



Colorado General Assembly  
Joint Budget Committee

# Joint Budget Committee Staff

## FY 2014-15 Budget Briefing Summary

### Department of Health Care Policy and Financing

#### Behavioral Health Community Programs

The Department of Health Care Policy and Financing provides health care services to Colorado residents through the Medicaid medical and behavioral health programs, the Colorado Indigent Care program, the Children's Basic Health Plan, and the Old Age Pension Medical program. In addition, a portion of the state and federal funds appropriated to the Department are transferred to other state agencies that administer programs eligible for Medicaid funding. The Department's FY 2013-14 appropriation represents 29.1 percent of statewide operating appropriations and 25.5 percent of statewide General Fund appropriations. This staff budget briefing document concerns the Department's behavioral health community programs. The Department contracts with five regional entities (known as behavioral health organizations or BHOs) to provide or arrange for the provision of medically necessary mental health services to Medicaid-eligible clients. In addition, beginning January 1, 2014, BHOs will provide medically necessary substance use disorder services to Medicaid-eligible clients. The Department pays a pre-determined monthly amount for each client who is eligible for Medicaid behavioral health services. In addition, the Department makes fee for service payments for behavioral health services provided to clients who are not enrolled in a BHO and for the provision of behavioral health services that are not covered by the BHO contract.

## FY 2013-14 Appropriation and FY 2014-15 Request

Department of Health Care Policy and Financing					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
<b>FY 2013-14 Appropriation</b>					
SB 13-230 (Long Bill)	\$352,220,637	\$153,384,204	\$21,294,827	\$177,541,606	0.0
SB 13-200 Expand Medicaid eligibility	<u>33,417,833</u>	<u>76,907</u>	<u>(19,260,944)</u>	<u>52,601,870</u>	<u>0.0</u>
<b>TOTAL</b>	<b>\$385,638,470</b>	<b>\$153,461,111</b>	<b>\$2,033,883</b>	<b>\$230,143,476</b>	<b>0.0</b>
<b>FY 2014-15 Requested Appropriation</b>					
FY 2013-14 Appropriation	\$385,638,470	153,461,111	\$2,033,883	\$230,143,476	0.0
Annualize SB 13-200 Expand Medicaid eligibility	70,524,406	465,151	812,612	69,246,643	0.0
R2 Behavioral health programs	26,923,840	9,087,725	(9,039,333)	26,875,448	0.0
Annualize substance use disorder benefit	5,710,412	1,913,309	88,973	3,708,130	0.0
R7 IDD Supported living services	622,616	311,308	0	311,308	0.0
R11 1.5% Provider rate increase	91,878	45,939	0	45,939	0.0
R8 IDD Increase funded FPE	14,426	7,213	0	7,213	0.0
Technical correction to SB 13-200 appropriation for FY 2013-14	0	0	9,745,064	(9,745,064)	0.0
Annualize other prior year decisions	<u>(133,843)</u>	<u>(12,060)</u>	<u>(34,354)</u>	<u>(87,429)</u>	<u>0.0</u>
<b>TOTAL</b>	<b>\$489,392,205</b>	<b>\$165,279,696</b>	<b>\$3,606,845</b>	<b>\$320,505,664</b>	<b>0.0</b>

Department of Health Care Policy and Financing					
	Total Funds	General Fund	Cash Funds	Federal Funds	FTE
Increase/(Decrease)	\$103,753,735	\$11,818,585	\$1,572,962	\$90,362,188	0.0
Percentage Change	26.9%	7.7%	77.3%	39.3%	0.0%

## Summary of Issues Presented to the Joint Budget Committee

**Overview of Department's FY 2014-15 Request for Behavioral Health Community Programs:** The Governor's overall budget request includes a \$119.3 million (19.5 percent) increase in funding for behavioral health programs, including \$103.8 million for Medicaid behavioral health programs and \$15.5 million for the Department of Human Services' Office of Behavioral Health. The requested increase for Medicaid programs primarily reflects the continued implementation of both S.B. 13-200 and the substance use disorder benefit that was authorized in the 2013 legislative session.

## For More Information

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To read the entire briefing: [http://www.tornado.state.co.us/gov\\_dir/leg\\_dir/jbc/2013-14/humbrf4.pdf](http://www.tornado.state.co.us/gov_dir/leg_dir/jbc/2013-14/humbrf4.pdf)