Presentation to the Joint Technology Committee
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The constrained fiscal outlook increases importance of reimagining state government through technology.

The strategic proposals before the Committee will help Colorado thrive in a “new normal”.
Reimagining State Government

Governor’s Goals

- Reduce our physical footprint
- Responsibly reduce the state budget
- Increase access to virtual services

https://operations.colorado.gov/reimagine-state-government
Reimagining IT in the State of Colorado

Reimagining IT Priorities

- **Customer Satisfaction**
  - Agency leadership of IT business decisions
  - Agency accountability over spend and outcomes
- **Transparency**
  - Align IT resources with agency priorities
  - Agency oversight of OIT services and rates
- **Efficiency**
  - Greater IT and agency flexibility
  - Enhanced IT financial management

More information on Reimagine IT can be found at [https://reimagineit.state.co.us](https://reimagineit.state.co.us)
Agile and the Scrum Framework & Funding

- A framework where people can adaptively address complex problems, while productively and creatively delivering products of the highest value.
- Goes hand in hand with Lean principles. Constantly takes account of customer input. Focuses on adapting to change and hitting short term milestone over following a multi-year plan.
- Provides the ability to regularly redefine the project direction by breaking larger projects into smaller sprints. These sprints can be discreetly and individually funded by the legislature.
IT Capital Key Feature in Recovery Package

✓ THANK YOU to the General Assembly for your leadership on stimulus in the special session

● Several proposals in the stimulus and recovery package include transformational IT components

<table>
<thead>
<tr>
<th>Economic Stimulus and Recovery Package</th>
<th>($ in millions)</th>
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<tbody>
<tr>
<td>Benefits for low- and mid-income earners with job loss</td>
<td>$168</td>
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<tr>
<td>Winter support for small businesses hit by capacity restrictions</td>
<td>$105</td>
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<tr>
<td>Housing and rental assistance, direct benefits</td>
<td>$50</td>
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<td>Sustainability payments for early childhood centers during low capacity</td>
<td>$50</td>
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<td>Create jobs by investing in shovel ready public works and infrastructure projects, including transportation, new “outdoor” economy</td>
<td>$220</td>
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<td>Package of broadband investments for our new normal to give Colorado a competitive edge, including telehealth and education investments</td>
<td>$160</td>
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<tr>
<td>Upskilling and investment</td>
<td>$140</td>
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<tr>
<td>Strengthen wildfire response and reduce risks of climate change</td>
<td>$78</td>
</tr>
<tr>
<td>Investing in Behavioral Health, Promoting Social Equity, and Disease Response</td>
<td>$38</td>
</tr>
<tr>
<td>Capital</td>
<td>$48</td>
</tr>
<tr>
<td>Other Stimulus in FY 2021-22 budget</td>
<td>$23</td>
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<td>Funding for one-time stimulus legislative priorities</td>
<td>$200</td>
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<tr>
<td>TOTAL</td>
<td>$1,280</td>
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FY 2021-22 IT CAPITAL REQUEST OVERVIEW

- Total Funds $36.4 million
- General Fund Requests
  - IT Capital: $21.6 million

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<thead>
<tr>
<th>Description</th>
<th>$</th>
<th>%</th>
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<tbody>
<tr>
<td>General Fund</td>
<td>$21,561,817</td>
<td>24%</td>
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<tr>
<td>Cash Funds</td>
<td>$9,422,240</td>
<td>10%</td>
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<tr>
<td>Federal Funds</td>
<td>$5,416,200</td>
<td>6%</td>
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<tr>
<td><strong>Total</strong></td>
<td>$36,400,257</td>
<td>100%</td>
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FY 2021-22 IT Capital Requests

*IT Capital for FY 2021-22 (TF $36.4 million, GF $21.6 million)*

- Integrated reportable disease data management system
- Health connectivity for rural communities
- Infrastructure investments in behavioral health
- Unemployment Insurance-Modernizing the system for employers
Integrated reportable disease data management system

- $10M is requested to partially replace CEDRS. This funding is intended to cover:
  - product planning
  - system architecture and design
  - infrastructure provisioning and validation
  - quality assurance surveillance planning processes and tools procurement;
  - systems integration processes and tools provisioning;
  - initial data conversion and interface

- The Department requests multi-year spending authority to use an agile approach that completes the project in phases
FY 2021-22 Behavioral Health

Address recommendations from the Governor’s Behavioral Health Task Force

- *IT Capital request*: CDHS technology investment to improve the effectiveness of tele-behavioral health services ($10.5M GF)
- *Related Operating request*: Streamline the eligibility and claims payment systems for as many as 75 separate behavioral health programs by integrating them into HCPF’s existing systems. This $7.5M GF proposal (R-23) has been submitted to JBC.
Health connectivity for rural communities

- This initiative invests $1.1M of state dollars to draw down $5.4M in Federal Medicaid dollars.
- These funds enable rural safety-net providers to connect their data systems with Colorado’s Health Information Exchanges (HIEs).
  - Investments to improve these providers’ internal IT systems
  - Defray the cost of these providers’ access to the HIE platform
  - Improve clinical decision making and reduce unnecessary costs (e.g., duplicative diagnostic testing)
Modernizing Unemployment Insurance

- Modernized benefits system went live January 11th
- Request would replace the 30-year old Employer Self Service system and complete modernization of the UI system
- Related to legislation that would fund the request from cash funds without increasing employer premiums
- If funded, plan to use internal controls to align spending to Agile methodology
Questions?
NAVIGATOR to Improve Budget Transparency and Engagement

www.colorado.gov/ospb