

JOINT BUDGET COMMITTEE



STAFF FIGURE SETTING FY 2017-18

DEPARTMENT OF HUMAN SERVICES

(Office of Operations and Services for People with Disabilities)

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

PREPARED BY:
MEGAN DAVISSON, JBC STAFF
MARCH 14, 2017

JOINT BUDGET COMMITTEE STAFF
200 E. 14TH AVENUE, 3RD FLOOR • DENVER • COLORADO • 80203
TELEPHONE: (303) 866-2061 • TDD: (303) 866-3472
<https://leg.colorado.gov/agencies/joint-budget-committee>

CONTENTS

Department Overview	1
Summary of Staff Recommendations.....	1
Description of Incremental Changes.....	2
Major Differences from the Request.....	4
Decision Items Affecting Multiple Divisions	5
➔ R6 Department Indirect Costs	5
(1) Executive Director's Office.....	14
Decision Items - Executive Director's Office.....	14
Line Item Detail — Executive Director's Office	14
(B) Special Purpose	14
(C) Indirect Cost Assessment	16
(3) Office of Operations	17
Decision Items – Office of Operations	19
➔ R17 CDOC/CDHS Interagency Agreement True-up	19
➔ R19 Mount View Youth Services Center Ditch Repair.....	20
➔ NP8 DOC Maintenance Operating.....	21
➔ NP2 Annual Vehicle Request.....	21
Line Item Detail — Office of Operations.....	22
(A) Administration	22
(B) Special Purpose	27
(C) Indirect Cost Assessment	28
(9) Services for People with Disabilities	29
Decision Items – Services for People with Disabilities	31
➔ NPBA5 Pueblo Regional Center Corrective Action Plan.....	31
➔ Staff Initiated - Adjustments to Appropriations for the Regional Centers	31
➔ Staff Initiated - Rename Subdivision (9) (C)	35
➔ Staff Initiated Homelake Veterans Cemetery.....	35
Line Item Detail - Services for People with Disabilities.....	37
(A) Regional Centers for People with Developmental Disabilities.....	37
(B) Work Therapy Program.....	47
(C) Traumatic Brain Injury Trust Fund	48
(D) Veterans Community Living Centers.....	50

(E) Indirect Cost Assessment	53
Long Bill Footnotes and Requests for Information	54
Long Bill Footnotes	54
Requests for Information	54
Numbers Pages	
Office of Operations	56
Services for People With Disabilities	59

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

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

SUMMARY OF STAFF RECOMMENDATIONS

DEPARTMENT OF HUMAN SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$156,154,109	\$26,977,303	\$40,760,601	\$63,473,121	\$24,943,084	1,864.9
Other legislation	143,350	143,350	0	0	0	0.0
S.B. 17-163 (supplemental bill)	279,813	(67,120)	191,157	176,042	(20,266)	0.0
Long Bill supplemental	3,154,150	0	1,865,501	0	1,288,649	0.0
TOTAL	\$159,731,422	\$27,053,533	\$42,817,259	\$63,649,163	\$26,211,467	1,864.9
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$159,731,422	\$27,053,533	\$42,817,259	\$63,649,163	\$26,211,467	1,864.9
R6 Department indirect costs	0	0	0	0	0	0.0
R17 CDOC/CDHS interagency agreement true-up	882,064	0	0	882,064	0	1.0
R19 Mount View Youth Services Center ditch repair	473,000	473,000	0	0	0	0.0
Non-prioritized request items	155,307	0	0	155,307	0	0.0
Centrally appropriated line items	228,526	0	0	228,526	0	0.0
Annualize prior year legislation	(496,706)	(37,206)	(45,000)	0	(414,500)	0.0
Annualize prior year budget actions	(2,959,191)	187,852	(2,047,141)	153,650	(1,253,552)	0.0
Staff-initiated MHI program relocation	440,397	440,397	0	0	0	1.1
Staff-initiated Homelake veterans cemetery	59,300	59,300	0	0	0	0.0
Long Bill indirect cost plan	0	(13,077,645)	(2,539,464)	18,728,724	(3,111,615)	0.0
Staff-initiated Regional Center adjustments	(8,008,231)	0	0	(8,008,231)	0	0.0
Staff-initiated Regional Center depreciation adjustment	(410,308)	0	0	(410,308)	0	0.0
Indirect cost pool adjustment	(328,219)	0	0	(328,219)	0	0.0
TOTAL	\$149,767,361	\$15,099,231	\$38,185,654	\$75,050,676	\$21,431,800	1,867.0
INCREASE/(DECREASE)	(\$9,964,061)	(\$11,954,302)	(\$4,631,605)	\$11,401,513	(\$4,779,667)	2.1
Percentage Change	(6.2%)	(44.2%)	(10.8%)	17.9%	(18.2%)	0.1%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$11,481,651	\$13,957,889	\$2,552,812	(\$8,767,015)	\$3,737,965	4.8

DESCRIPTION OF INCREMENTAL CHANGES

LONG BILL SUPPLEMENTAL: The recommendation includes an increase of \$3,154,150 total funds to adequately fund the Department's indirect cost pool in FY 2016-17.

R6 DEPARTMENT INDIRECT COSTS: The recommendation is to deny the Department's request for a net increase of \$3,075,586 total funds and 6.3 FTE in FY 2017-18 to address a shortfall in indirect cost assessments. This recommendation affects line items in the Executive Director's Office, Office of Operations, and Office of Information Technology. The recommendation is to approve the Long Bill indirect cost plan instead of the R6 Department Indirect Cost request.

R17 CDOC/CDHS INTERAGENCY AGREEMENT TRUE-UP: The recommendation is to approve an increase of \$882,064 reappropriated funds from the Department of Corrections. This is the same as the Department request once the FY 2016-17 supplemental is taken into account.

R19 MOUNT VIEW YOUTH SERVICES CENTER DITCH REPAIR: The recommendation is to approve the Department's request for an increase of \$473,000 General Fund to repair the non-potable water ditch for the Harriman Ditch located on the Mount View Youth Services Center campus.

NON-PRIORITIZED REQUESTED CHANGES: The recommendation includes four decision items originating in other departments. The following table summarizes the non-prioritized requests. The NP8 DOC maintenance operating is pending Committee action on the prioritized request in the Department of Corrections.

NON-PRIORITIZED REQUEST ITEMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
NP8 DOC maintenance operating	\$99,591	\$0	\$0	\$99,591	\$0	0.0
NP Annual fleet vehicle request	55,716	0	0	55,716	0	0.0
NP7 FMAP adjustments	0	0	0	0	0	0.0
BA NP5 PRC Corrective Action Plan	0	0	0	0	0	0.0
TOTAL	\$155,307	0	\$0	\$155,307	\$0	0.0

CENTRALLY APPROPRIATED LINE ITEMS: The recommendation includes adjustments to centrally appropriated line items for Capitol complex leased space.

CENTRALLY APPROPRIATED LINE ITEMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Capitol complex leased space adjustment	\$228,526	\$0	\$0	\$228,526	\$0	0.0
TOTAL	\$228,526	0	\$0	\$228,526	\$0	0.0

ANNUALIZE PRIOR YEAR LEGISLATION: The recommendation includes adjustments for the second-year impact of prior year legislation. The reduction of \$459,500 total funds for the Older Blind Grant is due to S.B. 16-093 which moved this program was moved to the Department of Labor and Employment in conjunction with the transfer of the Division of Vocational Rehabilitation and Centers for Independent Living. The recommendation aligns with the Department request.

ANNUALIZE PRIOR YEAR LEGISLATION					
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FEDERAL FUNDS	FTE
Move Older Blind Grants to CDLE	(\$459,500)	\$0	(\$45,000)	(\$414,500)	0.0
Annualize SB 16-019 (Videotape mental condition evaluations)	(37,206)	(37,206)	0	0	0.0
TOTAL	(\$496,706)	(37,206)	(\$45,000)	(\$414,500)	0.0

ANNUALIZE PRIOR YEAR BUDGET ACTIONS: The recommendation includes adjustments for the out year impact of prior year budget actions.

ANNUALIZE PRIOR YEAR BUDGET ACTIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Annualize prior year salary survey	\$392,958	\$187,852	\$18,360	\$151,649	\$35,097	0.0
Annualize personal needs allowance for Regional Centers	2,001	0	0	2,001	0	0.0
Annualize one-time indirect supplemental	(3,154,150)	0	(1,865,501)	0	(1,288,649)	0.0
Annualize SB 16-178 supplemental funding	(200,000)	0	(200,000)	0	0	0.0
TOTAL	(\$2,959,191)	187,852	(\$2,047,141)	\$153,650	(\$1,253,552)	0.0

STAFF-INITIATED MHI PROGRAM RELOCATION: The recommendation includes an increase of \$889,739 General Fund (including \$440,397 in the Office of Operations and \$449,342 appropriated to other divisions not in this packet) to allow the Department to implement a plan that involves relocating two existing programs at the Colorado Mental Health Institute (MHI) at Pueblo.

STAFF-INITIATED HOMELAKE VETERANS CEMETERY: The recommendation includes an increase of \$59,300 General Fund to pay for maintenance costs of the veterans cemetery at the Homelake Veterans Community Living Center. The Department did not request funding for this purpose.

LONG BILL INDIRECT COST PLAN: The recommendation includes substantial changes to implement the Long Bill indirect cost plan. The recommendation includes changes to the appropriation of funds for line items in the indirect cost pool and newly created indirect cost assessment line items. The recommendation is made in place of Department request R6 Department Indirect Costs.

STAFF-INITIATED REGIONAL CENTER ADJUSTMENTS: The recommendation includes a reduction of \$8,008,231 reappropriated funds, to align the spending authority for the Regional Centers with actual expenditures. The Department did not request this change.

STAFF-INITIATED REGIONAL CENTER DEPRECIATION ADJUSTMENT: The recommendation includes adjustments to the appropriations for the depreciation costs associated with each Regional Center based on information provided by the Department. The Department did not request this change.

INDIRECT COST POOL ADJUSTMENT: The recommendation includes a net zero adjustment to four line items within the indirect cost pool. Specific to the Office of Operations there is a net reduction of \$328,219 reappropriated funds. This reduction is offset by an increase to the Executive Director's Office to rebalance four line items in the indirect cost pool.

MAJOR DIFFERENCES FROM THE REQUEST

Overall, the staff recommendation is \$11,481,651 total funds lower than the request. The most significant differences between the recommendation and the request are listed below.

- The implementation of the Long Bill indirect cost plan. Since the Office of Operations is included in the indirect cost pool, the recommendation illustrates the refinancing of the indirect cost pool. Note the apparent difference between the request and the recommendation is skewed in the above table because the above table only reflects the refinancing of the line items in the indirect cost pool that are located in the Office of Operations. The changes in the above table do not include all changes related to the Long Bill Indirect Cost Plan which will be spread across all divisions.
- The recommendation includes a reduction of \$8,008,231 reappropriated funds to the appropriation for the Regional Centers to align the appropriation with actual expenditures. The recommended changes are based on historical underexpenditure of the line items for each of the Regional Centers.

DECISION ITEMS AFFECTING MULTIPLE DIVISIONS

→ R6 DEPARTMENT INDIRECT COSTS

REQUEST: The Department requests the following four changes related to indirect cost assessments and how indirect costs are paid for:

- An increase of \$1,288,649 million Federal Fund from Temporary Assistance to Needy Families (TANF) in the Executive Director's Office to increase the appropriation of TANF funds for indirect costs;
- An increase of \$1 total funds, of which \$2,275,811 is an increase of General Fund, \$40,435 is a reduction of reappropriated, and \$2,486,612 is a reduction of federal funds for the Payments to OIT line item to adjust the funds paying for information technology costs; and
- An increase of \$3,075,586 total funds, of which \$1,239,149 is General Fund and 6.3 FTE for the Personal Services line item in the Office of Operations to:
 - Replace the funds transferred to the Department of Labor and Employment for indirect costs associated with the Division of Vocational Rehabilitation; and
 - Fully collect indirect costs from the Regional Centers.
- A change to how indirect cost assessments from federal Title XX and Title IV-E funds are collected.

RECOMMENDATION: Staff recommends the Committee deny the request. Staff recommends the Committee approve the following:

- The Department of Human Services Long Bill indirect cost plan which includes:
 - The creation of new indirect cost assessment subdivisions and line items within all divisions except the Office of Information Technology Services;
 - The allocation of indirect costs assessments by division as shown in Step 8 in the Analysis Section; and
 - The restructuring of the appropriations for the line items which comprise the indirect cost pool to be General Fund or reappropriated fund.
- The inclusion of two new requests for information.
- The removal of bottom line funding from Divisions 1(A) and 3(A), which comprise line items in the indirect cost pool.
- A FY 2016-17 Long Bill supplemental appropriating \$3,154,150 total funds, of which \$1,865,501 is cash funds and \$1,288,649 is federal funds to ensure the FY 2016-17 indirect cost pool is appropriately funded.

Staff requests permission to make final adjustments to the indirect cost assessment appropriations based on final Committee action on outstanding common policy line items.

*ANALYSIS**Department of Human Services Long Bill Indirect Cost Plan*

The following table summarizes the eight steps in the recommended Long Bill Indirect Cost Plan:

DEPARTMENT OF HUMAN SERVICES LONG BILL INDIRECT COST PLAN			
STEP	DESCRIPTION	ONE-TIME	ANNUALLY
Step 1	Determine which line items are included in the pool	X	
Step 2	Calculate the total cost of the pool		X
Step 3	Calculate the allowable amount of indirect cost assessments from reappropriated and federal funds by division based on the percentages/rates in the federal cost allocation plan		X
Step 4	Calculate the General Fund percentage based on the General Fund percentage of total Department appropriations		X
Step 5	Calculate the cash fund indirect cost assessment rate based the following equation: (Step 3 + Step 4) - Step 2		X
Step 6	Apply the cash fund rate to allowable sources in each division		X
Step 7	Appropriate the indirect cost pool line items as either General Fund or reappropriated funds		X
Step 8	Appropriate the indirect cost assessment line items in each division based on the calculations in steps 7 and 8		X

Step 1 and Step 2 – Indirect Cost Pool

The following table summarizes which line items are included in the indirect cost pool, which JBC staff analyst is responsible for setting the line item, and the FY 2017-18 staff recommendation to date. The line items in the indirect cost pool should not change from year to year, but if new common policy line items are added in future years, staff will evaluate whether or not they are appropriate to be included in the indirect cost pool.

Note, the Payments to OIT line item is pending Committee policy. The figures for this line item reflect the Department's request. Staff requests permission to just this line item and associated indirect cost assessments based on Committee action on this outstanding line item.

A couple of notes about items in the following table:

- Centrally appropriated costs will be appropriated in the relevant line item and not in the Personal Services line items.
- The Legal Services and Payments to OIT line items are pending Committee policy and will be adjusted accordingly.
- Line items within Division (1) Executive Director's Office are set by Robin Smart.
- Line items within Division (2) Office of Information Technology Services are set by Kevin Neimond.
- Line items within Division (3) Office of Operations are set by Megan Davisson.

STEP 1 & STEP 2 - DEPARTMENT OF HUMAN SERVICES INDIRECT COST POOL	
DIVISION, LINE ITEM	FY 2017-18 RECOMMENDATION
Executive Director's Office	
(A) General Administration	
Personal Services	\$2,002,421
Associated POTS Costs	638,436
Operating Expenses	499,761
Worker's Compensation	8,676,146
Legal Services*	1,675,594
Administrative Law Judge Services (ALJs)	652,018
Payments to Risk Management	2,521,021
Injury Prevention	76,755
(B) Special Purpose	
Employment and Regulatory Affairs	5,795,351
Associated POTS costs	724,334
HIPPA - Security Remediation	318,538
Office of Information Technology Services	
(A) Information Technology	
Operating Expenses	560,634
Microcomputer Lease Payments	539,344
County Financial Management System	1,494,325
Client Index	17,698
Enterprise Content Management	731,400
Payments to OIT*	29,543,716
CORE	1,046,437
Office of Operations	
(A) Administration	
Personal services	25,661,919
Associated POTS costs	5,317,083
Operating	3,747,713
Vehicles	1,063,662
Leased space	1,314,386
Cap Complex	1,791,099
Utilities	9,418,424
Less Department of Corrections Costs	(2,558,305)
Total Pool	\$103,269,910

*Represent the department request

Step 3 - Federal Funds and Reappropriated Funds

For all the federal funds and reappropriated funds, the determination of the amount of allowable indirect cost assessments is based on the Department's federally approved cost allocation plan. In order to translate the amounts allowed in that plan, the Department converted the allocation amounts into percentages. For the purpose of the Long Bill indirect cost plan, staff used the percentages as the basis for calculating the allowable amount of federal and reappropriated funds. The amount of federal and reappropriated funds from Medicaid sources are subject to federal approval and there is no flexibility in changing these amounts for FY 2017-18. The following table summarizes the percentage of the total pool cost by division based on the Department's federal cost allocation plan.

REAPPROPRIATED AND FEDERAL FUNDS INDIRECT COST ASSESSMENT PERCENTAGES			
DIVISION	TOTAL PERCENTAGE	REAPPROPRIATED FUNDS	FEDERAL FUNDS
		RF and FF percentages are a percent of the total percentage.	
5 – Child Welfare Services	17.68%	2.57%	53.06%
6 – Office of Early Childhood	3.60%	1.10%	72.78%
7 – Office of Self Sufficiency	21.62%	0.29%	62.32%
8 – Behavioral Health	28.54%	8.40%	2.06%
9 – Services for People With Disabilities	15.31%	66.81%	0.11%
10 – Adult Assistance	0.60%	0.00%	14.13%
11 – Youth Corrections	12.64%	0.00%	0.00%

The federal cost allocation is based on a number of allocation metrics that are used to measure the level of overhead and administrative effort involved in the Department's operation of each program. The top five allocation metrics which determine the allowable amount of federal and reappropriated funds are:

- 1 The number of FTE, including state and county FTE;
- 2 Random moment sampling to determine the level of effort of staff in the indirect cost pool on a given program;
- 3 Square footage to determine how much physical space a program uses;
- 4 Transactions cost to determine how many transactions are generated by a specific program;
- 5 Time studies/time sheets to measure how much time staff in the indirect cost pool spend working on a specific program.

The following table summarizes for Divisions 5 through 11 how the top five allocation metrics factor into their overall percentages derived from the federal cost allocation plan.

MAJOR FACTORS INFLUENCING INDIRECT COST ASSESSMENT			
DIVISION	FTE	SQUARE FOOTAGE	TRANSACTION/TIME
5 – Child Welfare Services	Many FTE (state and county)	Minimal square footage because the bulk of the FTE are County FTE	Minimal Transaction Costs
6 – Office of Early Childhood	Small number of FTE	Minimal Square Footage	
7 – Office of Self Sufficiency	Many FTE (state and county)	Minimal square footage because the bulk of the FTE are County FTE	Minimal Transaction Costs
8 – Behavioral Health	Many FTE (state)	High square footage (Institutes)	High Transaction Costs, High Random Moment Sampling
9 – Services for People With Disabilities	Many FTE	High square footage (Institutes)	
10 – Adult Assistance	Minimal FTE	Minimal Square Footage	
11 – Youth Corrections	Many FTE	High square footage (Institutions)	

The number of FTE by program is one of the major allocation metrics. Since the federal indirect cost allocation plan includes state and county FTE, the Department provided the following FTE counts by program to demonstrate the county FTE can be a significant factor. Additionally since these allocation metrics are included in the federal cost allocation plan, changing the metrics for FY 2017-18 is not feasible.

FEDERAL COST ALLOCATION PLAN FTE METRIC						
DIVISION	COUNTY FTE BASED ON RMS	STATE FTE	TOTAL FTE	FTE AS PERCENT OF TOTAL FOR 6 DIVISIONS	FEDERALLY APPROVED TOTAL INDIRECT COST PERCENTAGE	DIFFERENCE (FTE PERCENTAGE - INDIRECT COST PERCENTAGE)
5	2,810	130	2,940	27.2%	17.7%	(9.5%)
6	400	112	512	4.7%	3.6%	(1.1%)
7	2,695	318	3,013	27.9%	21.6%	(6.2%)
8	0	1,613	1,613	14.9%	28.5%	13.6%
9	0	1,465	1,465	13.6%	15.3%	1.8%
10	175	26	201	1.9%	0.6%	(1.3%)
11	0	1,067	1,067	9.9%	12.6%	2.8%
Total	6,080	4,731	10,811	100%		

As shown in the above table, the number of county FTE is a large factor for Division 5 – Child Welfare and Division 7 – Office of Self Sufficiency. Since the Department’s federal indirect cost allocation plan is based on more than FTE, the percentages in the federal approved plan don’t align directly with the FTE distribution as shown in the last column.

Step 4 - General Fund

In order to ensure General Fund is not paying for indirect costs which should be paid for by cash or federal funds, the General Fund percentage of the indirect cost pool should be similar to the General Fund percentage for the Department’s overall appropriation. Based on the overall percentage of General Fund as requested for FY 2017-18, General Fund should pay for 52.0 percent of the indirect cost pool. The following table summarizes how staff calculated the 52.0 percent.

CALCULATION OF OVERALL DEPARTMENT FUND SOURCE PERCENTAGES					
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROP. FUNDS	FEDERAL FUNDS
FY 2017-18 Request	\$1,966,808,114	\$866,512,570	\$402,474,499	\$131,633,654	\$566,187,391
Old Age Pension	0	99,796,983	(99,796,983)	0	0
Division 7(B) County block grants	(22,349,730)	0	(22,349,730)	0	0
Division (5) Child Welfare Local Funds	(65,171,137)	0	(65,171,137)	0	0
Division (4) County Funds	(20,869,300)	0	(20,869,300)	0	0
Total Fund Sources	\$1,858,417,947	\$966,309,553	\$194,287,349	\$131,633,654	\$566,187,391
Percentages		52.0%	10.5%	7.1%	30.5%

The Old Age Pension Fund (OAP) is funded through excise and State sales tax revenue which is deposited in the OAP Cash Fund in lieu of the General Fund (technically, all money is first deposited in the OAP Cash Fund and then all excess money is deposited in the General Fund). Therefore the staff indirect cost assessment calculation treats OAP funds as General Fund.

Since the county funds do not flow through the Department, the Department does not have an opportunity to collect indirect costs from these sources. Therefore staff removes these funds from the above calculation to reflect the funds from which indirect costs can be collected.

Based on the 52.0 percent of General Fund for the Department’s total fund source, General Fund should pay \$54,233,733.

GENERAL FUND SHARE OF INDIRECT COST BASED ON DEPARTMENT FUND SOURCE SPLITS	
Total Pool	103,269,910
General Fund Percentage	52.0%
General Fund	53,700,353

Step 5 and Step 6- Cash Funds

Since cash funds are not governed by the federal cost allocation plan, the Department is able to set the rate for cash funds. This methodology has not historically been used by the Department due to misunderstandings about the rules governing the federal cost allocation plan. The FY 2017-18 Long Bill indirect cost plan represents a change in how the Department is collecting indirect cost assessments from cash funds. The Long Bill indirect cost plan reflects the first time the Department will be using a rate methodology on the cash funds. Currently the Department collects indirect costs from some cash funds but not all cash funds.

If General Fund is responsible for 52.0 percent of the indirect cost pool, the cash fund rate would have to be an average of 8.5 percent across all applicable cash fund sources. For the Office of Behavioral Health and Adult Assistance Programs the Department collects cash funds at a rate of 10.81 percent and 25.82 percent, respectively. Since FY 2017-18 will be the first year in which the Department is actively setting a cash funds indirect cost rate and collecting indirect cost assessments from all available cash funds, staff is recommending a rate of 5.0 percent. This will result in the General Fund paying for some indirect costs which should be paid for by cash funds, but it provides the Department with time to make the necessary adjustments to ensure each cash fund is paying its appropriate amount of indirect costs. Therefore, for FY 2017-18 the cash funds are based on a blended 5.0 percent indirect cost rate. Going forward in future years, staff would anticipate a cash funds rate that could be slightly higher (the Department of Public Health and Environment's cash fund rate is 22.0 percent), but in order to minimize the impact on programs and allow the Department time to evaluate and determine the amount each cash fund should be paying, staff is recommending a blended 5.0 percent rate.

In order to approximate what the Department should be collecting from cash funds based on a 5.0 percent rate, staff worked with the Department to identify which cash funds should be paying indirect costs. The result of increasing indirect cost assessments on cash funds is a reduction in the need for General Fund. Staff notes, because FY 2017-18 is the first year the Department will be focusing on fully collect indirect cost assessments from cash funds, staff is not at this time recommending any reductions to program line items. Staff is recommending the indirect cost assessment line items include a 5.0 percent appropriation buffer to minimize the need for supplemental adjustments. For FY 2018-19 staff would anticipate the need for a number of technical changes after the Department is able to fully identify what cash funds should be paying indirect costs and the amount to be collected.

The following table shows, based on applying a cash fund rate to each division, the amount of cash fund indirect cost assessments by division. Note, the FY 2017-18 Long Bill appropriations will be different from these figures because staff requests permission to modify the appropriations based on continuing work by the Department to determine the feasibility of using cash funds to pay for indirect costs without adversely impacting programs.

DEPARTMENT OF HUMAN SERVICES CASH FUNDS INDIRECT COST RATES		
DIVISION	CASH FUND INDIRECT COST ASSESSMENTS	
1	\$31,053	Assumes a 5.0% rate
2	0	No eligible cash funds to collect from
3	51,888	Assumes a 5.0% rate
4	0	No eligible cash funds to collect from
5	96,003	Assumes a minimal rate of 0.89% based on what has actually been collected
6	1,847,859	Assumes a 5.0% rate
7	4,065	Assumes a 0.4% rate
8	2,836,373	Assumes a 10.81% rate based on what has actually been collected
9	1,735,906	Assumes a 5.0 percent rate
10	52,068	Assumes a 25.82% rate
11	100,000	Assumes a 5.0% rate
Total	\$6,755,215	

Step 7 – Appropriation of the indirect cost pool line items

The recommendation is to appropriate the indirect cost assessments in each division and reappropriate those assessments into the line items in the pool. Therefore, the Long Bill appropriation will look different in FY 2017-18 than it did in FY 2016-17. Additionally, there will be an increase of reappropriated funds due to the implementation of a Long Bill indirect cost plan this double counts of indirect cost assessments. The line items shown in the table in Step 1 will be appropriated as either reappropriated funds or General Fund. Staff is recommending the General Fund be appropriated to the Payments to OIT line item and the Office of Operations, Personal Services line item. All other line items in the pool will be reappropriated funds.

Step 8 – Appropriation of Indirect Cost Assessments in the Division

Staff is recommending the creation of new line items in each division to reflect the indirect cost assessment. The following table summarizes the recommended appropriation by Long Bill division and fund source based on the calculations done in steps 3 through 6.

DIVISIONAL INDIRECT COST ASSESSMENTS				
DIVISION	TOTAL FUNDS	CASH FUNDS	REAPPROP. FUNDS	FEDERAL FUNDS
1	\$96,577	\$31,053	\$65,524	\$0
2	0	0	0	0
3	97,067	51,888	45,179	0
4	0	0	0	0
5	10,252,996	96,003	469,234	9,687,759
6	4,594,508	1,847,859	40,895	2,705,754
7	13,982,971	4,065	64,748	13,914,158
8	5,919,274	2,836,373	2,475,752	607,149
9	12,316,376	1,735,906	10,563,078	17,392
10	139,621	52,068	0	87,552
11	100,000	100,000	0	0
Total	\$47,499,389	\$6,755,215	\$13,724,410	\$27,019,764

Based on the above application of indirect costs results, there is a need of \$55,770,521 General Fund, which is \$3.9 million lower than was appropriated in FY 2016-17. The following table summarizes how this General Fund amount was calculated.

CALCULATION OF GENERAL FUND NEED FOR INDIRECT COST POOL	
Total Pool	\$103,269,910
Total Non-General Fund Assessments	47,499,389
Total General Fund	55,770,521
General Fund change from FY 2016-17 Appropriations	(\$3,909,272)
General Fund as Percent of Total Pool Costs	54.0%

FY 2016-17 Long Bill Supplemental

Staff is recommending the Committee approve three increases for FY 2016-17 to assist the Department in covering the indirect cost pool. Using the methodology outlined above, staff calculates the Department needs \$2,414,317 total funds to fully fund their indirect cost pool.

FY 2016-17 NEED FOR INDIRECT COST ASSESSMENTS	
Total Pool	\$96,191,802
Total Non-General Fund Sources	42,728,559
Remaining Need	53,463,243
Actual General Fund Appropriations	51,048,926
Difference	(\$2,414,317)

In order to pay for the shortfall in the indirect cost pool, and provide the Department with additional spending authority in the event there are not funds available at the end of the year in the Child Welfare Services line item, staff recommends the Committee approve a FY 2016-17 Long Bill supplemental appropriating \$3,154,150 total funds. Staff recommends the appropriation be made in the Office of Operations Personal Services line item. Staff is recommending a direct appropriation of the indirect cost assessments to this pool line item because the remainder of time in the fiscal year does not justify the significant work that would be required to implement indirect cost assessment line items in the FY 2016-17 appropriation. The following table summarizes the recommendation:

FY 2016-17 SUPPLEMENTAL RECOMMENDATION		
SOURCE	AMOUNT	COMMENT
Central Fund for Veteran Community Living Center	\$1,080,862	This fund should be paying indirect costs but is not and the recommendation should not impact services
Marijuana Tax Cash Fund	784,639	The Department did not charge any indirect cost assessments on the Marijuana Tax Cash Fund in FY 2016-17 Long Bill. There are sufficient funds in the MCTF to pay for indirect costs.
Federal TANF funds	1,288,649	This reflects the increase requested by the Department.
Total	\$3,154,150	

Bottom Line Funding Recommendation

As part of staff's recommendation, staff is recommending subdivisions (1) (A) Executive Director's Office and (3) (A) Office of Operations, which were bottom line funded for FY 2016-17, not be bottom line funded for FY 2017-18. Staff is making this recommendation because there will be a single funding source, reappropriated funds from indirect cost recoveries for the line item in the pool in (1)(A). The other line items in (1)(A) are those for centrally appropriated costs, including health, life and dental and PERA contributions. Removal of bottom line funding is supported by the JBC staff that makes recommendations for the Executive Director's Office. These line items are set by common policy and should reflect the funding sources for personal services throughout the Department. Staff is also recommending subdivision (3) (A) no longer be bottom line funded because the line items in this subdivision comprise a portion of the indirect cost pool. These line items will be funded with reappropriated funds from indirect cost recoveries, with the exception of

the Personal Services line item which will have General Fund. This recommendation will ensure the Department is using funds for which they are appropriated. The Department is not supportive of this component of the recommendation, but JBC Staff believes this will provide the Committee with additional oversight and transparency for the costs in the indirect cost pool.

Request for Information and Audit of Department Indirect Costs

The issue of how the Department has handled indirect costs in the past raises questions about whether this Long Bill indirect cost plan will adequately correct those issues or if an audit would be better suited to identify and correct the issues. Auditing the historical practices will not necessarily assist with the development of the Long Bill indirect cost plan. In lieu of an audit on historical practices about indirect costs by the Department, staff is recommending the following request for information. If the Committee finds the information provided in the request for information to be lacking, the Committee could revisit the option to request an audit of the current indirect cost methodology to determine whether the changes being implemented adequately address the historical issues.

Department of Human Services – All Division – The Department is requested to provide by February 1, 2018 the actual cash fund collects by cash fund and division, the associated cash fund rates, and the FY 2018-19 cash fund rates that would be required to collect sufficient indirect cost assessments from cash fund sources and reappropriated funds from cash fund sources so the General Fund percentage of indirect costs aligns with the FY 2018-19 General Fund percentage of the Department's request.

Section 24-75-106

Staff has previously raised concerns about the use of Section 24-75-106, C.R.S., which authorizes the Department of Human Services and Department of Health Care Policy and Financing to transfer General Fund and Medicaid reappropriated funds between the Departments. The Department has identified this mechanism as one of the ways indirect costs have been paid for in the past. Based on continued discussions, it appears the Department has not used this statute to directly pay for indirect costs. The Department has strongly expressed opposition to the idea of repealing Section 24-75-106, C.R.S. Prior to making a recommendation for which staff cannot quantify all the impacts, staff is recommending the addition of a request for information related to the transfers made pursuant to Section 24-75-106, C.R.S. This request for information should start to provide the Committee with an idea about how the Departments are using this transfer authority and whether that authority should remain in place.

Department of Human Services, All Programs – The Department is requested to provide, by November 1, 2017, a list of each of the transfers made in FY 2016-17 pursuant to Section 24-75-106, C.R.S. Included in the list should be the following information for each transfer: where the funds originated from, where the funds were transferred to, the amount of the transfer, and the purpose of the transfer.

(1) EXECUTIVE DIRECTOR'S OFFICE

Within this division, this document covers two line items in the (B) Special Purpose subdivision: the Developmental Disabilities Council, and the Commission for the Deaf and Hard of Hearing. Funding for these programs includes General Fund, reappropriated funds from the Department of Regulatory Affairs, and federal funds.

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.

DECISION ITEMS - EXECUTIVE DIRECTOR'S OFFICE

The Department did not submit any decision items for the line item covered in this document.

LINE ITEM DETAIL — EXECUTIVE DIRECTOR'S OFFICE

(B) SPECIAL PURPOSE

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 does not include any change from the FY 2016-17 appropriation.

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.

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 \$1,350,930 total funds of which \$136,660 is General Fund and 8.3 FTE. The request includes the following changes:

- A reduction of \$7,580 reappropriated funds for the Statewide Indirect Cost Assessment.

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 is that the recommendation does not include an adjustment for the Statewide Indirect Cost Assessment. The Long Bill indirect cost plan will ensure statewide indirect costs are collected in each division and appropriated in the Indirect Cost Assessment line item. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

EXECUTIVE DIRECTOR'S OFFICE, SPECIAL PURPOSE, COLORADO COMMISSION FOR THE DEAF AND HARD OF HEARING				
	TOTAL FUNDS	GENERAL FUND	REAPPROPRIATED FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$1,185,732	\$136,660	\$1,049,072	6.3
Other legislation	\$172,778	\$0	\$172,778	2.0
TOTAL	\$1,358,510	\$136,660	\$1,221,850	8.3
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$1,358,510	\$136,660	\$1,221,850	8.3
Indirect cost adjustment	0	0	0	0.0
TOTAL	\$1,358,510	\$136,660	\$1,221,850	8.3
INCREASE/(DECREASE)	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,350,930	\$136,660	\$1,214,270	8.3
Request Above/(Below) Recommendation	(\$7,580)	\$0	(\$7,580)	0.0

(C) INDIRECT COST ASSESSMENT

INDIRECT COST ASSESSMENT

**NEW LINE ITEM RECOMMENDED FOR FY 2017-18*

This line item, recommended to be added as part of the Long Bill Indirect Cost Plan will reflect the indirect cost assessments paid by the two line items in the Special Purpose subdivision.

REQUEST: The Department did not request this line item.

RECOMMENDATION: Staff recommendation is pending Committee action on outstanding centrally appropriated line items. Staff requests permission to adjust the line based on final Committee action on centrally appropriated line items.

(3) OFFICE OF OPERATIONS

The Office of Operations provides Department-wide facility maintenance and management, accounting, payroll, contracting, purchasing, and field audits. The Office is organized into the following units: Division of Accounting, Division of Facilities Management, Division of Procurement, and the Division of Contract Management.

- The Division of Accounting includes approximately 25 percent of the staff in the Office of Operations. The Division manages all departmental financial operations and resources, including payments to counties and service providers throughout the state for human services programs, Medicaid, Medicare and private party billing for the Department's various community and institutional programs, and overall accounts and controls over expenditures and revenues from multiple state and federal sources.
- The Division of Facilities Management accounts for nearly 70 percent of the staff in the Office of Operations. The Division is responsible for operating, cleaning, and maintaining all Department office buildings and facilities, including youth correctional facilities, the campuses of the two State mental health institutes, and three regional centers for the developmentally disabled. Overall, the Division operates 330 buildings and over 3.7 million gross square feet of space. It is also responsible for acquisition, operation and management of utility services, planning, design and construction of capital construction and controlled maintenance projects, and the Department's commercial and vehicle leases.
- The Procurement Division includes approximately five percent of the Office of Operations appropriated staff. The Purchasing Unit has been delegated autonomous authority by the Department of Personnel and is responsible for purchasing goods and services for Departmental programs in excess of \$35.0 million per year. The Materials Management Unit is responsible for warehousing and distribution of all goods associated with Department programs delivered to direct care clients. This includes ordering and inventory control of food and non-food items through three primary warehouse and office facilities throughout the State.
- The Contract Management Unit consists of less than one percent of Office of Operations staff. It is responsible for managing the contracting process in the Department including development, approval, and oversight of performance of all Department contracts.

OFFICE OF OPERATIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 Appropriation						
HB 16-1405 (Long Bill)	\$42,893,088	\$25,991,173	\$3,567,701	\$10,237,430	\$3,096,784	431.3
Other legislation	43,350	43,350	0	0	0	0.0
S.B. 17-163 (supplemental bill)	154,813	(67,120)	(8,843)	251,042	(20,266)	0.0
Long Bill supplemental	3,154,150	0	1,865,501	0	1,288,649	0.0
TOTAL	\$46,245,401	\$25,967,403	\$5,424,359	\$10,488,472	\$4,365,167	431.3
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$46,245,401	\$25,967,403	\$5,424,359	\$10,488,472	\$4,365,167	431.3
R6 Department indirect costs	0	0	0	0	0	0.0
R17 CDOC/CDHS interagency agreement true-up	882,064	0	0	882,064	0	1.0
R19 Mount View Youth Services Center ditch repair	473,000	473,000	0	0	0	0.0
Non-prioritized request items	155,307	0	0	155,307	0	0.0
Centrally appropriated line items	228,526	0	0	228,526	0	0.0
Annualize prior year legislation	(37,206)	(37,206)	0	0	0	0.0
Annualize prior year budget actions	(2,843,297)	187,852	(1,847,141)	69,544	(1,253,552)	0.0
Staff-initiated MHI program relocation	440,397	440,397	0	0	0	1.1
Long Bill indirect cost plan	0	(13,077,645)	(2,539,464)	18,728,724	(3,111,615)	0.0
Indirect cost pool adjustment	(328,219)	0	0	(328,219)	0	0.0
TOTAL	\$45,215,973	\$13,953,801	\$1,037,754	\$30,224,418	\$0	433.4
INCREASE/(DECREASE)	(\$1,029,428)	(\$12,013,602)	(\$4,386,605)	\$19,735,946	(\$4,365,167)	2.1
Percentage Change	(2.2%)	(46.3%)	(80.9%)	188.2%	(100.0%)	0.5%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$2,947,412	\$14,017,189	\$2,552,812	(\$17,360,554)	\$3,737,965	4.8

DECISION ITEMS – OFFICE OF OPERATIONS

→ R17 CDOC/CDHS INTERAGENCY AGREEMENT TRUE-UP

REQUEST: The Department requests an increase of \$1,167,264 reappropriated funds from the Department of Corrections and 1.0 FTE to adjust the appropriation for funds transferred to the Department of Human Services to pay for maintenance costs at Department of Corrections facilities. The Department's write up indicates the request includes an increase of 1.0 FTE but this increase is not reflected in the Department's schedules. The Department indicated the 1.0 FTE in the write up is correct and was mistakenly omitted from the schedules.

RECOMMENDATION: Staff recommends the Committee approve an increase of \$882,085 reappropriated funds from the Department of Corrections and 1.0 FTE. The difference from the request is that the recommendation accounts for the continuation of the FY 2016-17 supplemental. The recommendation also applies the increases to the appropriate line items based to reflect the line items from which the Department of Corrections is purchasing services. Historically the line items within the Office of Operations have been bottom line funded, but in accordance with the recommendation on R6 to remove the bottom line funding, staff is recommending the following adjustments to specific line items.

RECOMMENDATION FOR R17 CDOC/CDHS INTERAGENCY		
	FY 2016-17 Appropriations	FY 2017-18 Recommendation
Personal Services	\$859,321	\$1,391,346
FTE	19.5	20.5
Operating Expenses	531,720	549,262
Utilities	285,179	617,676
Total	\$1,676,220	\$2,558,305

ANALYSIS: Through an interagency agreement, the Department of Human Services provides maintenance, repair, grounds keeping, housekeeping, capital project management, facilities expertise, utilities, vehicles, and leased space to three Colorado Department of Corrections (DOC) facilities and three DOC programs located on the Colorado Mental Health Institute at Pueblo Campus (CMHIP) since approximately 1990.

Specifically, the Department of Human Services provides these services to DOC's San Carlos, La Vista, and Youth Offender Services facilities and the DOC Pharmacy, Parole Board, and Investigator General's Office programs. The interagency agreement results in more efficient use of State resources and improved consistency in management of facility infrastructure on the Pueblo campus, which is inter-connected between the Department and DOC facilities located on the Pueblo campus.

The Department determined that the spending authority in the Long Bill does not align with the costs outlined in the interagency agreement and is requesting to correct the issue. The Committee approved an FY 2016-17 supplemental to increase the Department's spending authority based how much the Department of Corrections is actually paying. This request would continue that increase to ensure the Department of Human Services has adequate spending authority to collect funds for services provided through the interagency agreement.

This request also includes an increase of \$682,085 reappropriated funds from the Department of Corrections based on the actual costs of providing services. The funds originate as General Fund in the Department of Corrections. The Department has not requested an increase to the appropriation from the Department of Corrections for facilities management services in a number of years which has prevented the Department from fully collecting funds that are needed to cover the cost of providing services. It is not clear to staff why this request was not made sooner. The increase will ensure the Department of Corrections is paying for the full cost of services based on what they actually cost and ensure these costs are not subsidized by other programs. The CDOC receives full building support services from the Office of Administrative Solutions, Division of Facilities Management (DFM), and Southern District, including maintenance, infrastructure, security, design support, operations, irrigation and grounds upkeep.

DFM provides FTE that possess a wide variety of specialized skillsets to meet CDOC's needs, including plumbing, electrical, mechanical, heat plant operators, electronic specialists, project planners, structural trades, etc. DFM's ability to provide the right mix of staff to meet CDOC needs comes from participating in the overall campus maintenance and operations functions. The economy of scale that DFM provides has benefited both CDOC and the remainder of the campus.

→ R19 MOUNT VIEW YOUTH SERVICES CENTER DITCH REPAIR

REQUEST: The Department requests \$473,000 General Fund for repairs to the Harriman Ditch which is located on the Mount View Youth Services Center campus.

RECOMMENDATION: Staff recommends the Committee approve the request so the Department is able to repair the ditch.

ANALYSIS: The Harriman Ditch runs through the middle of the Mount View Youth Service Center campus and provides non-potable water to the campus for the purpose of irrigation. The Department is responsible for the maintenance and upkeep of the ditch with the property boundaries of the campus. The ditch requires repairs to ditch walls to prevent walls from collapsing and creating water flow blockage and possible flooding. The Department's request is based on the costs to burying the ditch within an enclosed pipe covering the entire length of the campus. Replacing the ditch walls with new walls will only provide a short-term solution. Ground movement and the rushing water will eventually degrade the new walls and create the same problem currently faced. By burying the ditch within an enclosed pipe, the potential of seepage and outflow of the ditch water would be minimized, thereby eliminating the possibility for damage to campus buildings. Burying the ditch also addresses potential liability the Department would have with other ditch shareholders as a result of a ditch failure. The Department's request is based on the costs incurred in March 2016 when there was an emergency controlled maintenance project to repair 300 feet of the ditch.

COST ESTIMATE FOR ENCLOSURE OF HARRIMAN DITCH	
Design, construction drawings, and security during construction	\$52,000
Construction of buried ditch, \$240 per linear foot	240,000
Site mitigation/restoration	31,000
Replacement of current buried pipe northeast side of campus	107,000
Construction Contingency, 10%:	43,000
TOTAL	\$473,000

→ NP8 DOC MAINTENANCE OPERATING

REQUEST: The Department requests \$99,591 reappropriated funds from the Department of Corrections for operating and maintenance costs.

RECOMMENDATION: Staff recommendation is pending the Committee's decision on the prioritized request in the Department of Corrections. Staff requests permission to adjust the line item based on the Committee's action.

→ NP2 ANNUAL VEHICLE REQUEST

REQUEST: The Department requests a reduction of \$87,131 total funds, of which \$44,437 is General Fund for the annual fleet vehicle common policy adjustment.

RECOMMENDATION: Staff recommends an increase of \$55,716 reappropriated funds from indirect costs in accordance with the Committee's policy for vehicle lease payments and the staff recommendation for a Long Bill indirect cost plan.

LINE ITEM DETAIL — OFFICE OF OPERATIONS

(A) ADMINISTRATION

PERSONAL SERVICES

This line item funds the personal services for the staff in the Office of Operations.

STATUTORY AUTHORITY: Section 24-1-120, C.R.S.

REQUEST: The Department requests an appropriation of \$27,382,222 total funds, of which \$15,149,828 is General Fund and 429.1 FTE. The request includes the following changes from the FY 2016-17 appropriation:

- An increase of \$305,737 total funds, of which \$187,852 General Fund for the annualization of FY 2016-17 salary survey; and
- An increase of \$3,075,586 total funds, of which \$1,239,149 is General Fund and 6.9 FTE for R6 Department Indirect Costs.

RECOMMENDATION:

FY 2016-17 - Staff recommends an appropriation of \$27,155,049 total funds, of which \$13,722,827 is General Fund. The recommendation includes a Long Bill supplemental to add \$3,154,150 total funds in accordance with the staff recommendation for a Long Bill indirect cost plan.

FY 2017-18 - Staff recommends an appropriation of \$26,162,450 total funds, of which \$13,953,801 is General Fund and \$12,208,649 is reappropriated funds from indirect cost recoveries, and 424.3 FTE. The difference from the recommendation is to not approve R6 Department Indirect Costs. The recommendation is calculated in accordance with the staff recommendation on the Long Bill Indirect Cost Plan. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

OFFICE OF OPERATIONS, ADMINISTRATION, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$24,000,899	\$13,722,827	\$2,285,779	\$6,704,280	\$1,288,013	422.2
Long Bill supplemental	\$3,154,150	\$0	\$1,865,501	\$0	\$1,288,649	0.0
S.B. 17-163 (supplemental bill)	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$27,155,049	\$13,722,827	\$4,151,280	\$6,704,280	\$2,576,662	422.2
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$27,155,049	\$13,722,827	\$4,151,280	\$6,704,280	\$2,576,662	422.2
Indirect cost pool adjustment	1,355,283	0	0	1,355,283	0	0.0
R17 CDOC/CDHS interagency agreement true-up	457,409	0	0	457,409	0	1.0
Staff-initiated MHI program relocation	43,122	43,122	0	0	0	1.1
R6 Department indirect costs	0	0	0	0	0	0.0
Long Bill indirect cost plan	0	0	(2,299,023)	3,622,133	(1,323,110)	0.0
Non-prioritized request items	0	0	0	0	0	0.0
Annualize prior year budget actions	(2,848,413)	187,852	(1,852,257)	69,544	(1,253,552)	0.0
TOTAL	\$26,162,450	\$13,953,801	\$0	\$12,208,649	\$0	424.3
INCREASE/(DECREASE)	(\$992,599)	\$230,974	(\$4,151,280)	\$5,504,369	(\$2,576,662)	2.1

OFFICE OF OPERATIONS, ADMINISTRATION, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Percentage Change	(3.7%)	1.7%	(100.0%)	82.1%	(100.0%)	0.5%
FY 2017-18 EXECUTIVE REQUEST	\$27,382,222	\$15,149,828	\$2,299,023	\$8,075,004	\$1,858,367	429.1
Request Above/(Below) Recommendation	\$1,219,772	\$1,196,027	\$2,299,023	(\$4,133,645)	\$1,858,367	4.8

OPERATING EXPENSES

This line item funds the operating expense of the Office of Operations.

STATUTORY AUTHORITY: Section 24-102-302, C.R.S.

REQUEST: The Department requests an appropriation of \$5,431,215 total funds, of which \$3,151,596 is General Fund. The request includes the following changes from the FY 2016-17 appropriation:

- A reduction of \$37,206 General Fund for the annualization of one-time costs in S.B. 16-019;
- An increase of \$1,167,264 reappropriated funds from the Department of Corrections for R17 CDOC/CDHS Interagency Agreement True-up;
- An increase of \$473,000 General Fund for R19 Mount View Youth Services Center Ditch Repair; and
- An increase of \$99,591 reappropriated funds from the Department of Corrections for NP8 DOC Maintenance Operating.

RECOMMENDATION: Staff recommends an appropriation of \$3,253,639 reappropriated funds. The recommendation is made in accordance with the recommendations on applicable decision items and the JBC Staff Long Bill indirect cost plan. The difference from the recommendation includes:

- An increase of \$17,542 reappropriated funds from the Department of Corrections for R17 CDOC/CDHS Interagency Agreement true-up in accordance with the staff recommendation to appropriate the increases to the line items in which they will occur;
- A reduction of \$1,683,502 reappropriated funds from department indirect costs for the staff initiated Long Bill Indirect Cost Pool Adjustment.
- An increase of one-time \$370,469 General Fund for the staff-initiated Mental Health Institute (MHI) Program Relocation.

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

OFFICE OF OPERATIONS, ADMINISTRATION, OPERATING EXPENSES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$3,691,360	\$2,678,596	\$11,422	\$846,073	\$155,269	0.0
S.B. 17-163 (supplemental bill)	\$285,179	\$0	\$0	\$285,179	\$0	0.0
Other legislation	\$37,206	\$37,206	\$0	\$0	\$0	0.0
TOTAL	\$4,013,745	\$2,715,802	\$11,422	\$1,131,252	\$155,269	0.0

OFFICE OF OPERATIONS, ADMINISTRATION, OPERATING EXPENSES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$4,013,745	\$2,715,802	\$11,422	\$1,131,252	\$155,269	0.0
R19 Mount View Youth Services Center ditch repair	473,000	473,000	0	0	0	0.0
Staff-initiated MHI program relocation	370,469	370,469	0	0	0	0.0
Non-prioritized request items	99,591	0	0	99,591	0	0.0
R17 CDOC/CDHS interagency agreement true-up	17,542	0	0	17,542	0	0.0
Long Bill indirect cost plan	0	(3,522,065)	(11,422)	3,688,756	(155,269)	0.0
Indirect cost pool adjustment	(1,683,502)	0	0	(1,683,502)	0	0.0
Annualize prior year legislation	(37,206)	(37,206)	0	0	0	0.0
TOTAL	\$3,253,639	\$0	\$0	\$3,253,639	\$0	0.0
INCREASE/(DECREASE)						
	(\$760,106)	(\$2,715,802)	(\$11,422)	\$2,122,387	(\$155,269)	0.0
Percentage Change	(18.9%)	(100.0%)	(100.0%)	187.6%	(100.0%)	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$2,177,576	\$3,151,596	\$11,422	(\$1,140,711)	\$155,269	0.0

VEHICLE LEASE PAYMENTS

This line item provides funding for annual payments to the Department of Personnel for the cost of administration, loan repayment, and lease-purchase payments for new and replacement motor vehicles. The vehicle lease payment line item provides for the fixed portion of the vehicle leases from fleet management. The Department currently has approximately 465 vehicles.

STATUTORY AUTHORITY: Sections 24-30-1104 (2) and 24-30-1117, C.R.S.

REQUEST: The Department requests an appropriation of \$1,051,181 total funds, of which \$544,616 is General Fund. The request includes a reduction of \$87,131 total funds for the statewide common policy adjustment for vehicle lease payments.

RECOMMENDATION: Staff recommends an appropriation of \$1,063,662 reappropriated funds from indirect cost assessments. The recommendation is based on Committee policy for vehicle lease payments. The recommendation is calculated with Committee policy and outlined in the following table.

OFFICE OF OPERATIONS, ADMINISTRATION, VEHICLE LEASE PAYMENTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$1,132,168	\$582,909	\$76,798	\$296,459	\$176,002	0.0
Other legislation	\$6,144	\$6,144	\$0	\$0	\$0	0.0
S.B. 17-163 (supplemental bill)	(130,366)	(67,120)	(8,843)	(34,137)	(20,266)	0.0
TOTAL	\$1,007,946	\$521,933	\$67,955	\$262,322	\$155,736	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,007,946	\$521,933	\$67,955	\$262,322	\$155,736	0.0
Non-prioritized request items	55,716	0	0	55,716	0	0.0
Long Bill indirect cost plan	0	(521,933)	(67,955)	745,624	(155,736)	0.0
TOTAL	\$1,063,662	\$0	\$0	\$1,063,662	\$0	0.0

OFFICE OF OPERATIONS, ADMINISTRATION, VEHICLE LEASE PAYMENTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
INCREASE/(DECREASE)	\$55,716	(\$521,933)	(\$67,955)	\$801,340	(\$155,736)	0.0
Percentage Change	5.5%	(100.0%)	(100.0%)	305.5%	(100.0%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,051,181	\$544,616	\$70,699	\$273,805	\$162,061	0.0
Request Above/(Below) Recommendation	(\$12,481)	\$544,616	\$70,699	(\$789,857)	\$162,061	0.0

LEASED SPACE

The appropriation for this line item provides funding for 40 commercial space leases throughout the state associated with nine major program areas, including Alcohol and Drug Abuse Services, Child Care, Disability Determination, Vocational Rehabilitation, and Youth Corrections. The Department leases approximately 160,560 square feet.

STATUTORY AUTHORITY: Section 24-102-302, C.R.S.

REQUEST: The Department requests an appropriation of \$1,314,386 total funds, of which \$365,661 General Fund. The request does not include any changes from the FY 2016-17 appropriation.

RECOMMENDATION: Staff recommends an appropriation of \$1,314,386 reappropriated funds from indirect cost assessments. The recommendation is calculated in accordance with Committee policy and the JBC Staff Long Bill indirect cost plan. The recommendation is outlined in the following table.

OFFICE OF OPERATIONS, ADMINISTRATION, LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$1,314,386	\$365,661	\$37,416	\$22,527	\$888,782	0.0
TOTAL	\$1,314,386	\$365,661	\$37,416	\$22,527	\$888,782	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,314,386	\$365,661	\$37,416	\$22,527	\$888,782	0.0
Long Bill indirect cost plan	0	(365,661)	(37,416)	1,291,859	(888,782)	0.0
TOTAL	\$1,314,386	\$0	\$0	\$1,314,386	\$0	0.0
INCREASE/(DECREASE)	\$0	(\$365,661)	(\$37,416)	\$1,291,859	(\$888,782)	0.0
Percentage Change	0.0%	(100.0%)	(100.0%)	5,734.7%	(100.0%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,314,386	\$365,661	\$37,416	\$22,527	\$888,782	0.0
Request Above/(Below) Recommendation	\$0	\$365,661	\$37,416	(\$1,291,859)	\$888,782	0.0

CAPITOL COMPLEX LEASED SPACE

Capitol Complex Leased Space is appropriated based on usable square footage used by each state department. Currently, for the Department, this includes 99,087 square feet at 1575 Sherman Street in Denver and 3,104 square feet at the State Office Building in Grand Junction.

STATUTORY AUTHORITY: Section 24-82-101 (2), C.R.S.

REQUEST: The Department requests an appropriation of \$1,787,563 total funds, of which \$938,382 is General Fund. The request includes an increase of \$224,990 total funds for the statewide common policy adjustment to Capitol Complex leased space appropriations.

RECOMMENDATION: Staff recommends an appropriation of \$1,791,099 reappropriated funds from indirect cost assessments. The recommendation is calculated in accordance with Committee policy and the JBC Staff Long Bill indirect cost plan. The recommendation is outlined in the following table.

OFFICE OF OPERATIONS, ADMINISTRATION, CAPITOL COMPLEX LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$1,562,573	\$820,273	\$73,648	\$79,934	\$588,718	0.0
TOTAL	\$1,562,573	\$820,273	\$73,648	\$79,934	\$588,718	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,562,573	\$820,273	\$73,648	\$79,934	\$588,718	0.0
Centrally appropriated line items	228,526	0	0	228,526	0	0.0
Long Bill indirect cost plan	0	(820,273)	(73,648)	1,482,639	(588,718)	0.0
TOTAL	\$1,791,099	\$0	\$0	\$1,791,099	\$0	0.0
INCREASE/(DECREASE)	\$228,526	(\$820,273)	(\$73,648)	\$1,711,165	(\$588,718)	0.0
Percentage Change	14.6%	(100.0%)	(100.0%)	2,140.7%	(100.0%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,787,563	\$938,382	\$84,252	\$91,443	\$673,486	0.0
Request Above/(Below) Recommendation	(\$3,536)	\$938,382	\$84,252	(\$1,699,656)	\$673,486	0.0

UTILITIES

This line item funds utilities expenditures including natural gas, electricity, water and waste water expenses for the Department's residential facilities (Division of Youth Corrections, Mental Health Institutes, and Regional Centers for Persons with Developmental Disabilities) and other facilities supported by the Office of Operations on the Fort Logan and Pueblo campuses. Utility costs for Department office space, excluding the space on the two Department campuses or within residential facilities, is incorporated into Capitol Complex and leased space rates.

STATUTORY AUTHORITY: Sections 24-82-602 and 24-30-2002, C.R.S.

REQUEST: The Department requests an appropriation of \$9,418,424 total funds of which \$7,820,907 is General Fund. The request does not include any changes from the FY 2016-17 appropriation.

RECOMMENDATION: Staff recommends an appropriation of \$9,852,343 reappropriated funds from indirect cost assessments. The recommendation is calculated in accordance with the JBC Staff Long Bill indirect cost plan. The recommendation is outlined in the following table.

OFFICE OF OPERATIONS, ADMINISTRATION, UTILITIES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$9,418,424	\$7,820,907	\$50,000	\$1,547,517	\$0	0.0
TOTAL	\$9,418,424	\$7,820,907	\$50,000	\$1,547,517	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$9,418,424	\$7,820,907	\$50,000	\$1,547,517	\$0	0.0
R17 CDOC/CDHS interagency agreement true-up	407,113	0	0	407,113	0	0.0
Staff-initiated MHI program relocation	26,806	26,806	0	0	0	0.0
Long Bill indirect cost plan	0	(7,847,713)	(50,000)	7,897,713	0	0.0
TOTAL	\$9,852,343	\$0	\$0	\$9,852,343	\$0	0.0
INCREASE/(DECREASE)	\$433,919	(\$7,820,907)	(\$50,000)	\$8,304,826	\$0	0.0
Percentage Change	4.6%	(100.0%)	(100.0%)	536.7%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	(\$433,919)	\$7,820,907	\$50,000	(\$8,304,826)	\$0	0.0

(B) SPECIAL PURPOSE

BUILDINGS AND GROUNDS RENTAL

The appropriation for this line item provides cash fund spending authority for FTE and operating expenses associated with the maintenance, repair, and upkeep of the Departments' facilities and grounds that are leased to public and private agencies pursuant to Section 26-1-133.5, C.R.S. The Department leases space to other State agencies or non-profit organizations for offices or for the direct provision of services.

Most of these rentals are at the Colorado Mental Health Institute at Fort Logan with agencies having missions compatible with the Department. Rents collected are deposited into the Buildings and Grounds Cash Fund to be used for the operating, maintaining, remodeling or demolishing of the rental properties. The rates paid by agencies are based on the Department's calculated costs for maintenance, repair, and upkeep of the rented spaces. Spending authority for this line item is based on anticipated revenue from the leasing agencies.

STATUTORY AUTHORITY: Section 26-1-133.5 (2), C.R.S.

Request: The Department requests an appropriation of \$1,037,754 cash funds and 6.5 FTE. The request includes an increase of \$5,116 cash funds for the annualization of FY 2016-17 salary survey.

Recommendation: Staff recommends the Committee approve the request for an appropriation of \$1,037,754 cash funds and 6.5 FTE. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

OFFICE OF OPERATIONS, SPECIAL PURPOSE, BUILDINGS AND GROUNDS RENTAL				
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$1,032,638	\$0	\$1,032,638	6.5
TOTAL	\$1,032,638	\$0	\$1,032,638	6.5
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$1,032,638	\$0	\$1,032,638	6.5
Annualize prior year budget actions	5,116	0	5,116	0.0
TOTAL	\$1,037,754		\$1,037,754	6.5
INCREASE/(DECREASE)	\$5,116	\$0	\$5,116	0.0
Percentage Change	0.5%	0.0%	0.5%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,037,754	\$0	\$1,037,754	6.5
Request Above/(Below) Recommendation	\$0		\$0	0.0

STATE GARAGE FUND

The Department has an agreement with the Department of Personnel to operate vehicle maintenance and fueling stations at three State facilities, including the Mental Health Institutes at Fort Logan and Pueblo, and the Grand Junction Regional Center. The Office is reimbursed by divisions within the Department and by other State agencies (Department of Transportation and the Colorado State Patrol) for maintenance, repair, storage and fueling of State-owned passenger motor vehicles. Revenues are deposited into the State Garage Fund. This line item provides the spending authority for the Department to receive and spend such reimbursement.

STATUTORY AUTHORITY: Section 24-30-1104 (2) (b), C.R.S.

REQUEST: The Department requests an appropriation of \$740,640 reappropriated funds from the State Garage Fund and 2.6 FTE. The request does not include any changes from the FY 2016-17 appropriation.

RECOMMENDATION: Staff recommends the Department request for an appropriation of \$740,640 reappropriated funds and 2.6 FTE. The recommendation is calculated in accordance with Committee policy.

(C) INDIRECT COST ASSESSMENT

INDIRECT COST ASSESSMENT

**NEW LINE ITEM RECOMMENDED FOR FY 2017-18*

This line item, recommended to be added as part of the Long Bill Indirect Cost Plan will reflect the indirect cost assessments paid by the two line items in the Special Purpose subdivision.

REQUEST: The Department did not request this line item.

RECOMMENDATION: Staff recommendation is pending Committee action on outstanding centrally appropriated line items. Staff requests permission to adjust the line based on final Committee action on centrally appropriated line items.

(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 group 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

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.

SERVICES FOR PEOPLE WITH DISABILITIES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 Appropriation						
HB 16-1405 (Long Bill)	\$113,261,021	\$986,130	\$37,192,900	\$53,235,691	\$21,846,300	1,433.6
Other legislation	100,000	100,000	0	0	0	0.0
S.B. 17-163 (supplemental bill)	125,000	0	200,000	(75,000)	0	0.0
TOTAL	\$113,486,021	\$1,086,130	\$37,392,900	\$53,160,691	\$21,846,300	1,433.6
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$113,486,021	\$1,086,130	\$37,392,900	\$53,160,691	\$21,846,300	1,433.6
Non-prioritized request items	0	0	0	0	0	0.0
Annualize prior year legislation	(459,500)	0	(45,000)	0	(414,500)	0.0
Annualize prior year budget actions	(115,894)	0	(200,000)	84,106	0	0.0
Staff-initiated Homelake veterans cemetery	59,300	59,300	0	0	0	0.0
Staff-initiated Regional Center adjustments	(8,008,231)	0	0	(8,008,231)	0	0.0
Staff-initiated Regional Center depreciation adjustment	(410,308)	0	0	(410,308)	0	0.0
TOTAL	\$104,551,388	\$1,145,430	\$37,147,900	\$44,826,258	\$21,431,800	1,433.6
INCREASE/(DECREASE)	(\$8,934,633)	\$59,300	(\$245,000)	(\$8,334,433)	(\$414,500)	0.0
Percentage Change	(7.9%)	5.5%	(0.7%)	(15.7%)	(1.9%)	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$8,534,239	(\$59,300)	\$0	\$8,593,539	\$0	(0.0)

DECISION ITEMS – SERVICES FOR PEOPLE WITH DISABILITIES

→ NPBA5 PUEBLO REGIONAL CENTER CORRECTIVE ACTION PLAN

REQUEST: The Department requests \$100,000 reappropriated funds from the Department of Health Care Policy and Financing to hire a management contractor to assist with the Pueblo Regional Center staffing plan and training.

RECOMMENDATION: In accordance with the staff recommendation on the prioritized request in the Department of Health Care Policy and Financing, staff recommends the Committee deny this request.

→ STAFF INITIATED - ADJUSTMENTS TO APPROPRIATIONS FOR THE REGIONAL CENTERS

REQUEST: The Department did not request this change.

RECOMMENDATION: Staff recommends the appropriation for the Regional Centers be reduced by a total of \$8,008,231 reappropriated funds, based on actual expenditures for the Regional Centers and the Department initiated November 2016 pay increases. The reappropriated funds originate in the Department of Health Care Policy and Financing as 50.0 percent General Fund (also called Medicaid General Fund and 50.0 percent federal funds (also called Medicaid federal funds). The recommended adjustments are summarized in the following table.

RECOMMENDED REDUCTION TO FY 2017-18 APPROPRIATION			
REGIONAL CENTER	TOTAL FUNDS	MEDICAID GENERAL FUND	MEDICAID FEDERAL FUNDS
Wheat Ridge Regional Center	(1,147,059)	(573,529)	(573,530)
Grand Junction ICF	1,052,077	526,039	526,038
Grand Junction Waiver	(4,964,879)	(2,482,440)	(2,482,439)
Pueblo Regional Center	(2,948,370)	(1,474,185)	(1,474,185)
Total FY 2017-18 Recommended Changes	(8,008,231)	(4,004,115)	(4,004,116)

ANALYSIS: The recommendation is comprised of two components. First is the a reduction to the FY 2017-18 base appropriation based on the recent actual expenditures of the Regional Centers. Second is including an adjustment for the Department initiated pay increases for employees so that the Department is not forced to undo pay increases already awarded to employees. The following discussion is broken into two parts addressing each of the recommendation components. The table below shows how the recommendation was calculated.

CALCULATION OF JBC STAFF RECOMMENDED APPROPRIATION ADJUSTMENTS TO REGIONAL CENTERS					
	FY 2017-18 BASE APPROPRIATION	FY 2015-16 ACTUAL EXPENDITURE	COST OF PAY INCREASE FOR A FULL YEAR	FY 2017-18 RECOMMENDATION	CHANGE FROM FY 2017-18 BASE
	a	b	c	d = b+c	e = d-a
Wheat Ridge Regional Center	\$24,289,139	\$19,753,003	\$3,389,078	\$23,142,081	(\$1,147,059)
Grand Junction ICF	6,749,354	7,042,168	759,263	7,801,431	1,052,077
Grand Junction Waiver	10,068,654	3,629,911	1,473,864	5,103,775	(4,964,879)
Pueblo Regional Center	10,871,904	4,788,540	3,134,994	7,923,534	(2,948,370)
Total	\$51,979,051	\$35,213,622	\$8,757,198	\$43,970,820	(\$8,008,231)

Component #1 – Recent Actual Expenditures and Unused Spending Authority

For the past two years, JBC staff has worked to set the Long Bill appropriations for the Regional Centers based on the actual cost of services provided by the Department. Staff cannot explain how the Department has so much extra spending authority for Regional Centers when the appropriation was set based on the most recent census and average cost per day data. The following table provided by the Department summarizes the Department's reported unused spending authority.

UNUSED SPENDING AUTHORITY AT THE REGIONAL CENTERS	
FISCAL YEAR	TOTAL UNUTILIZED SPENDING AUTHORITY
FY 2011-12	\$4,551,350
FY 2012-13	6,435,713
FY 2013-14	6,456,919
FY 2014-15	11,751,046
FY 2015-16	10,811,088

Since the Department has had such a large amount of unused spending authority, staff is recommending the appropriations be adjusted based on the recent actual expenditure. This recommendation is intended to align the Long Bill appropriation with the actual costs of the Regional Centers. Staff is willing to do a comeback if the Department is able to explain what changes should be made to the most recent actual expenditures that would justify maintaining the FY 2017-18 at or near the Department's request.

Component #2 – Pay Increases for Regional Center Employees

Beginning November 1, 2016, the Department initiated a pay increase for new and existing Regional Center employees. Vacancies are filled at the Department's new starting salary. Since the Department increased the starting salary above what the majority of existing staff were paid there were associated compression pay increases. The Department included compression pay increases so as not to create inequities between the pay for new and existing staff. The Department indicated they used unused spending authority to pay for the salary increases. Staff would note that unused spending authority is not the same thing as available funding, and when the Department states that the existing appropriation supports these personnel changes it is an indication that the Regional Centers are significantly overappropriated.

The Department indicated they had worked with the Department of Personnel to evaluate current prevailing wages by position for each of the direct care job classifications included in this compensation initiative. The Department indicated they used prevailing market wages from the most current compensation survey data available to Personnel to justify the pay increases. For job classifications that did not have the most current market wage survey data, the Department used the midpoint of the pay range from Personnel's current FY 2016-17 Pay Plan. According to Personnel, the midpoint of the pay range for all job classifications represents the prevailing market wage for that type of position. The following table summarizes the pay changes by job classification.

NEW STARTING SALARY FOR DIRECT CARE STAFF JOB CLASSIFICATIONS, COMPARED TO PRIOR STARTING MONTHLY SALARY BY JOB CLASSIFICATION.					
JOB CLASSIFICATION	PRIOR STARTING MONTHLY SALARY	PRIOR STARTING HOURLY SALARY	NEW STARTING MONTHLY SALARY	NEW STARTING HOURLY SALARY	PERCENT CHANGE
Client Care Aide I	\$1,946	\$11.23	\$2,470	\$14.25	26.9%
Client Care Aide II	2,092	12.07	2,522	14.55	20.6%
Clinical Youth Security Officer I	3,374	19.47	4,193	24.19	24.3%
Clinical Youth Security Officer II	3,718	21.45	4,623	26.67	24.3%
Health Care Services Trainee I	2,079	11.99	2,561	14.78	23.2%
Health Care Services Trainee II	2,079	11.99	2,561	14.78	23.2%
Health Care Technician I	2,794	16.12	3,369	19.44	20.6%
Health Care Technician II	3,004	17.33	3,622	20.90	20.6%
Health Care Technician III	3,228	18.62	3,892	22.45	20.6%
Health Care Technician IV	3,470	20.02	4,184	24.14	20.6%
Mid-Level Provider	6,194	35.73	8,762	50.55	41.5%
Nurse I	4,952	28.57	6,149	35.48	24.2%
Nurse II	5,262	30.36	6,620	38.19	25.8%
Nurse III	5,079	29.30	7,696	44.40	51.5%
State Teacher's Aide	2,428	14.01	2,991	17.26	23.2%
Therapy Assistant I	2,776	16.02	3,420	19.73	23.2%
Therapy Assistant II	3,209	18.51	3,953	22.81	23.2%
Therapy Assistant III	3,449	19.90	4,248	24.51	23.2%

The following table summarizes where the new starting salaries fall with respect to the salary range.

NEW SALARY COMPARISON TO SALARY RANGE		
JOB CLASSIFICATION	NEW STARTING MONTHLY SALARY	NEW STARTING SALARY RANGE PERCENTILE
Client Care Aide I	2,470	65.5%
Client Care Aide II	2,522	49.9%
Clinical Youth Security Officer I	4,193	50.0%
Clinical Youth Security Officer II	4,623	50.0%
Health Care Services Trainee I	2,561	50.0%
Health Care Services Trainee II	2,561	50.0%
Health Care Technician I	3,369	50.0%
Health Care Technician II	3,622	50.0%
Health Care Technician III	3,892	50.0%
Health Care Technician IV	4,184	50.0%
Mid-Level Provider	8,762	80.3%
Nurse I	6,149	52.2%
Nurse II	6,620	50.0%
Nurse III	7,696	73.2%
State Teacher's Aide	2,991	50.0%
Therapy Assistant I	3,420	50.0%
Therapy Assistant II	3,953	50.0%
Therapy Assistant III	4,248	50.0%

The following table summarizes how the Department's new salaries compare to market salaries.

COMPARISON OF REGIONAL CENTER SALARIES TO MARKET SALARIES				
JOB CLASSIFICATION	NEW STARTING ANNUAL SALARY	NEW STARTING DIFFERENCE FROM MIDPOINT	FY16-17 MARKET MIDPOINT - ANNUAL SALARY	NEW STARTING SALARY DIFFERENCE FROM MARKET
Client Care Aide I	29,640	1,488	28,734	906
Client Care Aide II	30,264	(6)	no data	n/a
Clinical Youth Security Officer I	50,316	(6)	not included	n/a
Clinical Youth Security Officer II	55,476	6	not included	n/a
Health Care Services Trainee I	30,732	0	no data	n/a
Health Care Services Trainee II	30,732	0	no data	n/a
Health Care Technician I	40,428	6	34,349	6,079
Health Care Technician II	43,464	(6)	no data	n/a
Health Care Technician III	46,704	0	37,203	9,501
Health Care Technician IV	50,208	(6)	no data	n/a
Mid-Level Provider	105,144	11,634	101,923	3,221
Nurse I	73,788	594	71,525	2,263
Nurse II	79,440	6	no data	n/a
Nurse III	92,352	9,948	89,523	2,829
State Teacher's Aide	35,892	0	not included	n/a
Therapy Assistant I	41,040	6	45,237	(4,197)
Therapy Assistant II	47,436	6	45,838	1,598
Therapy Assistant III	50,976	0	58,882	(7,906)

Observations about the data provided by the Department to justify the pay changes include:

- All 18 starting salary adjustments place the new hire at midpoint or above (50th percentile or above in class pay range). Of those, starting salary adjustments for Client Care Aide I, Mid-level Provider, and Nurse III are at 65.5, 80.3, and 73.2 percentile of their range, respectively.
- Only 9 of 20 classes include data for comparison.
- 7 of 9 adjustments include starting salaries that are greater than the FY 2016-17 Market Midpoint, of those, Tech I and Tech III are at 17.7 and 25.5 percent over the market midpoint, respectively

Staff has the following concerns about the data used to justify the increases:

- The new starting salaries are out of alignment with the range established by Personnel. Salary ranges are based on market comparison. If those ranges should be adjusted, that should be done by the Department of Personnel through the annual salary survey and not by individual departments.
- By increasing the salaries for all Regional Center employees it is likely the Department created inequities with private sector employees in non-metro areas of the state like Pueblo and Grand Junction, where salaries may be lower than those paid in the metro area.
- It might be reasonable to set competitive midpoint starting salary for experienced candidates in higher classes (eg. II, III, IV, etc.), but not for every starting employee, particularly in entry level classes.
- It might be reasonable to set slightly higher starting salaries for entry level classes for candidates with no experience, but probably not much more than the 25th percentile - at Quartile 2.
- The adjustments set the starting salary equal to, or above, the range midpoint regardless of what the market midpoint was.

The following table summarizes the number of employees, by Regional Center who received compression pay increases.

CURRENT EMPLOYEES WHO RECEIVED COMPRESSION PAY INCREASE			
REGIONAL CENTER	NUMBER OF EMPLOYEES*	TOTAL NUMBER OF EMPLOYEES (FTE)	Percent of employees who received increases
Grand Junction Regional Center	186	238	78.2%
Wheat Ridge Regional Center	248	345	71.9%
Pueblo Regional Center	134	171	78.5%

Grand Total	568	754	75.4%
-------------	-----	-----	-------

*Note the table below assumes that each employee represents 1.0 FTE, which may not be the case for all employees.

The following table summarizes the cost of the pay increases. Since the Department is currently paying employees at these increased levels, staff is not recommending a reduction to pay for existing employees.

COST OF DEPARTMENT PAY INCREASES			
	FY 2015-16 ACTUAL EXPENDITURE	FULL YEAR COST OF PAY INCREASE	PAY INCREASE AS PERCENT OF ACTUAL EXPENDITURE
Wheat Ridge Regional Center	19,753,003	3,389,078	17.2%
Grand Junction ICF	7,042,168	759,263	10.8%
Grand Junction Waiver	3,629,911	1,473,864	40.6%
Pueblo Regional Center	4,788,540	3,134,994	65.5%
Total	35,213,622	8,757,198	24.9%

→ STAFF INITIATED - RENAME SUBDIVISION (9) (C)

REQUEST: The Department did not request this change.

RECOMMENDATION: Staff recommends subdivision (C) be renamed from Older Blind Grants and Traumatic Brain Injury Trust Fund to the Traumatic Brain Injury Program.

ANALYSIS: Since the Department transferred the Older Blind Grants 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 HOMELAKE VETERANS CEMETERY

REQUEST: The Department did not request funding for the Homelake Veterans Cemetery. The Commission on Veterans Community Living Centers recommended in their January 2017 report, that the General Assembly appropriate \$38,560 General Fund to fund the maintenance costs of the Homelake Veterans Cemetery.

RECOMMENDATION: Staff recommends an appropriation of the \$59,300 General Fund and 0.5 FTE for the Homelake Veterans Cemetery. Staff also recommends the creation of a new line item titled, Homelake Veterans Cemetery. Lastly, staff recommends a 0.5 FTE reduction to the Homelake Veterans Community Living Center line item because the 0.5 FTE for the cemetery is not new, but is currently included in the Homelake Veterans Community Living Center line item.

ANALYSIS: The Commission on Veterans Community Living Centers January 2017 annual report included the following comments and recommendation about the Homelake Veterans Cemetery

“Maintenance of the veteran's cemetery on the campus of the Homelake Veterans Community Living Center should be a state responsibility, not an expense borne by the central fund of the Division. Personnel from the Homelake center have been doing the lawn care, tree trimming, and the resetting of grave stones, some of which date back to the veterans of the Civil War. Homelake has also been paying the water bill for the cemetery grounds which are extensive.

The Commission is strongly convinced that the upkeep of the cemetery, and the expenses incurred, should be considered a valid state responsibility, not one paid, in effect, by the residents of the four state veteran's centers. It is also a doubtful expenditure use of money received from the VA, Medicaid and Medicare which are intended to be used for living residents in our centers, and not intended for cemetery upkeep. A total annual appropriation from the General Fund of \$38,560 is estimated to cover the cost of maintenance of the cemetery and the Commission encourages the Department of Human Services to seek these funds.”

The Department did not include a request for these funds. The Department indicated that they were aware of the need for these funds but the request did not fall above the cut off line for decision items. Staff agrees with the Commission that ensuring resident payments and federal funds for per diem payments should not be used to pay for the costs of the Cemetery. Therefore staff recommends an increase of \$59,300 General Fund for these costs. The following table summarizes the total cost of maintaining the cemetery and the staff recommendation.

The difference between the staff recommendation and the total costs is the recommendation does not include costs for excavation of graves and propane and fuel. The reason staff recommendation does not include costs for excavation of graves because it is staff's understanding this cost is paid by the individual/family who wishes to be buried in the cemetery. The recommendation does not include the propane/fuel costs because these costs should be included in the maintenance and ground services category as a cost of doing business.

COST OF MAINTENANCE CEMETERY		
	TOTAL COSTS	STAFF RECOMMENDATION
Personnel	\$37,500	37,500
FTE	0.5	1
Supplies	6,000	6,000
Maintenance and ground services	4,000	4,000
Fertilizer and Weed Control	3,000	3,000
Well Services	3,400	3,400
Equipment repairs and maintenance	3,400	3,400
Excavation of graves	2,200	0
Waste disposal	1,500	1,500
Propane/Fuel Costs	500	0
Electricity	500	500
Total	\$62,000	59,300

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 \$23,633,116 total funds, of which \$22,853,527 is Medicaid reappropriated funds, and 373.0 FTE. The request includes the following changes from the FY 2016-17 appropriation:

- An increase for the annualization of FY 2016-17 salary survey;
- A reduction of \$1,435,612 reappropriated funds for NP7 FMAP adjustment; and
- An increase of \$1,628 reappropriated funds for the annual adjustment of the personal needs allowance pursuant to S.B. 14-130.

RECOMMENDATION: Staff recommends an appropriation of \$23,921,669 total funds, of which \$23,142,080 is Medicaid reappropriated funds and 373.0 FTE. The difference from the request is that the recommendation does not include a reduction for NP7 FMAP adjustment, and includes a reduction for the staff initiated Regional Center adjustments. The recommendation is calculated in accordance with the staff initiated changes to the appropriations for the Regional Centers. 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 2016-17 APPROPRIATION					
HB 16-1405 (Long Bill)	\$25,037,293	\$0	\$779,589	\$24,257,704	373.0
TOTAL	\$25,037,293	\$0	\$779,589	\$24,257,704	373.0
FY 2017-18 RECOMMENDED APPROPRIATION					
FY 2016-17 Appropriation	\$25,037,293	\$0	\$779,589	\$24,257,704	373.0
Annualize prior year budget actions	31,435	0	0	31,435	0.0
Non-prioritized request items	0	0	0	0	0.0
Staff-initiated Regional Center adjustments	(1,147,059)	0	0	(1,147,059)	0.0
TOTAL	\$23,921,669		\$779,589	\$23,142,080	373.0
INCREASE/(DECREASE)	(\$1,115,624)	\$0	\$0	(\$1,115,624)	0.0
Percentage Change	(4.5%)	0.0%	0.0%	(4.6%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$23,633,116	\$0	\$779,589	\$22,853,527	373.0
Request Above/(Below) Recommendation	(\$288,553)		\$0	(\$288,553)	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 \$2,871,224 Medicaid reappropriated funds. The request includes an increase of \$1,435,612 reappropriated funds for NP7 FMAP adjustment.

RECOMMENDATION: Staff recommends an appropriation of \$1,435,612 Medicaid reappropriated funds. The difference from the request is the recommendation does not include the adjustment for NP7 FMAP because the FMAP adjustment should not be used to move funding between line items and since this line item should be calculated based on the number of clients at the Regional Center, doubling the appropriation is not consistent with how the appropriation is calculated. Additionally there is no associated change in the Department of Health Care Policy and Financing for this change which indicates to staff this change is not appropriate because of the large implications to how the Regional Center provider fee is charged. 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 PROVIDER FEE				
	TOTAL FUNDS	GENERAL FUND	REAPPROPRIATED FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$1,435,612	\$0	\$1,435,612	0.0
TOTAL	\$1,435,612	\$0	\$1,435,612	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$1,435,612	\$0	\$1,435,612	0.0
Non-prioritized request items	0	0	0	0.0
TOTAL	\$1,435,612		\$1,435,612	0.0

SERVICES FOR PEOPLE WITH DISABILITIES, REGIONAL CENTERS FOR PEOPLE WITH DEVELOPMENTAL DISABILITIES, WHEAT RIDGE REGIONAL CENTER PROVIDER FEE				
	TOTAL FUNDS	GENERAL FUND	REAPPROPRIATED FUNDS	FTE
INCREASE/(DECREASE)	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$2,871,224	\$0	\$2,871,224	0.0
Request Above/(Below) Recommendation	\$1,435,612		\$1,435,612	0.0

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. 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.

STATUTORY AUTHORITY: Section 24-75-302 (3.8) (a), C.R.S.

REQUEST: The Department requests an appropriation of \$150,000 Medicaid reappropriated funds. The request does not include any changes from the FY 2016-17 appropriation.

RECOMMENDATION: Staff recommends an appropriation of \$180,718 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 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$150,000	\$0	\$150,000	0.0
TOTAL	\$150,000	\$0	\$150,000	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$150,000	\$0	\$150,000	0.0
Staff initiated Regional Center depreciation adjustment	30,718	0	30,718	0.0
TOTAL	\$180,718		\$180,718	0.0
INCREASE/(DECREASE)	\$30,718	\$0	\$30,718	0.0
Percentage Change	20.5%	0.0%	20.5%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$150,000	\$0	\$150,000	0.0
Request Above/(Below) Recommendation	(\$30,718)		(\$30,718)	0.0

(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 \$6,296,063 total funds, of which \$5,583,993 is Medicaid reappropriated funds, and 98.8 FTE. The request includes the following changes from the FY 2015-16 appropriation:

- An increase of \$373 reappropriated funds for the personal needs allowance required pursuant to S.B. 14-130;
 - An increase of \$11,101 reappropriated funds for the annualization of FY 2016-17 salary survey; and
 - A reduction of \$453,291 reappropriated funds for NP7 FMAP adjustment. These funds are transferred down to the Depreciation line item for this Regional Center.
 - 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 \$7,801,431 total funds, of which \$7,089,361 is Medicaid reappropriated funds and 98.0 FTE. The differences in the recommendation from the request are:

- The recommendation does not include a reduction for NP7 FMAP adjustment; and
- The recommendation includes a reduction of \$200,000 cash funds for the one-time funds appropriated for S.B. 16-178 Closure of the Grand Junction Regional Center Campus; and
- The recommendation includes an increase in accordance with the recommendations made in the staff initiated Regional Center adjustments.

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 2016-17 APPROPRIATION					
HB 16-1405 (Long Bill)	\$6,737,880	\$0	\$712,070	\$6,025,810	98.8
S.B. 17-163 (supplemental bill)	\$200,000	\$0	\$200,000	\$0	0.0
TOTAL	\$6,937,880	\$0	\$912,070	\$6,025,810	98.8
FY 2017-18 RECOMMENDED APPROPRIATION					
FY 2016-17 Appropriation	\$6,937,880	\$0	\$912,070	\$6,025,810	98.8
Staff-initiated Regional Center adjustments	1,052,077	0	0	1,052,077	0.0
Non-prioritized request items	0	0	0	0	0.0
Annualize prior year budget actions	(188,526)	0	(200,000)	11,474	0.0
TOTAL	\$7,801,431		\$712,070	\$7,089,361	98.8
INCREASE/(DECREASE)	\$863,551	\$0	(\$200,000)	\$1,063,551	0.0
Percentage Change	12.4%	0.0%	(21.9%)	17.6%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$6,296,063	\$0	\$712,070	\$5,583,993	98.8
Request Above/(Below) Recommendation	(\$1,505,368)		\$0	(\$1,505,368)	0.0

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 \$906,582 Medicaid reappropriated funds. The request includes an increase of \$453,291 for the NP7 FMAP adjustment

RECOMMENDATION: Staff recommends an appropriation of \$453,291 Medicaid reappropriated funds. The difference from the request is the recommendation does not include the adjustment for NP7 FMAP because the FMAP adjustment should not be used to move funding between line items and since this line item should be calculated based on the number of clients at the Regional Center, doubling the appropriation is not consistent with how the appropriation is calculated. Additionally there is no associated change in the Department of Health Care Policy and Financing for this change which indicates to staff this change is not appropriate because of the large implications to how the Regional Center provider fee is charged. 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 PROVIDER FEE				
	TOTAL FUNDS	GENERAL FUND	REAPPROPRIATED FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$453,291	\$0	\$453,291	0.0
TOTAL	\$453,291	\$0	\$453,291	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$453,291	\$0	\$453,291	0.0
Non-prioritized request items	0	0	0	0.0
TOTAL	\$453,291		\$453,291	0.0
INCREASE/(DECREASE)	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$906,582	\$0	\$906,582	0.0
Request Above/(Below) Recommendation	\$453,291		\$453,291	0.0

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 \$10,068,654 total funds, of which \$9,670,390 is Medicaid reappropriated funds and 174.2 FTE. The request includes an increase for the annualization of FY 2016-17 salary survey.

RECOMMENDATION: Staff recommends an appropriation of \$7,848,534 total funds, of which \$7,308,678 is Medicaid reappropriated funds and 174.2 FTE. The differences in the recommendation from the request are:

- The recommendation does not include a reduction for NP7 FMAP adjustment; and
- The recommendation includes a reduction in accordance with the recommendations made in the staff initiated Regional Center adjustments.

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 2016-17 APPROPRIATION					
HB 16-1405 (Long Bill)	\$10,847,648	\$0	\$539,856	\$10,307,792	181.8
S.B. 17-163 (supplemental bill)	(75,000)	0	0	(75,000)	0.0
TOTAL	\$10,772,648	\$0	\$539,856	\$10,232,792	181.8

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 2017-18 RECOMMENDED APPROPRIATION					
FY 2016-17 Appropriation	\$10,772,648	\$0	\$539,856	\$10,232,792	181.8
Annualize prior year budget actions	24,256	0	0	24,256	0.0
Non-prioritized request items	0	0	0	0	0.0
	(2,948,370)	0	0	(2,948,370)	0.0
Staff-initiated Regional Center adjustments					
TOTAL	\$7,848,534		\$539,856	\$7,308,678	181.8
INCREASE/(DECREASE)	(\$2,924,114)	\$0	\$0	(\$2,924,114)	0.0
Percentage Change	(27.1%)	0.0%	0.0%	(28.6%)	0.0%
FY 2017-18 EXECUTIVE REQUEST					
Request Above/(Below) Recommendation	\$3,123,370		\$0	\$3,123,370	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. 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.

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 2016-17 appropriation.

RECOMMENDATION: Staff recommends an appropriation of \$323,681 Medicaid reappropriated funds based on the information provided in the January 15 request for information. 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 DEPRECIATION				
	TOTAL FUNDS	GENERAL FUND	REAPPROPRIATED FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$515,997	\$0	\$515,997	0.0
TOTAL	\$515,997	\$0	\$515,997	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$515,997	\$0	\$515,997	0.0
Staff initiated Regional Center depreciation adjustment	(192,316)	0	(192,316)	0.0
TOTAL	\$323,681		\$323,681	0.0
INCREASE/(DECREASE)	(\$192,316)	\$0	(\$192,316)	0.0
Percentage Change	(37.3%)	0.0%	(37.3%)	0.0%

SERVICES FOR PEOPLE WITH DISABILITIES, REGIONAL CENTERS FOR PEOPLE WITH DEVELOPMENTAL DISABILITIES, GRAND JUNCTION REGIONAL CENTER DEPRECIATION				
	TOTAL FUNDS	GENERAL FUND	REAPPROPRIATED FUNDS	FTE
FY 2017-18 EXECUTIVE REQUEST	\$515,997	\$0	\$515,997	0.0
Request Above/(Below) Recommendation	\$192,316		\$192,316	0.0

LINE ITEMS INCLUDED IN THE NUMBERS PAGES FOR INFORMATIONAL PURPOSES

GENERAL FUND PHYSICIAN SERVICES

This line item was discontinued in FY 2016-17. Prior to FY 2016-17 this line item funded 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.

(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 \$10,971,904 total funds, of which \$10,432,048 is Medicaid reappropriated funds and 181.8 FTE. The request includes the following changes:

- An increase of \$24,256 reappropriated funds for the annualization of FY 2016-17 salary survey;
- An increase of \$100,000 for BANP5 PRC Corrective Action Plan; and
- A net zero adjustment for NP7 FMAP Adjustments.

RECOMMENDATION: Staff recommends an appropriation of \$5,103,775 total funds, of which \$4,705,511 is Medicaid reappropriated funds and 181.8 FTE. The differences in the recommendation from the request are:

- The recommendation does not include \$100,000 for BANP5 PRC Corrective Action Plan; and
- The recommendation includes a reduction in accordance with the recommendations made in the staff initiated Regional Center adjustments.

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 2016-17 APPROPRIATION					
HB 16-1405 (Long Bill)	\$10,051,713	\$0	\$398,264	\$9,653,449	174.2
TOTAL	\$10,051,713	\$0	\$398,264	\$9,653,449	174.2
FY 2017-18 RECOMMENDED APPROPRIATION					
FY 2016-17 Appropriation	\$10,051,713	\$0	\$398,264	\$9,653,449	174.2
Annualize prior year budget actions	16,941	0	0	16,941	0.0
	(4,964,879)	0	0	(4,964,879)	0.0
Staff-initiated Regional Center adjustments					
TOTAL	\$5,103,775		\$398,264	\$4,705,511	174.2
INCREASE/(DECREASE)	(\$4,947,938)	\$0	\$0	(\$4,947,938)	0.0
Percentage Change	(49.2%)	0.0%	0.0%	(51.3%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$10,068,654	\$0	\$398,264	\$9,670,390	174.2
Request Above/(Below) Recommendation	\$4,964,879		\$0	\$4,964,879	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. 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.

STATUTORY AUTHORITY: Section 24-75-302 (3.8) (a), C.R.S.

REQUEST: The Department requests an appropriation of \$436,036 Medicaid reappropriated funds. The request does not include any changes from the FY 2016-17 appropriation.

RECOMMENDATION: Staff recommends an appropriation of \$187,326 Medicaid reappropriated funds based on 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.

SERVICES FOR PEOPLE WITH DISABILITIES, REGIONAL CENTERS FOR PEOPLE WITH DEVELOPMENTAL DISABILITIES, PUEBLO REGIONAL CENTER DEPRECIATION				
	TOTAL FUNDS	GENERAL FUND	REAPPROPRIATED FUNDS	FTE
FY 2016-17 APPROPRIATION				
HB 16-1405 (Long Bill)	\$436,036	\$0	\$436,036	0.0
TOTAL	\$436,036	\$0	\$436,036	0.0
FY 2017-18 RECOMMENDED APPROPRIATION				
FY 2016-17 Appropriation	\$436,036	\$0	\$436,036	0.0
Staff initiated Regional Center depreciation adjustment	(248,710)	0	(248,710)	0.0
TOTAL	\$187,326		\$187,326	0.0
INCREASE/(DECREASE)	(\$248,710)	\$0	(\$248,710)	0.0
Percentage Change	(57.0%)	0.0%	(57.0%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$436,036	\$0	\$436,036	0.0
Request Above/(Below) Recommendation	\$248,710		\$248,710	0.0

(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 2016-17 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) TRAUMATIC BRAIN INJURY TRUST FUND**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 8-85-107, C.R.S.

REQUEST: The Department requests no appropriation because the funding was moved to the Department of Labor and Employment in accordance with the transfer of the Independent Living Centers pursuant to S.B. 16-093.

RECOMMENDATION: Staff recommends no appropriation for this line item because these grants are now administered by the Department of Labor and Employment. The recommendation is calculated in accordance with Committee policy and outlined in the following table.

SERVICES FOR PEOPLE WITH DISABILITIES, DIVISION OF VOCATIONAL REHABILITATION, OLDER BLIND GRANTS					
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION					
HB 16-1405 (Long Bill)	\$459,500	\$0	\$45,000	\$414,500	0.0
TOTAL	\$459,500	\$0	\$45,000	\$414,500	0.0
FY 2017-18 RECOMMENDED APPROPRIATION					
FY 2016-17 Appropriation	\$459,500	\$0	\$45,000	\$414,500	0.0
Technical changes	(459,500)	0	(45,000)	(414,500)	0.0
TOTAL	\$0		\$0	\$0	0.0
INCREASE/(DECREASE)	(\$459,500)	\$0	(\$45,000)	(\$414,500)	0.0
Percentage Change	(100.0%)	0.0%	(100.0%)	(100.0%)	0.0%
FY 2017-18 EXECUTIVE REQUEST					
Request Above/(Below) Recommendation	\$0		\$0	\$0	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 \$2,800,000 cash funds and 1.5 FTE. The request does not include any changes from the FY 2016-17 appropriation.

RECOMMENDATION: Staff recommends the Department's request for an appropriation of \$2,800,000 cash funds and 1.5 FTE. The recommendation is calculated in accordance with Committee policy.

LINE ITEMS MOVED TO THE DEPARTMENT OF LABOR AND EMPLOYMENT

The following line items were discontinued in FY 2016-17 and moved to the Department of Labor and Employment in accordance with the statutory transfer of the Division of Vocational Rehabilitation and Independent Living Centers. The Committee took action on these line items on February 9, 2017 during the figure setting presentation for the Department of Labor and Employment. The line items appear in the numbers pages because of historical expenditure data that occurred when the line items were in this department.

- Vocational Rehabilitation Personal Services
- Vocational Rehabilitation Operating Expenses
- Vocational Rehabilitation Services
- School to Work Alliance Program
- Vocational Rehabilitation Mental Health Services
- Business Enterprise Program for People who are Blind
- Business Enterprise Program - Program Operated Stands, Repair Costs, and Operator Benefits
- Independent Living Centers and State Independent Living Council
- Federal Social Security Reimbursement

(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 \$2,034,500 cash funds and 5.0 FTE. The request does not include any changes from the FY 2016-17 appropriation.

RECOMMENDATION: Staff recommends an appropriation of \$2,034,500 cash funds and 5.0 FTE. The recommendation is calculated in accordance with Committee policy.

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.

REQUEST: The Department requests an appropriation of \$22,140,700 total funds and 238.4 FTE. The request does not include any changes from the FY 2016-17 appropriation.

RECOMMENDATION: Staff recommends an appropriation of \$22,140,700 total funds and 238.4 FTE. The recommendation is calculated in accordance with Committee policy.

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 \$11,502,900 total funds and 140.0 FTE. The request does not include any changes from the FY 2016-17 appropriation.

RECOMMENDATION: Staff recommends an informational appropriation of \$11,502,900 total funds and 140.0 FTE. The recommendation is calculated in accordance with Committee policy.

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 \$7,924,230 total funds, of which \$186,130 is General Fund and 102.8 FTE. The request does not include any changes from the FY 2016-17 appropriation.

RECOMMENDATION: Staff recommends an appropriation of \$7,924,230 total funds, of which \$186,130 is General Fund and 102.8 FTE. The recommendation is calculated in accordance with Committee policy.

HOMELAKE VETERANS CEMETERY

This line item, recommended for FY 2017-18, will fund the maintenance of the veteran's cemetery on the campus of the Homelake Veterans Community Living Center. The appropriation will be used to oversee the upkeep of the cemetery including supporting the employee who maintains the cemetery grounds, fertilizer and weed control, well services, and waste disposal.

STATUTORY AUTHORITY: Section 26-12-205, C.R.S.

REQUEST: The Department did not request funding for this purpose. The Commission on Veterans Community Living Centers recommended in their annual report that General Fund be appropriated for maintenance costs of the cemetery to ensure that resident payments and federal Veterans Affairs payments are not being used to subsidize the cost of the cemetery.

RECOMMENDATION: Staff recommends an appropriation of \$59,300 General Fund and 0.5 FTE for this purpose. 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, HOMELAKE MILITARY VETERANS CEMETERY			
	TOTAL FUNDS	GENERAL FUND	FTE
FY 2016-17 APPROPRIATION			
HB 16-1405 (Long Bill)	\$0	\$0	0.0
TOTAL	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION			
FY 2016-17 Appropriation	\$0	\$0	0.0
Staff initiated Homelake veterans cemetery	59,300	59,300	0.5
TOTAL	\$59,300	\$59,300	0.5
INCREASE/(DECREASE)	\$59,300	\$59,300	0.5
Percentage Change	0.0%	0.0%	0.0%
Request Above/(Below) Recommendation	(\$59,300)	(\$59,300)	(0.5)

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 \$8,989,700 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 is calculated in accordance with Committee policy.

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 \$373,600 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 is calculated in accordance with Committee policy.

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 2016-17 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 approximately \$54.0 million in FY 2017-18, therefore the \$800,000 falls under the 10.0 percent statutory limit.

(E) INDIRECT COST ASSESSMENT

INDIRECT COST ASSESSMENT

**NEW LINE ITEM RECOMMENDED FOR FY 2017-18*

This line item, recommended to be added as part of the Long Bill Indirect Cost Plan will reflect the indirect cost assessments paid by the programs with the Services for People with Disabilities Division. The majority of the indirect cost assessments will be from the Regional Centers and the Veterans Community Living Centers.

REQUEST: The Department did not request this line item.

RECOMMENDATION: Staff recommendation is pending Committee action on outstanding centrally appropriated line items. Staff requests permission to adjust the line based on final Committee action on centrally appropriated line items.

LONG BILL FOOTNOTES AND REQUESTS FOR INFORMATION

LONG BILL FOOTNOTES

Staff recommends **CONTINUING** the following footnote:

- N 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.

- N 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.

REQUESTS FOR INFORMATION

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

- N 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, ~~2017~~, 2018, 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.

- N 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:

- N 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 discontinuing because the Department of Health Care Policy and Financing is responsible for the majority of the recommendation implementation. Staff recommends this request be added to the Department of Health Care Policy and Financing so the Committee is kept informed of the three department's work on implementation of Regional Center Task Force recommendations.

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

Appendix A: Number Pages

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
--	----------------------	----------------------	-----------------------------	-----------------------	------------------------------

DEPARTMENT OF HUMAN SERVICES
Reggie Bicha, Executive Director

(3) OFFICE OF OPERATIONS

(A) Administration

Personal Services	<u>23,629,870</u>	<u>23,631,469</u>	<u>27,155,049</u>	<u>27,382,222</u>	<u>26,162,450</u> *
FTE	438.9	445.9	422.2	429.1	424.3
General Fund	13,193,330	14,048,042	13,722,827	15,149,828	13,953,801
Cash Funds	2,177,085	1,838,450	4,151,280	2,299,023	0
Reappropriated Funds	6,410,939	5,812,161	6,704,280	8,075,004	12,208,649
Federal Funds	1,848,516	1,932,816	2,576,662	1,858,367	0
Operating Expenses	<u>7,775,879</u>	<u>3,730,965</u>	<u>4,013,745</u>	<u>5,431,215</u>	<u>3,253,639</u> *
General Fund	6,852,941	2,690,599	2,715,802	3,151,596	0
Cash Funds	11,422	7,007	11,422	11,422	0
Reappropriated Funds	711,898	833,740	1,131,252	2,112,928	3,253,639
Federal Funds	199,618	199,619	155,269	155,269	0
Vehicle Lease Payments	<u>1,053,384</u>	<u>937,337</u>	<u>1,007,946</u>	<u>1,051,181</u>	<u>1,063,662</u> *
General Fund	637,597	547,744	521,933	544,616	0
Cash Funds	55,518	58,065	67,955	70,699	0
Reappropriated Funds	238,822	193,712	262,322	273,805	1,063,662
Federal Funds	121,447	137,816	155,736	162,061	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Leased Space	<u>1,744,946</u>	<u>2,030,720</u>	<u>1,314,386</u>	<u>1,314,386</u>	<u>1,314,386</u>
General Fund	504,833	552,649	365,661	365,661	0
Cash Funds	3,967	4,424	37,416	37,416	0
Reappropriated Funds	0	0	22,527	22,527	1,314,386
Federal Funds	1,236,146	1,473,647	888,782	888,782	0
Capitol Complex Leased Space	<u>1,236,932</u>	<u>1,748,238</u>	<u>1,562,573</u>	<u>1,787,563</u>	<u>1,791,099</u>
General Fund	649,335	917,747	820,273	938,382	0
Cash Funds	58,282	82,374	73,648	84,252	0
Reappropriated Funds	63,255	89,403	79,934	91,443	1,791,099
Federal Funds	466,060	658,714	588,718	673,486	0
Utilities	<u>9,418,424</u>	<u>8,889,274</u>	<u>9,418,424</u>	<u>9,418,424</u>	<u>9,852,343</u>
General Fund	7,820,907	7,419,718	7,820,907	7,820,907	0
Cash Funds	50,000	0	50,000	50,000	0
Reappropriated Funds	1,547,517	1,469,556	1,547,517	1,547,517	9,852,343
Federal Funds	0	0	0	0	0
SUBTOTAL - (A) Administration	44,859,435	40,968,003	44,472,123	46,384,991	43,437,579
FTE	<u>438.9</u>	<u>445.9</u>	<u>422.2</u>	<u>429.1</u>	<u>424.3</u>
General Fund	29,658,943	26,176,499	25,967,403	27,970,990	13,953,801
Cash Funds	2,356,274	1,990,320	4,391,721	2,552,812	0
Reappropriated Funds	8,972,431	8,398,572	9,747,832	12,123,224	29,483,778
Federal Funds	3,871,787	4,402,612	4,365,167	3,737,965	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
(B) Special Purpose					
Buildings and Grounds Rental	<u>746,441</u>	<u>1,030,713</u>	<u>1,032,638</u>	<u>1,037,754</u>	<u>1,037,754</u>
FTE	3.8	6.4	6.5	6.5	6.5
Cash Funds	746,441	1,030,713	1,032,638	1,037,754	1,037,754
State Garage Fund	<u>616,073</u>	<u>617,016</u>	<u>740,640</u>	<u>740,640</u>	<u>740,640</u>
FTE	1.6	0.5	2.6	2.6	2.6
Reappropriated Funds	616,073	617,016	740,640	740,640	740,640
SUBTOTAL - (B) Special Purpose	1,362,514	1,647,729	1,773,278	1,778,394	1,778,394
FTE	<u>5.4</u>	<u>6.9</u>	<u>9.1</u>	<u>9.1</u>	<u>9.1</u>
Cash Funds	746,441	1,030,713	1,032,638	1,037,754	1,037,754
Reappropriated Funds	616,073	617,016	740,640	740,640	740,640
TOTAL - (3) Office of Operations	46,221,949	42,615,732	46,245,401	48,163,385	45,215,973
FTE	444.3	452.8	431.3	438.2	433.4
General Fund	29,658,943	26,176,499	25,967,403	27,970,990	13,953,801
Cash Funds	3,102,715	3,021,033	5,424,359	3,590,566	1,037,754
Reappropriated Funds	9,588,504	9,015,588	10,488,472	12,863,864	30,224,418
Federal Funds	3,871,787	4,402,612	4,365,167	3,737,965	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
--	----------------------	----------------------	-----------------------------	-----------------------	------------------------------

(9) SERVICES FOR PEOPLE WITH DISABILITIES

This section includes funding for Community Services for People with Developmental Disabilities, Regional Centers for People with Developmental Disabilities, the Work Therapy Program, the Division of Vocational Rehabilitation, and Homelake Domiciliary and the State and Veterans Nursing Homes.

(A) Regional Centers for People with Developmental Disabilities

(1) Wheat Ridge Regional Center

Wheat Ridge Regional Center Intermediate Care

Facility	<u>0</u>	<u>19,753,003</u>	<u>25,037,293</u>	<u>23,633,116</u>	<u>23,921,669</u> *
FTE	0.0	344.9	373.0	373.0	373.0
Cash Funds	0	694,274	779,589	779,589	779,589
Reappropriated Funds	0	19,058,729	24,257,704	22,853,527	23,142,080

Wheat Ridge Regional Center Provider Fee	<u>1,436,603</u>	<u>1,465,030</u>	<u>1,435,612</u>	<u>2,871,224</u>	<u>1,435,612</u> *
Reappropriated Funds	1,436,603	1,465,030	1,435,612	2,871,224	1,435,612

Wheat Ridge Regional Center Depreciation	<u>0</u>	<u>91,937</u>	<u>150,000</u>	<u>150,000</u>	<u>180,718</u> *
Reappropriated Funds	0	91,937	150,000	150,000	180,718

Wheat Ridge Regional Center Personal Services	<u>18,735,491</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	427.3	0.0	0.0	0.0	0.0
General Fund	1,003,464	0	0	0	0
Cash Funds	701,847	0	0	0	0
Reappropriated Funds	17,030,180	0	0	0	0

Wheat Ridge Regional Center Operating Expenses	<u>1,488,668</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Reappropriated Funds	1,488,668	0	0	0	0

Resident Incentive Allowance	<u>30,221</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Reappropriated Funds	30,221	0	0	0	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
SUBTOTAL - (1) Wheat Ridge Regional Center	21,690,983	21,309,970	26,622,905	26,654,340	25,537,999
FTE	<u>427.3</u>	<u>344.9</u>	<u>373.0</u>	<u>373.0</u>	<u>373.0</u>
General Fund	1,003,464	0	0	0	0
Cash Funds	701,847	694,274	779,589	779,589	779,589
Reappropriated Funds	19,985,672	20,615,696	25,843,316	25,874,751	24,758,410

(2) Grand Junction Regional Center

Grand Junction Regional Center Intermediate Care

Facility	<u>0</u>	<u>7,042,168</u>	<u>6,937,880</u>	<u>6,296,063</u>	<u>7,801,431</u> *
FTE	0.0	113.5	98.8	98.8	98.8
Cash Funds	0	300,690	912,070	712,070	712,070
Reappropriated Funds	0	6,741,478	6,025,810	5,583,993	7,089,361

Grand Junction Regional Center Provider Fee

Reappropriated Funds	<u>453,291</u>	<u>416,979</u>	<u>453,291</u>	<u>906,582</u>	<u>453,291</u> *
----------------------	----------------	----------------	----------------	----------------	------------------

Grand Junction Regional Center Waiver Funding

FTE	<u>0</u>	<u>3,629,911</u>	<u>10,051,713</u>	<u>10,068,654</u>	<u>5,103,775</u> *
Cash Funds	0.0	124.3	174.2	174.2	174.2
Cash Funds	0	398,264	398,264	398,264	398,264
Reappropriated Funds	0	3,231,647	9,653,449	9,670,390	4,705,511

Grand Junction Regional Center Depreciation

Reappropriated Funds	<u>0</u>	<u>370,159</u>	<u>515,997</u>	<u>515,997</u>	<u>323,681</u> *
----------------------	----------	----------------	----------------	----------------	------------------

Physician Services

FTE	<u>18,755</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	0.0	0.0	0.0	0.0	0.0
General Fund	18,755	0	0	0	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Grand Junction Regional Center Personal Services	<u>11,778,501</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	303.9	0.0	0.0	0.0	0.0
General Fund	0	0	0	0	0
Cash Funds	580,139	0	0	0	0
Reappropriated Funds	11,198,362	0	0	0	0
Resident Incentive Allowance	<u>23,083</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Reappropriated Funds	23,083	0	0	0	0
Grand Junction Regional Center Operating Expenses	<u>1,019,878</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Funds	280,629	0	0	0	0
Reappropriated Funds	739,249	0	0	0	0
SUBTOTAL - (2) Grand Junction Regional Center	13,293,508	11,459,217	17,958,881	17,787,296	13,682,178
FTE	<u>303.9</u>	<u>237.8</u>	<u>273.0</u>	<u>273.0</u>	<u>273.0</u>
General Fund	18,755	0	0	0	0
Cash Funds	860,768	698,954	1,310,334	1,110,334	1,110,334
Reappropriated Funds	12,413,985	10,760,263	16,648,547	16,676,962	12,571,844
(3) Pueblo Regional Center					
Pueblo Regional Center Waiver Funding	<u>0</u>	<u>4,788,540</u>	<u>10,772,648</u>	<u>10,971,904</u>	<u>7,848,534</u> *
FTE	0.0	170.8	181.8	181.8	181.8
Cash Funds	0	489,768	539,856	539,856	539,856
Reappropriated Funds	0	4,298,772	10,232,792	10,432,048	7,308,678
Pueblo Regional Center Depreciation	<u>0</u>	<u>188,027</u>	<u>436,036</u>	<u>436,036</u>	<u>187,326</u> *
Reappropriated Funds	0	188,027	436,036	436,036	187,326

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Pueblo Regional Center Personal Services	<u>5,791,013</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	205.4	0.0	0.0	0.0	0.0
General Fund	0	0	0	0	0
Cash Funds	499,567	0	0	0	0
Reappropriated Funds	5,291,446	0	0	0	0
Pueblo Regional Center Operating Expenses	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Reappropriated Funds	0	0	0	0	0
Leased Space	<u>8,248</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Reappropriated Funds	8,248	0	0	0	0
Resident Incentive Allowance	<u>20,368</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Reappropriated Funds	20,368	0	0	0	0
SUBTOTAL - (3) Pueblo Regional Center	5,819,629	4,976,567	11,208,684	11,407,940	8,035,860
FTE	<u>205.4</u>	<u>170.8</u>	<u>181.8</u>	<u>181.8</u>	<u>181.8</u>
General Fund	0	0	0	0	0
Cash Funds	499,567	489,768	539,856	539,856	539,856
Reappropriated Funds	5,320,062	4,486,799	10,668,828	10,868,084	7,496,004
SUBTOTAL - (A) Regional Centers for People with Developmental Disabilities	40,804,120	37,745,754	55,790,470	55,849,576	47,256,037
FTE	<u>936.6</u>	<u>753.5</u>	<u>827.8</u>	<u>827.8</u>	<u>827.8</u>
General Fund	1,022,219	0	0	0	0
Cash Funds	2,062,182	1,882,996	2,629,779	2,429,779	2,429,779
Reappropriated Funds	37,719,719	35,862,758	53,160,691	53,419,797	44,826,258

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
--	----------------------	----------------------	-----------------------------	-----------------------	------------------------------

(B) Work Therapy Program

Program Costs	<u>414,487</u>	<u>497,344</u>	<u>570,421</u>	<u>570,421</u>	<u>570,421</u>
FTE	1.3	0.7	1.5	1.5	1.5
Cash Funds	414,487	497,344	570,421	570,421	570,421

SUBTOTAL - (B) Work Therapy Program	414,487	497,344	570,421	570,421	570,421
FTE	<u>1.3</u>	<u>0.7</u>	<u>1.5</u>	<u>1.5</u>	<u>1.5</u>
Cash Funds	414,487	497,344	570,421	570,421	570,421

(C) Traumatic Brain Injury Program

Vocational Rehabilitation Personnel Services	<u>15,056,593</u>	<u>14,632,130</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	222.4	205.5	0.0	0.0	0.0
General Fund	3,097,572	3,332,878	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	11,959,021	11,299,252	0	0	0

Business Enterprise Program for People who are Blind	<u>1,095,074</u>	<u>323,659</u>	<u>0</u>	<u>0</u>	<u>0</u>
FTE	6.0	5.7	0.0	0.0	0.0
Cash Funds	249,648	285,161	0	0	0
Federal Funds	845,426	38,498	0	0	0

Independent Living Centers and State Independent Living Council	<u>3,158,570</u>	<u>5,056,376</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	2,783,161	4,741,234	0	0	0
Cash Funds	0	0	0	0	0
Federal Funds	375,409	315,142	0	0	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Older Blind Grants	<u>414,477</u>	<u>500,865</u>	<u>459,500</u>	<u>0</u>	<u>0</u>
Cash Funds	0	0	45,000	0	0
Federal Funds	414,477	500,865	414,500	0	0
Traumatic Brain Injury Trust Fund	<u>1,718,534</u>	<u>1,912,080</u>	<u>2,800,000</u>	<u>2,800,000</u>	<u>2,800,000</u>
FTE	1.8	2.0	1.5	1.5	1.5
Cash Funds	1,718,534	1,912,080	2,800,000	2,800,000	2,800,000
Vocational Rehabilitation Operating Expenses	<u>1,860,642</u>	<u>4,631,494</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	0	2,315,747	0	0	0
Reappropriated Funds	395,123	488,021	0	0	0
Federal Funds	1,465,519	1,827,726	0	0	0
Vocational Rehabilitation Services	<u>10,190,255</u>	<u>13,572,495</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	1,173,303	1,043,950	0	0	0
Reappropriated Funds	997,208	1,787,594	0	0	0
Federal Funds	8,019,744	10,740,951	0	0	0
School to Work Alliance Program	<u>8,570,592</u>	<u>8,788,402</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Funds	0	18,984	0	0	0
Reappropriated Funds	1,825,110	1,852,945	0	0	0
Federal Funds	6,745,482	6,916,473	0	0	0
Vocational Rehabilitation Mental Health Services	<u>1,185,924</u>	<u>1,552,844</u>	<u>0</u>	<u>0</u>	<u>0</u>
Reappropriated Funds	252,602	330,756	0	0	0
Federal Funds	933,322	1,222,088	0	0	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Business Enterprise Program - Program Operated					
Stands, Repair Costs, and Operator Benefits	<u>202,025</u>	<u>107,082</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Funds	202,025	107,082	0	0	0
Federal Social Security Reimbursements	<u>969,778</u>	<u>2,986,008 0.5</u>	<u>0</u>	<u>0</u>	<u>0</u>
Federal Funds	969,778	2,986,008	0	0	0
SUBTOTAL - (C) Division of Vocational Rehabilitation	44,422,464	54,063,435	3,259,500	2,800,000	2,800,000
FTE	<u>230.2</u>	<u>213.7</u>	<u>1.5</u>	<u>1.5</u>	<u>1.5</u>
General Fund	7,054,036	11,433,809	0	0	0
Cash Funds	2,170,207	2,323,307	2,845,000	2,800,000	2,800,000
Reappropriated Funds	3,470,043	4,459,316	0	0	0
Federal Funds	31,728,178	35,847,003	414,500	0	0
(D) Homelake Domiciliary and State and Veterans Nursing Homes					
Administration	<u>1,222,733</u>	<u>1,116,381</u>	<u>2,034,500</u>	<u>2,034,500</u>	<u>2,034,500</u>
FTE	8.6	5.0	5.0	5.0	5.0
Cash Funds	1,222,733	1,116,381	2,034,500	2,034,500	2,034,500
Federal Funds	0	0	0	0	0
Fitzsimmons Veterans Community Living Center	<u>20,950,621</u>	<u>21,655,408</u>	<u>22,140,700</u>	<u>22,140,700</u>	<u>22,140,700</u>
FTE	228.7	236.4	238.4	238.4	238.4
Cash Funds	10,056,298	8,835,096	10,627,500	10,627,500	10,627,500
Federal Funds	10,894,323	12,820,312	11,513,200	11,513,200	11,513,200

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Florence Veterans Community Living Center	<u>11,374,837</u>	<u>11,785,932</u>	<u>11,502,900</u>	<u>11,502,900</u>	<u>11,502,900</u>
FTE	138.6	140.2	140.0	140.0	140.0
Cash Funds	7,052,399	7,737,950	7,131,800	7,131,800	7,131,800
Federal Funds	4,322,438	4,047,982	4,371,100	4,371,100	4,371,100
Homelake Veterans Community Living Center	<u>7,444,904</u>	<u>7,382,329</u>	<u>7,924,230</u>	<u>7,924,230</u>	<u>7,924,230</u>
FTE	70.6	81.5	102.8	102.8	102.3
General Fund	186,130	186,130	186,130	186,130	186,130
Cash Funds	4,500,440	4,334,402	4,797,600	4,797,600	4,797,600
Federal Funds	2,758,334	2,861,797	2,940,500	2,940,500	2,940,500
Homelake Military Veterans Cemetery	<u>546,526</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>59,300</u>
FTE	0.0	0.0	0.0	0.0	0.5
General Fund	273,263	0	0	0	59,300
Cash Funds	273,263	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Rifle Veterans Community Living Center	<u>8,435,362</u>	<u>8,927,752</u>	<u>8,989,700</u>	<u>8,989,700</u>	<u>8,989,700</u>
FTE	101.9	97.8	115.6	115.6	115.6
Cash Funds	5,989,107	6,448,365	6,382,700	6,382,700	6,382,700
Federal Funds	2,446,255	2,479,387	2,607,000	2,607,000	2,607,000
Walsenburg Veterans Community Living Center	<u>358,840</u>	<u>151,066</u>	<u>373,600</u>	<u>373,600</u>	<u>373,600</u>
FTE	1.0	1.0	1.0	1.0	1.0
Cash Funds	358,840	151,066	373,600	373,600	373,600

JBC Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
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
Training Veterans to Train Their Own Service Dogs					
Pilot Program Fund	<u>0</u>	<u>0</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
General Fund	0	0	100,000	100,000	100,000
SUBTOTAL - (E) Homelake Domiciliary and State and Veterans Nursing Homes	51,933,823	52,618,868	53,865,630	53,865,630	53,924,930
FTE	<u>549.4</u>	<u>561.9</u>	<u>602.8</u>	<u>602.8</u>	<u>602.8</u>
General Fund	1,259,393	986,130	1,086,130	1,086,130	1,145,430
Cash Funds	30,253,080	29,423,260	31,347,700	31,347,700	31,347,700
Reappropriated Funds	0	0	0	0	0
Federal Funds	20,421,350	22,209,478	21,431,800	21,431,800	21,431,800
TOTAL - (9) Services for People with Disabilities	137,574,894	144,925,401	113,486,021	113,085,627	104,551,388
FTE	<u>1,717.5</u>	<u>1,529.8</u>	<u>1,433.6</u>	<u>1,433.6</u>	<u>1,433.6</u>
General Fund	9,335,648	12,419,939	1,086,130	1,086,130	1,145,430
Cash Funds	34,899,956	34,126,907	37,392,900	37,147,900	37,147,900
Reappropriated Funds	41,189,762	40,322,074	53,160,691	53,419,797	44,826,258
Federal Funds	52,149,528	58,056,481	21,846,300	21,431,800	21,431,800

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
TOTAL - Department of Human Services	183,796,843	187,541,133	159,731,422	161,249,012	149,767,361
<i>FTE</i>	<u>2,161.8</u>	<u>1,982.6</u>	<u>1,864.9</u>	<u>1,871.8</u>	<u>1,867.0</u>
General Fund	38,994,591	38,596,438	27,053,533	29,057,120	15,099,231
Cash Funds	38,002,671	37,147,940	42,817,259	40,738,466	38,185,654
Reappropriated Funds	50,778,266	49,337,662	63,649,163	66,283,661	75,050,676
Federal Funds	56,021,315	62,459,093	26,211,467	25,169,765	21,431,800