the existing appropriation if it: (1) Is approved in whole or in part by the JBC; (2) Is necessary due to unforeseen circumstances arising while the General Assembly is not in session; (3) Is approved by the Office of State Planning and Budgeting (except for State, Law, Treasury, Judicial, and Legislative Departments); (4) Is approved by the Capital Development Committee, if a capital request; (5) Is consistent with all statutory provisions applicable to the program, function or purpose for which the overexpenditure is made; and (6) Does not exceed the unencumbered balance of the fund from which the overexpenditure is to be made.]</p>	YES
<p>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.]</p>	YES
<p>JBC staff and the Department agree that (1) this request meets the interim supplemental criteria of Section 24-75-111, C.R.S., and (2) this request is the result of data that was not available when the original appropriation was made.</p>	

Department Request: The Department requests a fund split adjustment to the Purchase of Services from Computer Center line item and an associated increase to indirect cost assessment line items corresponding to the fund split adjustment to enable the Department to utilize appropriate funding sources when paying computer service costs.

Staff Recommendation: Staff recommends that the Committee approve the request to enable the Department to pay computer service costs with appropriate funding sources.

The rules governing interim supplementals in Section 24-75-111 (5), C.R.S., require the Committee to introduce all interim supplementals that it approves.

Staff Analysis: The interim supplemental budget request seeks to adjust the FY 2012-13 fund splits for the Purchase of Services from Computer Center line item to enable the Department to cover costs which should be cannot be billed directly to specific cash and federal fund sources and should be billed as programmatic indirect costs. The issue arose in March 2013 when a department analysis determine that the billings for computer services costs from the Office of Information Technology (OIT) did not align with the spending authority authorized in the FY

2012-13 Long Bill. In order to allow the Department to utilize the appropriate funding sources to pay the computer service costs, the Department is requesting, and staff is recommending the fund split adjustment. The Department is unable to retroactively increase the federal indirect cost rate due to the lateness of the fiscal year, resulting in an increase of indirect cost assessments collected from various cash fund sources. If the request is not approved the Department will be required to charge computer services costs to incorrect funding sources.

	FY 2011-12	FY 2012-13	Fiscal Year 2012-13 Interim Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total with Recommendation
DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT					
Executive Director - Karin McGowan					
Interim Supplemental #1 - OIT Fund Split Adjustment					
<i>(2) Center for Health and Environmental Information</i>					
<i>(C) Information Technology Services</i>					
Purchase of Services from Computer Center	4,711,006	5,335,037	0	0	5,335,037
General Fund	283,248	302,199	0	0	302,199
Cash Funds	695,918	1,082,327	(255,758)	(255,758)	826,569
Reappropriated Funds	1,976,511	2,043,006	775,289	775,289	2,818,295
Federal Funds	1,755,329	1,907,505	(519,531)	(519,531)	1,387,974
<i>(4) Air Pollution Control Division</i>					
<i>(A) Administration</i>					
Indirect Cost Assessment	2,584,221	2,554,399	200,289	200,289	2,754,688
Cash Funds	1,923,566	2,078,864	200,289	200,289	2,279,153
Federal Funds	660,655	475,535	0	0	475,535
<i>(5) Water Quality Control Division</i>					
<i>(D) Indirect Cost Assessment</i>					
Indirect Cost Assessment	2,247,765	2,188,793	200,000	200,000	2,388,793
Cash Funds	683,567	1,050,940	200,000	200,000	1,250,940
Federal Funds	1,564,198	1,137,853	0	0	1,137,853
<i>(6) Hazardous Materials and Waste Management Division</i>					
<i>(A) Administration</i>					
Indirect Cost Assessment	1,984,292	2,351,947	75,000	75,000	2,426,947
Cash Funds	1,114,801	1,514,612	75,000	75,000	1,589,612
Reappropriated Funds	33,091	50,000	0	0	50,000
Federal Funds	836,400	787,335	0	0	787,335

	FY 2011-12	FY 2012-13	Fiscal Year 2012-13 Interim Supplemental		
	Actual	Appropriation	Requested Change	Recommended Change	New Total with Recommendation
<i>(7) Division of Environmental Health and Sustainability</i>					
Indirect Cost Assessment	<u>212,700</u>	<u>713,546</u>	<u>100,000</u>	<u>100,000</u>	<u>813,546</u>
Cash Funds	143,006	455,042	100,000	100,000	555,042
Federal Funds	69,694	258,504	0	0	258,504
<i>(9) Prevention Services Division</i>					
<i>(A) Administration</i>					
Indirect Cost Assessment	<u>3,139,137</u>	<u>3,598,339</u>	<u>75,000</u>	<u>75,000</u>	<u>3,673,339</u>
Cash Funds	411,754	985,656	75,000	75,000	1,060,656
Reappropriated Funds	0	137,347	0	0	137,347
Federal Funds	2,727,383	2,475,336	0	0	2,475,336
<i>(10) Health Facilities and Emergency Medical Service's Division</i>					
<i>(C) Indirect Cost Assessment</i>					
Indirect Cost Assessment	<u>2,204,705</u>	<u>2,422,897</u>	<u>125,000</u>	<u>125,000</u>	<u>2,547,897</u>
Cash Funds	925,981	1,099,415	125,000	125,000	1,224,415
Reappropriated Funds	482,923	569,894	0	0	569,894
Federal Funds	795,801	753,588	0	0	753,588
Total for Supplemental #1	<u>17,083,826</u>	<u>19,164,958</u>	<u>775,289</u>	<u>775,289</u>	<u>19,940,247</u>
General Fund	283,248	302,199	0	0	302,199
Cash Funds	5,898,593	8,266,856	519,531	519,531	8,786,387
Reappropriated Funds	2,492,525	2,800,247	775,289	775,289	3,575,536
Federal Funds	8,409,460	7,795,656	(519,531)	(519,531)	7,276,125
Totals					
DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT					
TOTALS for ALL Departmental line items	462,362,880	468,216,000	775,289	775,289	468,991,289
FTE	<u>1,204.5</u>	<u>1,223.1</u>	<u>0.0</u>	<u>0.0</u>	<u>1,223.1</u>
General Fund	27,533,170	31,142,676	0	0	31,142,676
Cash Funds	113,299,475	159,535,405	519,531	519,531	160,054,936
Reappropriated Funds	31,588,828	31,568,086	775,289	775,289	32,343,375
Federal Funds	289,941,407	245,969,833	(519,531)	(519,531)	245,450,302