

# MEMORANDUM

**TO:** Joint Budget Committee Members

**FROM:** Megan Davisson, JBC Staff

**SUBJECT:** Comebacks for the Division for Intellectual and Development Disabilities (HCPF)

**DATE:** March 14, 2014

**Technical Correction to the Medical Services Premiums line due to annualization of H.B. 14-1252**

Staff made a technical error when calculating the annualization of H.B. 14-1252. Staff recommends the Medical Services Premiums line item be reduced by \$151,146 total funds, of which \$74,428 is General Fund.

**Technical Correction to IDD Administration line items  
(Pages 23-26 of the February 14, 2014 figure setting document)**

Personal Services

Staff mistakenly applied the FMAP chance and incorrectly annualized H.B. 14-1252. The following table summarizes the revised recommendation for the personal services recommendation.

<b>Office of Community Living, Division for Individuals with Intellectual and Developmental Disabilities, Personal Services</b>					
	<b>Total Funds</b>	<b>General Fund</b>	<b>Cash Funds</b>	<b>Federal Funds</b>	<b>FTE</b>
<b>FY 2013-14 Appropriation</b>					
SB 13-230 (Long Bill)	\$0	\$0	\$0	\$0	0.0
HB 14-1252 IDD supplemental	<u>413,852</u>	<u>0</u>	<u>206,926</u>	<u>206,926</u>	<u>0.2</u>
<b>TOTAL</b>	<b>\$413,852</b>	<b>\$0</b>	<b>\$206,926</b>	<b>\$206,926</b>	<b>0.2</b>
<b>FY 2014-15 Recommended Appropriation</b>					
FY 2013-14 Appropriation	\$413,852	\$0	\$206,926	\$206,926	0.2
Annualize HB 13-1314 IDD transfer	2,849,657	1,545,039	0	1,304,618	34.5
Annualize HB 14-1252	<u>(336,393)</u>	<u>0</u>	<u>(168,196)</u>	<u>(168,197)</u>	<u>0.8</u>
<b>TOTAL</b>	<b>\$2,927,116</b>	<b>\$1,545,039</b>	<b>\$38,730</b>	<b>\$1,343,347</b>	<b>35.5</b>
<b>Increase/(Decrease)</b>	\$2,513,264	\$1,545,039	(\$168,196)	\$1,136,421	35.3
Percentage Change	607.3%	0.0%	(81.3%)	549.2%	17,650.0%
Request Above/(Below) Recommendation	(\$2,927,116)	(\$1,545,039)	(\$38,730)	(\$1,343,347)	(35.5)

March 14, 2014

Operating Expenses

Staff mistakenly applied the FMAP change. The revised recommendation is a total appropriation of \$296,786 does not change, but the **recommended General Fund is \$147,274 and the federal funds are \$149,512.**

Community and Contract Management System and Support Level Administration

Staff mistakenly applied the FMAP change to 51.01 percent to Community and Contract Management System and Support Level Administration line items. The following table summarizes the recommended changes to those two lines.

Technical Change to Administration Funding			
Line Item	Total Change	General Fund Change	Federal Funds Change
Community and Contract Management System	0	729	(729)
Support Level Administration	0	434	(434)

**Technical Correction to Adult Comprehensive Services line item  
(Page 30 of the February 14, 2014 figure setting document)**

Staff recommends a technical correction to the General Fund and Federal Funds appropriation for this line item. **The recommended total funds is unchanged, but staff recommends a General Fund appropriation of \$154,974,191 and an appropriation of \$160,359,451 federal funds.**

**Technical Correction to Adult Supported Living Services  
(Page 5 of the February 14, 2014 figure setting document)**

Staff neglected to account for the FY 2013-14 adjust to the SLS SPALs when calculating the recommended funding increases for the new SLS enrollments, and the additional cost of increases to the SPALs. The following table summarizes the revised recommendation for the new SPALs and the difference from the February 14, 2014 recommendations.

Spending Plan Authorization Limits for FY 14-15			
Level	2/14/14 Recommendation	Revised Recommendation	Difference
1	\$12,193	<b>\$12,681</b>	\$488
2	16,709	<b>17,377</b>	668
3	18,798	<b>19,549</b>	751
4	21,620	<b>22,485</b>	865
5	26,023	<b>27,063</b>	1,040
6	34,208	<b>35,576</b>	1,368
Maximum	43,750	<b>45,500</b>	1,750

The following table summarizes the revised recommendation for funding for the new SLS enrollments and the difference from the February 14, 2014 recommendation:

<b>Revised Recommendation for New SLS Enrollments and SPAL Increases</b>				
	<b>FY 2014-15 Total Funds</b>	<b>General Fund</b>	<b>Federal Funds</b>	<b>Total Funds Difference from Initial Recommendation</b>
<b>New Enrollments</b>				
Waiver Services	\$14,804,962	\$7,252,951	\$7,552,011	\$569,429
Case Management and associated administrative costs	3,122,220	1,529,577	1,592,643	0
Medical Services Premiums	5,032,276	2,465,312	2,566,964	0
Behavioral Health Community Programs	<u>1,131,570</u>	<u>554,356</u>	<u>577,214</u>	<u>0</u>
<i>Subtotal - New Enrollments</i>	<i>\$24,091,028</i>	<i>\$11,802,196</i>	<i>\$12,288,832</i>	<i>\$569,429</i>
<i>SPAL Increases</i>	<i>\$4,175,622</i>	<i>\$2,045,638</i>	<i>\$2,129,984</i>	<i>\$695,854</i>
<b>Total</b>	<b>\$28,266,650</b>	<b>\$13,847,834</b>	<b>\$14,418,816</b>	<b>\$1,265,283</b>

The revised recommendation for the line item is \$70,955,101 total funds, of which \$38,760,450 is General Fund and \$32,194,651 is federal funds.

**Technical Correction to Children's Extensive Support Services  
(Page 33 of the February 14, 2014 figure setting document)**

Staff made a technical error when calculating the annualization of H.B. 14-1252. Staff recommends the annualization amount be reduced by \$279,003 total funds, of which \$137,388 is General Funds to properly annualize H.B. 14-1252.

**Technical Correction to Case Management line item  
(Page 34 of the February 14, 2014 figure setting document)**

Staff recommends a technical correction to the General Fund and Federal Funds appropriation for this line item. The recommended total funds is unchanged, but staff recommends a General Fund appropriation of \$15,717,676 and an appropriation of \$13,893,067 federal funds.

**Tabled Item: IDD Cash Fund**

**(Page 22 of the February 14, 2014 figure setting document)**

Staff presented five options for how to spend the \$6.9 million balance of the Intellectual and Developmental Disabilities Services Cash Fund. **At this time staff recommends the appropriation in H.B. 14-1252 be amended to include an appropriation of \$96,320 total funds, of which \$48,160 is cash funds and \$48,160 is federal funds to enable CCBs to begin conducting SISs for individuals who will begin receiving services in FY 2014-15.** The appropriation would fund 430 SISs which is based on the assumption the CCBs would have 2 months to conduct SISs in FY 2013-14.

**Staff recommends the Committee consider additional appropriations from the IDD Cash Fund during conference committee for the Long Bill.** The Department will report to the Joint Budget Committee on April 1 the plan pursuant to H.B. 14-1252. Staff anticipates there will be a long-term component that can be funded from the IDD Cash Fund. Since the plan has not yet been finalized and the details of the long-term component are not complete staff is recommending the Committee revisit this issue during conference committee.